



Consolidated Financial Results for 2024

[Japanese GAAP]

February 13, 2025

Company name: Mercuria Holdings Co., Ltd.

Stock code: 7347

Representative: Toshihiro Toyoshima, Representative Director

Contact: Yusuke Takigawa, Executive Officer, Head of Finance & Control Department

Tel: +81-3-3500-9870

Listing: Tokyo Stock Exchange

URL: <https://www.mercuria.jp/en.html>

Scheduled date of Annual General Meeting of Shareholders:

March 25, 2025

Scheduled date of payment of dividend:

March 26, 2025

Scheduled date of filing of Annual Securities Report:

March 25, 2025

Preparation of supplementary materials for financial results:

Yes

Holding of financial results meeting:

Yes (for institutional investors and analysts)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for 2024 (January 1 to December 31, 2024)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Operating revenue		Operating gross profit		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2024	5,566	(4.7)	4,527	12.2	975	(27.4)	1,157	(23.9)	506	(52.1)
2023	5,842	27.0	4,033	(8.2)	1,344	(34.6)	1,520	(31.1)	1,055	(32.5)

Note: Comprehensive income (millions of yen)

2024: 1,176 (down 31.5%)

2023: 1,717 (down 30.7%)

	Net income per share	Diluted net income per share	Return on equity	Ordinary profit on total assets	Operating profit to operating revenue
	Yen	Yen	%	%	%
2024	26.15	26.12	2.9	5.7	17.5
2023	53.99	53.85	6.3	7.7	23.0

Reference: Equity in earnings of affiliates (millions of yen)

2024: 100

2023: 128

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 31, 2024	21,053	18,896	83.2	904.87
As of Dec. 31, 2023	19,655	18,241	87.0	883.56

Reference: Shareholders' equity (millions of yen)

As of Dec. 31, 2024: 17,508

As of Dec. 31, 2023: 17,093

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
2024	656	(10)	(416)	3,365
2023	1,242	498	(1,740)	3,003

2. Dividends

	Dividends per share					Total dividends	Payout ratio (consolidated)	Dividend on equity (consolidated)
	1Q-end	2Q-end	3Q-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
2023	-	0.00	-	21.00	21.00	406	38.9	2.5
2024	-	0.00	-	22.00	22.00	426	84.1	2.5
2025 (forecast)	-	0.00	-	22.00	22.00		28.4	

Note: As ranges have been presented for the consolidated earnings forecasts for 2025, the stated payout ratio for 2025 is based on the minimum value in that range. If presenting this value based on the maximum value in that range, the dividend payout ratio would be 17.0%.

3. Consolidated Forecast for 2025 (January 1 to December 31, 2025)

(Percentages represent year-on-year changes)

	Operating revenue		Operating gross profit		Operating profit		Ordinary profit		Profit attributable to owners of parent	Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	Yen
Full year	6,400	15.0	6,300	39.2	2,300	135.8	2,300	98.8	1,500	196.6
	-9,100	-63.5	-9,000	-98.8	-3,900	-299.9	-3,900	-237.2	-2,500	-394.3
										-129.21

Note: It is difficult to accurately forecast performance fees and the principal investment business's investment income of the Group's business revenues. Accordingly, for the consolidated earnings forecasts for 2025, the forecast figures are presented as ranges. Please refer to "1. Overview of Results of Operations, (1) Analysis of Results of Operations, Outlook" on page 2 of the attachments for details.

* Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly added: - Excluded: -

Note: Please refer to “4. Consolidated Financial Statements and Notes, (5) Notes to Consolidated Financial Statements, Changes in Consolidated Subsidiaries during the Period” on page 13 of the attachments for details. Mercuria Holdings has invested in and newly established Cross-border Investment & Consulting Holding during the period, and this company has been included in the scope of consolidation. This change does not apply to significant changes in consolidated subsidiaries.

