

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 8, 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 file Semi-annual Securities Report: November 14, 2024  
 Scheduled date to commence dividend payments: December 2, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 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	%
Six months ended September 30, 2024	13,419	3.1	358	161.1	364	91.6	270	208.7
Six months ended September 30, 2023	13,020	(11.1)	137	(85.4)	190	(83.1)	87	(88.8)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	40.45		40.36	
Six months ended September 30, 2023	13.10		13.06	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	35,194	22,354	63.5
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				
Year ended March 31, 2024	–	35.00	–	35.00	70.00
Year ending March 31, 2025	–	35.00			
Year ending March 31, 2025 (Forecast)			–	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	67.64

4. Notes

- (1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No
- (2) Application of special accounting methods for preparing semi-annual 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 September 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 September 30, 2024	273,290 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)

Six months ended September 30, 2024	6,678,816 shares	Six months ended September 30, 2023	6,678,680 shares
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**Semi-annual consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	5,032,349	5,252,404
Notes and accounts receivable - trade, and contract assets	6,301,883	6,961,551
Merchandise and finished goods	1,319,598	1,607,831
Work in process	1,742,997	2,216,684
Raw materials and supplies	1,948,793	2,437,091
Accounts receivable - other	351,877	384,735
Other	439,524	615,262
Allowance for doubtful accounts	(3,407)	(3,825)
<b>Total current assets</b>	<b>17,133,617</b>	<b>19,471,734</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	11,080,788	11,525,230
Accumulated depreciation and impairment	(6,446,602)	(6,814,057)
Buildings and structures, net	4,634,185	4,711,172
Machinery, equipment and vehicles	16,203,612	17,397,172
Accumulated depreciation and impairment	(11,226,474)	(12,171,500)
Machinery, equipment and vehicles, net	4,977,138	5,225,672
Tools, furniture and fixtures	4,150,674	4,600,667
Accumulated depreciation and impairment	(3,470,409)	(3,802,699)
Tools, furniture and fixtures, net	680,264	797,967
Land	2,875,567	2,875,567
Construction in progress	409,323	397,093
<b>Total property, plant and equipment</b>	<b>13,576,479</b>	<b>14,007,474</b>
Intangible assets	574,038	576,812
<b>Investments and other assets</b>		
Investment securities	511,598	527,845
Retirement benefit asset	340,919	332,883
Deferred tax assets	19,192	53,984
Other	243,535	251,984
Allowance for doubtful accounts	(28,050)	(28,050)
<b>Total investments and other assets</b>	<b>1,087,197</b>	<b>1,138,647</b>
<b>Total non-current assets</b>	<b>15,237,715</b>	<b>15,722,934</b>
<b>Total assets</b>	<b>32,371,333</b>	<b>35,194,668</b>

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	5,198,950	6,427,090
Short-term borrowings	1,572,018	1,848,000
Income taxes payable	72,693	95,928
Provision for bonuses	330,000	336,000
Other	1,355,522	1,428,667
<b>Total current liabilities</b>	<b>8,529,184</b>	<b>10,135,686</b>
<b>Non-current liabilities</b>		
Long-term borrowings	1,536,000	1,362,000
Deferred tax liabilities	150,597	143,340
Retirement benefit liability	309,035	365,697
Provision for retirement benefits for directors (and other officers)	67,792	67,792
Provision for share awards for directors (and other officers)	172,101	132,384
Deferred tax liabilities for land revaluation	269,710	269,710
Other	359,173	363,258
<b>Total non-current liabilities</b>	<b>2,864,410</b>	<b>2,704,183</b>
<b>Total liabilities</b>	<b>11,393,595</b>	<b>12,839,870</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	4,749,333	4,749,333
Capital surplus	5,082,571	5,080,763
Retained earnings	9,181,017	9,212,960
Treasury shares	(244,331)	(372,308)
<b>Total shareholders' equity</b>	<b>18,768,590</b>	<b>18,670,748</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	22,556	34,084
Revaluation reserve for land	(397,291)	(397,291)
Foreign currency translation adjustment	2,383,975	3,854,168
Remeasurements of defined benefit plans	184,797	180,793
<b>Total accumulated other comprehensive income</b>	<b>2,194,037</b>	<b>3,671,754</b>
Share acquisition rights	15,109	12,295
<b>Total net assets</b>	<b>20,977,737</b>	<b>22,354,798</b>
<b>Total liabilities and net assets</b>	<b>32,371,333</b>	<b>35,194,668</b>

