

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 9, 2024

Company name: ENOMOTO Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 6928 URL <https://www.enomoto.co.jp/>
 Representative: President Homare Shiratori
 Inquiries: Operating Officer of Administration Group Tsutomu Takei TEL 0554-62-5111
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2024	6,506	1.2	104	(21.2)	135	(16.5)	47	(51.4)
Three months ended June 30, 2023	6,426	(11.3)	132	(75.3)	162	(74.5)	96	(77.5)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	7.04		7.01	
Three months ended June 30, 2023	14.52		14.48	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	33,239	21,515	64.7
As of March 31, 2024	32,371	20,977	64.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	35.00	–	35.00	70.00
Year ending March 31, 2025	–				
Year ending March 31, 2025 (Forecast)		35.00	–	36.00	71.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	25,500	1.0	600	274.4	600	105.5	450	271.0	67.38

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - Changes in accounting policies due to other reasons: No
 - Changes in accounting estimates: No
 - Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2024	6,865,360 shares	As of March 31, 2024	6,865,360 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	165,550 shares	As of March 31, 2024	186,750 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	6,694,964 shares	Three months ended June 30, 2023	6,678,690 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	5,032,349	5,054,778
Notes and accounts receivable - trade, and contract assets	6,301,883	6,571,983
Merchandise and finished goods	1,319,598	1,466,446
Work in process	1,742,997	1,953,438
Raw materials and supplies	1,948,793	2,161,961
Accounts receivable - other	351,877	211,841
Other	439,524	313,175
Allowance for doubtful accounts	(3,407)	(3,649)
Total current assets	17,133,617	17,729,976
Non-current assets		
Property, plant and equipment		
Buildings and structures	11,080,788	11,289,770
Accumulated depreciation and impairment	(6,446,602)	(6,618,827)
Buildings and structures, net	4,634,185	4,670,942
Machinery, equipment and vehicles	16,203,612	16,708,315
Accumulated depreciation and impairment	(11,226,474)	(11,651,670)
Machinery, equipment and vehicles, net	4,977,138	5,056,644
Tools, furniture and fixtures	4,150,674	4,473,949
Accumulated depreciation and impairment	(3,470,409)	(3,606,637)
Tools, furniture and fixtures, net	680,264	867,311
Land	2,875,567	2,875,567
Construction in progress	409,323	341,753
Total property, plant and equipment	13,576,479	13,812,219
Intangible assets	574,038	574,817
Investments and other assets		
Investment securities	511,598	524,123
Retirement benefit asset	340,919	336,735
Deferred tax assets	19,192	41,273
Other	243,535	248,159
Allowance for doubtful accounts	(28,050)	(28,050)
Total investments and other assets	1,087,197	1,122,241
Total non-current assets	15,237,715	15,509,277
Total assets	32,371,333	33,239,254

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,198,950	5,491,369
Short-term borrowings	1,572,018	1,547,019
Income taxes payable	72,693	87,184
Provision for bonuses	330,000	168,000
Other	1,355,522	1,607,287
Total current liabilities	8,529,184	8,900,860
Non-current liabilities		
Long-term borrowings	1,536,000	1,449,000
Deferred tax liabilities	150,597	184,701
Retirement benefit liability	309,035	335,729
Provision for retirement benefits for directors (and other officers)	67,792	67,792
Provision for share awards for directors (and other officers)	172,101	150,532
Deferred tax liabilities for land revaluation	269,710	269,710
Other	359,173	365,462
Total non-current liabilities	2,864,410	2,822,927
Total liabilities	11,393,595	11,723,788
Net assets		
Shareholders' equity		
Share capital	4,749,333	4,749,333
Capital surplus	5,082,571	5,082,571
Retained earnings	9,181,017	8,989,877
Treasury shares	(244,331)	(215,966)
Total shareholders' equity	18,768,590	18,605,814
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	22,556	32,269
Revaluation reserve for land	(397,291)	(397,291)
Foreign currency translation adjustment	2,383,975	3,076,875
Remeasurements of defined benefit plans	184,797	182,688
Total accumulated other comprehensive income	2,194,037	2,894,541
Share acquisition rights	15,109	15,109
Total net assets	20,977,737	21,515,465
Total liabilities and net assets	32,371,333	33,239,254

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	6,426,910	6,506,307
Cost of sales	5,704,423	5,756,751
Gross profit	722,487	749,556
Selling, general and administrative expenses	590,040	645,170
Operating profit	132,446	104,386
Non-operating income		
Interest income	7,257	22,227
Dividend income	18	13
Rental income	7,612	7,712
Foreign exchange gains	12,362	5,102
Other	13,847	7,263
Total non-operating income	41,097	42,319
Non-operating expenses		
Interest expenses	7,739	7,957
Taxes and dues	1,549	1,295
Depreciation	1,789	1,439
Other	19	314
Total non-operating expenses	11,097	11,006
Ordinary profit	162,446	135,699
Extraordinary income		
Gain on sale of non-current assets	3,179	1,024
Total extraordinary income	3,179	1,024
Extraordinary losses		
Loss on sale of non-current assets	729	9
Loss on retirement of non-current assets	2,745	19,853
Total extraordinary losses	3,474	19,863
Profit before income taxes	162,151	116,860
Income taxes - current	58,958	57,409
Income taxes - deferred	6,202	12,346
Total income taxes	65,161	69,755
Profit	96,989	47,104
Profit attributable to owners of parent	96,989	47,104

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	96,989	47,104
Other comprehensive income		
Valuation difference on available-for-sale securities	7,414	9,713
Foreign currency translation adjustment	53,155	692,899
Remeasurements of defined benefit plans, net of tax	580	(2,108)
Total other comprehensive income	61,150	700,504
Comprehensive income	158,140	747,608
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	158,140	747,608
Comprehensive income attributable to non-controlling interests	–	–