(2) Changes in accounting policies and accounting-based estimates, and restatements

- 1) Changes in accounting policies due to revisions in accounting standards, others: None
- 2) Changes in accounting policies other than 1) above: None
- 3) Changes in accounting-based estimates: None
- 4) Restatements: None

(3) Number of shares issued (common stock)

- 1) Number of shares issued at the end of the period (including treasury shares)

As of Dec. 31, 2024: 21,549,900 shares As of Dec. 31, 2023: 21,500,100 shares

- 2) Number of treasury shares at the end of the period

As of Dec. 31, 2024: 2,201,777 shares As of Dec. 31, 2023: 2,153,977 shares

- 3) Average number of shares during the period

2024: 19,337,422 shares 2023: 19,541,255 shares

(Reference) Summary of Non-consolidated Financial Results

Non-consolidated Financial Results for 2024 (January 1 to December 31, 2024)

(1) Non-consolidated results of operations

(Percentages represent year-on-year changes)

	Operating revenue		Operating gross profit		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2024	1,004	(66.1)	547	(54.7)	13	(98.4)	13	(98.3)	(145)	(122.8)
2023	2,962	96.6	1,209	(15.8)	782	(23.9)	779	(23.3)	634	(11.7)

	Net income per share	Diluted net income per share
	Yen	Yen
2024	(7.49)	-
2023	32.47	32.38

Note: Diluted net income per share is not presented since Mercuria Holdings had outstanding dilutive securities, though posted a net loss per share.

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 31, 2024	15,434	14,616	94.7	755.42
As of Dec. 31, 2023	15,658	15,162	96.8	783.74

Reference: Shareholders' equity (millions of yen) As of Dec. 31, 2024: 14,616 As of Dec. 31, 2023: 15,162

* The current financial report is not subject to audit by certified public accountants or auditing firms.

* Cautionary statement with respect to forward-looking statements, and other special items

Mercuria Holdings plans to hold a financial results meeting for institutional investors and securities analysts on Tuesday, March 4, 2025. Materials to be distributed at this meeting will be available on the Mercuria Holdings' website immediately thereafter.

Contents of Attachments

1. Overview of Results of Operations	2
(1) Analysis of Results of Operations	2
(2) Analysis of Financial Position	3
(3) Basic Policy for Profit Distribution, and Dividends in the Current and Next Fiscal Years	3
2. Corporate Group	4
3. Basic Approach for the Selection of Accounting Standards	4
4. Consolidated Financial Statements and Notes	5
(1) Consolidated Balance Sheet	5
(2) Consolidated Statements of Income and Comprehensive Income	7
Consolidated Statement of Income	7
Consolidated Statement of Comprehensive Income	8
(3) Consolidated Statement of Changes in Equity	9
(4) Consolidated Statement of Cash Flows	11
(5) Notes to Consolidated Financial Statements	13
Going Concern Assumption	13
Changes in Consolidated Subsidiaries during the Period	13
Segment and Other Information	13
Per-share Information	13
Subsequent Events	13

1. Overview of Results of Operations

(1) Analysis of Results of Operations

Results of Operations

In 2024, the Japanese economy maintained a moderate recovery, primarily reflecting the normalization of economic and social activities, a recovery in consumer spending and inbound tourist demand, and a rise in real wages. Nonetheless, the outlook remains uncertain, given concerns about economic trends caused by continuously rising prices and sharp changes in foreign exchange rates arising from soaring resource prices driven mainly by the protracted conflict in Ukraine and the increasingly tense situation in the Middle East.

Under this economic environment, the Mercuria Group sought to achieve growth on a medium- to long-term basis. In existing funds, Mercuria Japan Industrial Growth Fund Investment Limited Partnership (Buyout Fund I), formed mainly by Development Bank of Japan Inc. and Sumitomo Mitsui Trust Bank, Limited and managed and operated by Mercuria Investment Co., Ltd., a subsidiary of Mercuria Holdings, sold shares it owned to reach the performance fee stage. Accordingly, the Group posted a performance fee from the fund and return on the same boat investment in this fund by the equity method. In addition, Mercuria Japan Industrial Growth Fund II Investment Limited Partnership (Buyout fund II), similarly managed and operated by subsidiary Mercuria Investment Co., Ltd. with a focus on business succession at medium-sized companies and other enterprises in Japan, made new investments in operating companies. A second aircraft fund, established for investing mainly in small aircraft, acquired its fourth aircraft and completed its portfolio.

In new funds, Mercuria Supply Chain Investment Limited Partnership was formed with the aim of providing support to start-up companies that seek to solve issues in the logistics and supply chain field in Japan. Additionally, investments were made in operating companies. Through such efforts, the Group facilitated business planning based on investment strategies that match the macro business environment.