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

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	13,020,629	13,419,058
Cost of sales	11,655,632	11,767,376
Gross profit	1,364,997	1,651,682
Selling, general and administrative expenses	1,227,855	1,293,659
Operating profit	137,141	358,022
Non-operating income		
Interest income	17,436	44,263
Dividend income	1,676	1,347
Rental income	15,605	15,355
Foreign exchange gains	29,254	–
Other	24,517	24,640
Total non-operating income	88,489	85,606
Non-operating expenses		
Interest expenses	16,161	16,144
Foreign exchange losses	–	56,025
Taxes and dues	3,091	2,582
Depreciation	3,493	2,746
Commission expenses	12,243	–
Other	572	1,991
Total non-operating expenses	35,563	79,490
Ordinary profit	190,067	364,138
Extraordinary income		
Gain on sale of non-current assets	7,556	4,596
National subsidies	81,605	–
Total extraordinary income	89,161	4,596
Extraordinary losses		
Loss on sale of non-current assets	4,004	10,229
Loss on retirement of non-current assets	10,082	19,899
Loss on tax purpose reduction entry of non-current assets	81,605	–
Total extraordinary losses	95,691	30,129
Profit before income taxes	183,537	338,604
Income taxes - current	103,092	105,687
Income taxes - deferred	(7,072)	(37,270)
Total income taxes	96,020	68,417
Profit	87,517	270,187
Profit attributable to owners of parent	87,517	270,187

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	87,517	270,187
Other comprehensive income		
Valuation difference on available-for-sale securities	154	11,528
Foreign currency translation adjustment	775,927	1,470,192
Remeasurements of defined benefit plans, net of tax	4,729	(4,003)
Total other comprehensive income	780,812	1,477,716
Comprehensive income	868,329	1,747,904
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	868,329	1,747,904
Comprehensive income attributable to non-controlling interests	—	—

## Consolidated statements of cash flows

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	183,537	338,604
Depreciation	968,632	1,138,508
Increase (decrease) in retirement benefit liability	15,446	13,652
Decrease (increase) in retirement benefit asset	16,708	9,631
Increase (decrease) in provision for share awards for directors (and other officers)	13,671	13,321
Interest and dividend income	(19,112)	(45,611)
Interest expenses	16,161	16,144
Decrease (increase) in trade receivables	1,629,007	(282,861)
Decrease (increase) in inventories	578,347	(916,065)
Increase (decrease) in trade payables	(1,985,193)	1,005,927
Other, net	(547,872)	(341,217)
Subtotal	869,335	950,036
Interest and dividends received	19,112	47,040
Interest paid	(15,305)	(17,255)
Income taxes refund (paid)	24,512	(95,570)
Net cash provided by (used in) operating activities	897,654	884,251
Cash flows from investing activities		
Purchase of property, plant and equipment	(764,454)	(773,837)
Proceeds from sale of property, plant and equipment	12,364	4,289
Purchase of intangible assets	(59,809)	(20,528)
Proceeds from sale and redemption of investment securities	–	1,352
Purchase of investment securities	(1,404)	(1,129)
Decrease (increase) in investments and other assets	(5,362)	(4,394)
Subsidies received	100,000	–
Other, net	(2,637)	(950)
Net cash provided by (used in) investing activities	(721,303)	(795,199)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	200,000	350,000
Repayments of long-term borrowings	(199,998)	(248,018)
Repayments of finance lease liabilities	(30,162)	(29,307)
Purchase of treasury shares	(141)	(185,718)
Dividends paid	(204,214)	(238,245)
Net cash provided by (used in) financing activities	(234,517)	(351,289)
Effect of exchange rate change on cash and cash equivalents	193,206	482,292
Net increase (decrease) in cash and cash equivalents	135,040	220,054
Cash and cash equivalents at beginning of period	4,041,219	5,032,349
Cash and cash equivalents at end of period	4,176,259	5,252,404