In the principal investment business, the Group invested in a company engaged in green ammonia development for the purposes of helping construct a green ammonia supply chain centering on Japan and Asia and creating investment opportunities in the green ammonia business for investors. However, the impact of the deterioration of the Chinese real estate market has spread to the Hong Kong REIT market as a whole, and the investment unit price of Spring REIT has fallen as a consequence, resulting in market price fluctuations being recorded in operating costs. In addition, a fund managed by the Group recorded a loss on the valuation of investments, and as a result, the Group posted a loss on a fund investment through a “same-boat” investment was recognized.

As a result, in 2024, the Group posted operating revenue of 5,565 million yen (down 4.7% year on year), ordinary profit of 1,156 million yen (down 23.9% year on year), and profit attributable to owners of parent of 505 million yen (down 52.1% year on year). In a year-on-year comparison, the decrease in operating revenue was mainly due to the posting of a large amount of operating revenue in the previous year as a result of the transfer of Spring REIT investment units in the restructuring process associated with refinancing in the principal investment business. The decreases in ordinary profit and profit attributable to owners of parent are explained chiefly by the above recording of the adverse effect of a fall in the investment unit price of Spring REIT on operating costs and the posting of a loss on a fund investment through a “same-boat” investment, as well as a rise in personnel expenses associated with rising prices.

Outlook

The Japanese economy is trending towards a recovery. However, the global business climate is likely to remain unclear primarily due to changes in US policies and decreasing international cooperation.

The performance of the Group’s fund management and principal investment businesses is affected by various factors, including the economic environment, stock markets, and political situations in different countries. The Group can expect steady revenues from management fees in the fund management business. However, it is difficult to accurately forecast earnings from performance fees and the principal investment business and the periods to which these earnings are assigned to. As for buyout funds, the timing of selling shares that funds have invested in, once they reach the performance fee stage, will significantly affect the Group’s earnings during a specific period.

In 2025, we forecast consolidated operating revenue of 6,400 to 9,100 million yen (up 15.0 to 63.5% year on year), operating gross profit of 6,300 to 9,000 million yen (up 39.2 to 98.8%), operating profit of 2,300 to 3,900 million yen (up 135.8 to 299.9%), ordinary profit of 2,300 to 3,900 million yen (up 98.8 to 237.2%), and profit attributable to owners of parent of 1,500 to 2,500 million yen (up 196.6 to 394.3%).

These forecasts are based on assumptions judged to be valid and information currently available to Mercuria Holdings' management. Actual results may differ from the forecasts for a number of reasons.

(2) Analysis of Financial Position

Assets, Liabilities and Net Assets

Total assets at the end of 2024 increased by 1,398 million yen from the end of 2023 to 21,053 million yen. This chiefly reflected an increase in operational investment securities of 1,402 million yen, due mainly to the payment of capital commitments to Buyout Fund II and Mercuria Supply Chain Investment Limited Partnership and to the effects of market value evaluation related to securities held.

Total liabilities increased by 742 million yen from the end of 2023 to 2,157 million yen. This was mainly due to increases of 258 million yen in accounts payable-other, 67 million yen in accrued expenses, 261 million yen in income taxes payable and 81 million yen in deferred tax liabilities.

Net assets totaled 18,896 million yen, an increase of 655 million yen from the end of 2023. This mainly reflected increases of 426 million yen in foreign currency translation adjustment and 241 million yen in non-controlling interests.

(3) Basic Policy for Profit Distribution, and Dividends in the Current and Next Fiscal Years

Distributing earnings to shareholders is one of our highest priorities. The basic policy is to consistently distribute earnings to shareholders in a manner that reflects results of operations while taking into consideration the current financial position, business performance and status of business operations and retaining earnings as needed.

We plan to pay a dividend of 22 yen per share for 2024 and 22 yen per share for 2025 in accordance with this basic policy.

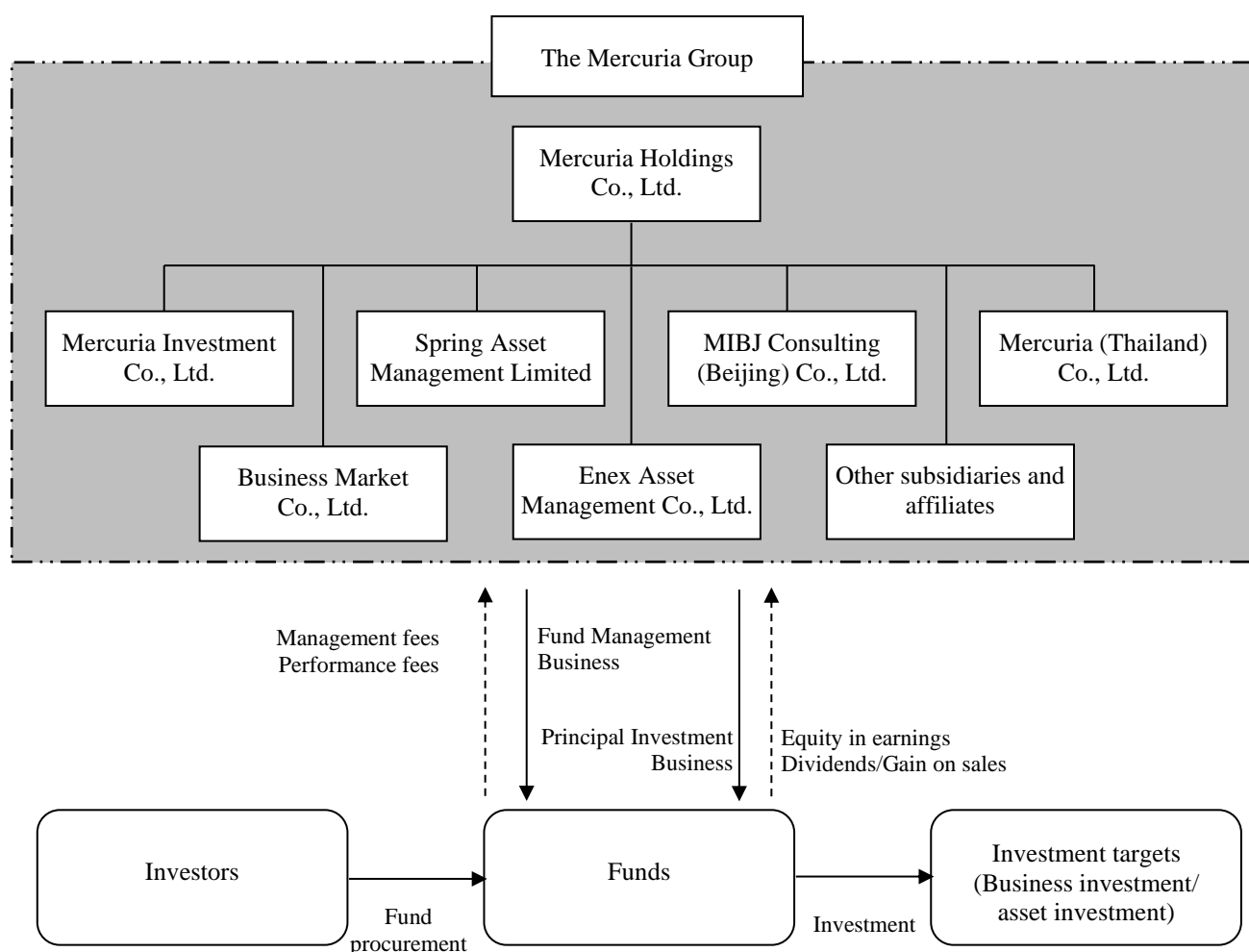
2. Corporate Group

On July 1, 2021, Mercuria Holdings Co., Ltd. was established as the parent company and sole shareholder of Mercuria Investment Co., Ltd. by transferring all shares of Mercuria Investment to the new holding company. In its role as a holding company, Mercuria Holdings performs the management and administration of group companies as well as other related functions. The business activities of the Mercuria Group are as follows.

The Mercuria Group consists of Mercuria Holdings, 12 consolidated subsidiaries, 21 non-consolidated subsidiaries, two equity-method affiliates, and 13 affiliates not accounted for using the equity method.

Group companies operate a fund management business, which manages investment partnerships and other types of funds in which investors in Japan and other countries make contributions, and a principal investment business for investments of the Mercuria Group.

A flowchart of the Mercuria Group's business operations is as follows.



3. Basic Approach for the Selection of Accounting Standards

The Mercuria Group will continue to prepare consolidated financial statements using the generally accepted accounting principles in Japan for the time being to permit comparisons with prior years and with the financial data of other companies. We will take suitable actions with regard to the application of International Financial Reporting Standards by taking into account associated factors in Japan and other countries.

4. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheet

	(Thousands of yen)	
	2023 (As of Dec. 31, 2023)	2024 (As of Dec. 31, 2024)
Assets		
Current assets		
Cash and deposits	3,003,153	3,365,405
Trade accounts receivable	713,190	740,844
Operational investment securities	13,699,185	15,101,963
Operating loans	680,134	868,326
Advances paid	262,058	72,760
Other	393,547	100,867
Total current assets	18,751,265	20,250,164
Non-current assets		
Property, plant and equipment		
Buildings, net	168,939	118,501
Tools, furniture and fixtures, net	20,986	17,751
Total property, plant and equipment	189,926	136,252
Intangible assets		
Software	1,607	768
Total intangible assets	1,607	768
Investments and other assets		
Investment securities	243,084	272,461
Leasehold and guarantee deposits	98,831	96,477
Deferred tax assets	357,751	283,933
Other	12,887	13,322
Total investments and other assets	712,553	666,194
Total non-current assets	904,085	803,213
Total assets	19,655,351	21,053,377
Liabilities		
Current liabilities		
Accounts payable-other	50,754	309,067
Accrued expenses	478,985	546,984
Accrued consumption taxes	61,986	102,813
Income taxes payable	94,352	355,620
Unearned revenue	-	4,016
Other	68,603	91,509
Total current liabilities	754,680	1,410,010
Non-current liabilities		
Provision for retirement benefits for directors (and other officers)	102,000	102,000
Provision for share-based remuneration for directors (and other officers)	197,794	215,294
Provision for share-based remuneration for employees	27,500	35,000
Retirement benefit liability	174,761	216,227
Long-term accounts payable-other	70,000	70,000
Long-term deposits received	25,050	25,110
Deferred tax liabilities	-	81,701
Other	62,735	1,740
Total non-current liabilities	659,841	747,073
Total liabilities	1,414,522	2,157,083

	(Thousands of yen)	
	2023	2024
	(As of Dec. 31, 2023)	(As of Dec. 31, 2024)
Net assets		
Shareholders' equity		
Share capital	4,066,183	4,073,650
Capital surplus	4,519,452	4,422,648
Retained earnings	9,384,455	9,474,510
Treasury shares	(1,591,901)	(1,634,759)
Total shareholders' equity	16,378,188	16,336,050
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	426,288	456,090
Foreign currency translation adjustment	288,959	715,476
Total accumulated other comprehensive income	715,247	1,171,566
Share acquisition rights	72	29
Non-controlling interests	1,147,322	1,388,651
Total net assets	18,240,829	18,896,295
Total liabilities and net assets	19,655,351	21,053,377

(2) Consolidated Statements of Income and Comprehensive Income**Consolidated Statement of Income**

	(Thousands of yen)	
	2023	2024
	(Jan. 1 – Dec. 31, 2023)	(Jan. 1 – Dec. 31, 2024)
Operating revenue	5,842,006	5,565,871
Operating costs	1,808,897	1,039,303
Operating gross profit	4,033,109	4,526,568
Selling, general and administrative expenses	2,689,279	3,551,252
Operating profit	1,343,830	975,316
Non-operating income		
Interest income	34,572	15,977
Dividend income	26,137	19,071
Foreign exchange gains	74,468	129,471
Rent revenue	593	919
Share of profit of entities accounted for using equity method	63,057	24,809
Other	2,293	2,022
Total non-operating income	201,120	192,269
Non-operating expenses		
Interest expenses	6,825	4,827
Financing fees	13,500	-
Other	4,270	6,055
Total non-operating expenses	24,594	10,882
Ordinary profit	1,520,356	1,156,703
Extraordinary losses		
Loss on valuation of investment securities	19,500	-
Total extraordinary losses	19,500	-
Profit before income taxes	1,500,856	1,156,703
Income taxes-current	244,493	420,176
Income taxes-deferred	55,173	131,758
Total income taxes	299,666	551,934
Profit	1,201,190	604,769
Profit attributable to non-controlling interests	146,159	99,048
Profit attributable to owners of parent	1,055,031	505,721

Consolidated Statement of Comprehensive Income

	(Thousands of yen)	
	2023	2024
	(Jan. 1 – Dec. 31, 2023)	(Jan. 1 – Dec. 31, 2024)
Profit	1,201,190	604,769
Other comprehensive income		
Valuation difference on available-for-sale securities	315,014	29,802
Foreign currency translation adjustment	224,814	542,374
Share of other comprehensive income of entities accounted for using equity method	(23,887)	(1,176)
Total other comprehensive income	515,941	571,000
Comprehensive income	1,717,130	1,175,769
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,520,938	962,040
Comprehensive income attributable to non-controlling interests	196,192	213,729

(3) Consolidated Statement of Changes in Equity

2023 (Jan. 1 – Dec. 31, 2023)

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,063,577	4,516,845	8,863,183	(1,065,271)	16,378,334
Changes during period					
Issuance of new shares	2,607	2,607			5,213
Dividends of surplus			(410,020)		(410,020)
Profit attributable to owners of parent			1,055,031		1,055,031
Purchase of treasury shares				(526,630)	(526,630)
Increase (decrease) from restructuring					-
Change in scope of consolidation			(1,414)		(1,414)
Change in scope of equity method			(122,326)		(122,326)
Net changes in items other than shareholders' equity					-
Total changes during period	2,607	2,607	521,271	(526,630)	(146)
Balance at end of period	4,066,183	4,519,452	9,384,455	(1,591,901)	16,378,188

	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	111,274	138,065	249,340	83	914,330	17,542,086
Changes during period						
Issuance of new shares						5,213
Dividends of surplus						(410,020)
Profit attributable to owners of parent						1,055,031
Purchase of treasury shares						(526,630)
Increase (decrease) from restructuring						-
Change in scope of consolidation						(1,414)
Change in scope of equity method						(122,326)
Net changes in items other than shareholders' equity	315,014	150,893	465,907	(11)	232,992	698,888
Total changes during period	315,014	150,893	465,907	(11)	232,992	698,743
Balance at end of period	426,288	288,959	715,247	72	1,147,322	18,240,829

2024 (Jan. 1 – Dec. 31, 2024)

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,066,183	4,519,452	9,384,455	(1,591,901)	16,378,188
Changes during period					
Issuance of new shares	7,467	7,467			14,933
Dividends of surplus			(415,665)		(415,665)
Profit attributable to owners of parent			505,721		505,721
Purchase of treasury shares				(42,858)	(42,858)
Increase (decrease) from restructuring		(104,270)			(104,270)
Change in scope of consolidation					-
Change in scope of equity method					-
Net changes in items other than shareholders' equity					-
Total changes during period	7,467	(96,804)	90,056	(42,858)	(42,139)
Balance at end of period	4,073,650	4,422,648	9,474,510	(1,634,759)	16,336,050

	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	426,288	288,959	715,247	72	1,147,322	18,240,829
Changes during period						
Issuance of new shares						14,933
Dividends of surplus						(415,665)
Profit attributable to owners of parent						505,721
Purchase of treasury shares						(42,858)
Increase (decrease) from restructuring						(104,270)
Change in scope of consolidation						-
Change in scope of equity method						-
Net changes in items other than shareholders' equity	29,802	426,517	456,319	(43)	241,329	697,605
Total changes during period	29,802	426,517	456,319	(43)	241,329	655,466
Balance at end of period	456,090	715,476	1,171,566	29	1,388,651	18,896,295

(4) Consolidated Statement of Cash Flows

	(Thousands of yen)	
	2023	2024
	(Jan. 1 – Dec. 31, 2023)	(Jan. 1 – Dec. 31, 2024)
Cash flows from operating activities		
Profit before income taxes	1,500,856	1,156,703
Depreciation	70,871	80,211
Financing fees	13,500	-
Increase (decrease) in provision for bonuses	(36,650)	(8,676)
Increase (decrease) in provision for share-based remuneration for directors (and other officers)	17,500	17,500
Increase (decrease) in provision for share-based remuneration for employees	7,500	7,500
Increase (decrease) in retirement benefit liability	14,266	40,462
Interest and dividend income	(60,709)	(35,048)
Interest expenses	6,825	4,827
Commission expenses	2,317	-
Foreign exchange losses (gains)	(9,138)	(13,459)
Share of (profit) loss of entities accounted for using equity method	(63,057)	(24,809)
Loss on retirement of non-current assets	1,491	-
Loss (gain) on valuation of investment securities	19,500	-
Decrease (increase) in trade receivables	(81,713)	26,014
Decrease (increase) in operational investment securities	335,711	(966,235)
Decrease (increase) in operating loans receivable	(121,803)	(177,536)
Decrease (increase) in other current assets	182,393	229,812
Increase (decrease) in other current liabilities	65,701	380,595
Increase (decrease) in other non-current liabilities	(32,798)	(68,648)
Subtotal	1,832,561	649,213
Interest and dividends received	64,699	34,806
Interest paid	(7,159)	(4,827)
Income taxes paid	(648,049)	(23,638)
Net cash provided by (used in) operating activities	1,242,052	655,554
Cash flows from investing activities		
Proceeds from withdrawal of restricted deposits	70,000	-
Purchase of property, plant and equipment	(51,330)	(2,597)
Purchase of intangible assets	(841)	-
Payments of leasehold and guarantee deposits	(21,440)	(2,626)
Purchase of investment securities	(14,402)	(4,568)
Proceeds from sale of investment securities	0	-
Loan advances to subsidiaries and associates	(4,140)	-
Proceeds from collection of loan advances to subsidiaries and associates	520,000	-
Net cash provided by (used in) investing activities	497,847	(9,792)

	(Thousands of yen)	
	2023	2024
	(Jan. 1 – Dec. 31, 2023)	(Jan. 1 – Dec. 31, 2024)
Cash flows from financing activities		
Repayments of short-term borrowings	(100,000)	-
Repayments of long-term borrowings	(743,500)	-
Proceeds from issuance of shares	5,203	14,890
Dividends paid	(410,020)	(415,665)
Purchase of treasury shares	(528,948)	(42,858)
Proceeds from share issuance to non-controlling shareholders	36,800	27,600
Net cash provided by (used in) financing activities	(1,740,465)	(416,032)
Effect of exchange rate change on cash and cash equivalents	61,656	132,522
Net increase (decrease) in cash and cash equivalents	61,090	362,252
Cash and cash equivalents at beginning of period	2,943,477	3,003,153
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(1,414)	-
Cash and cash equivalents at end of period	3,003,153	3,365,405

(5) Notes to Consolidated Financial Statements**Going Concern Assumption**

Not applicable.

Changes in Consolidated Subsidiaries during the Period

Cross-border Investment & Consulting Holding has been included in the scope of consolidation because Mercuria Holdings has invested in and newly established this company in 2024.

Segment and Other Information

Segment Information

There is no segment information because the Mercuria Group operates only in the investment operations business segment.

Per-share Information

	(Yen)	
	2023 (Jan. 1 – Dec. 31, 2023)	2024 (Jan. 1 – Dec. 31, 2024)
Net assets per share	883.56	904.87
Net income per share	53.99	26.15
Diluted net income per share	53.85	26.12

Notes: 1. Basis for the calculation of net income per share and diluted net income per share is as follows:

2. Mercuria Holdings' stock remaining in the trust (447,456 shares in 2023 and 495,256 shares in 2024) is included in treasury shares in shareholders' equity and deducted from the number of shares outstanding at the end of the period that is used to calculate net assets per share.

Moreover, the shares (447,456 shares in 2023 and 463,776 shares in 2024) are included in treasury shares deducted from the number of shares used to calculate the average number of shares outstanding during the period that is used to calculate net income per share and diluted net income per share.

	2023 (Jan. 1 – Dec. 31, 2023)	2024 (Jan. 1 – Dec. 31, 2024)
Net income per share		
Profit attributable to owners of parent (Thousands of yen)	1,055,031	505,721
Amount not attributable to common shareholders (Thousands of yen)	-	-
Profit attributable to owners of parent applicable to common stock (Thousands of yen)	1,055,031	505,721
Average number of common stock outstanding during the period (Shares)	19,541,255	19,337,422
Diluted net income per share		
Adjustment to profit attributable to owners of parent (Thousands of yen)	-	-
Increase in number of common stock (Shares)	50,408	22,999
[of which share acquisition rights (Shares)]	50,408	22,999
Summary of potentially dilutive shares not included in the calculation of diluted net income per share due to their anti- dilutive effect	-	-

Subsequent Events

Not applicable.

The above is an English translation of “Kessan Tanshin” (in Japanese, including attachments) provided for information purpose only. The original Japanese version was released through our website (<https://www.mercuria.jp>). If any discrepancy is identified between this translation and the Japanese original, the Japanese original shall prevail.