

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

July 31, 2023

Company name: ENOMOTO Co.,Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 6928 URL <https://www.enomoto.co.jp/>  
 Representative: President Nobuyuki Takeuchi  
 Inquiries: Operating Officer of Administration Group Tsutomu Takei TEL 0554-62-5111  
 Scheduled date to file Quarterly Securities Report: August 4, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(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, 2023	6,426	(11.3)	132	(75.3)	162	(74.5)	96	(77.5)
Three months ended June 30, 2022	7,243	5.5	536	(16.6)	638	(0.3)	431	(10.5)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	14.52	14.48
Three months ended June 30, 2022	64.66	64.47

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	32,842	20,548	62.5
As of March 31, 2023	34,039	20,594	60.5

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, 2023	–	30.00	–	30.00	60.00
Year ending March 31, 2024	–				
Year ending March 31, 2024 (Forecast)		35.00	–	35.00	70.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	29,000	(0.9)	1,700	8.9	1,700	(5.9)	1,250	(1.5)	187.16

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): 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: No
- 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, 2023	6,865,360 shares	As of March 31, 2023	6,865,360 shares
---------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of June 30, 2023	186,670 shares	As of March 31, 2023	186,610 shares
---------------------	----------------	----------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	6,678,690 shares	Three months ended June 30, 2022	6,676,150 shares
----------------------------------	------------------	----------------------------------	------------------

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	4,041,219	3,801,151
Notes and accounts receivable - trade, and contract assets	8,617,216	7,797,223
Merchandise and finished goods	1,739,539	1,783,275
Work in process	1,590,892	1,651,635
Raw materials and supplies	2,390,297	2,320,007
Accounts receivable - other	515,409	220,620
Other	159,976	292,112
Allowance for doubtful accounts	(3,512)	(3,589)
<b>Total current assets</b>	<b>19,051,037</b>	<b>17,862,436</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	10,695,758	10,730,500
Accumulated depreciation and impairment	(6,036,942)	(6,135,552)
Buildings and structures, net	4,658,816	4,594,948
Machinery, equipment and vehicles	15,823,829	15,756,016
Accumulated depreciation and impairment	(11,092,816)	(11,080,898)
Machinery, equipment and vehicles, net	4,731,013	4,675,117
Tools, furniture and fixtures	4,100,324	4,030,893
Accumulated depreciation and impairment	(3,557,090)	(3,478,595)
Tools, furniture and fixtures, net	543,234	552,297
Land	2,850,782	2,850,782
Construction in progress	717,307	771,323
<b>Total property, plant and equipment</b>	<b>13,501,153</b>	<b>13,444,471</b>
Intangible assets	588,946	620,532
<b>Investments and other assets</b>		
Investment securities	519,973	530,566
Retirement benefit asset	160,658	156,231
Deferred tax assets	17,363	25,085
Other	228,244	230,982
Allowance for doubtful accounts	(28,050)	(28,050)
<b>Total investments and other assets</b>	<b>898,190</b>	<b>914,816</b>
<b>Total non-current assets</b>	<b>14,988,290</b>	<b>14,979,820</b>
<b>Total assets</b>	<b>34,039,328</b>	<b>32,842,257</b>

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	6,933,832	5,832,435
Short-term borrowings	1,197,996	1,447,996
Income taxes payable	16,680	34,585
Provision for bonuses	340,000	162,000
Other	1,687,634	1,623,282
<b>Total current liabilities</b>	<b>10,176,143</b>	<b>9,100,299</b>
<b>Non-current liabilities</b>		
Long-term borrowings	1,934,018	1,822,019
Deferred tax liabilities	240,336	257,187
Retirement benefit liability	254,450	268,331
Provision for retirement benefits for directors (and other officers)	67,792	67,792
Provision for share awards for directors (and other officers)	144,590	151,414
Deferred tax liabilities for land revaluation	269,710	269,710
Other	357,461	356,858
<b>Total non-current liabilities</b>	<b>3,268,359</b>	<b>3,193,312</b>
<b>Total liabilities</b>	<b>13,444,503</b>	<b>12,293,612</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	4,749,333	4,749,333
Capital surplus	5,082,571	5,082,571
Retained earnings	9,502,195	9,394,970
Treasury shares	(244,093)	(244,199)
<b>Total shareholders' equity</b>	<b>19,090,006</b>	<b>18,982,675</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	30,183	37,598
Revaluation reserve for land	(397,291)	(397,291)
Foreign currency translation adjustment	1,783,533	1,836,688
Remeasurements of defined benefit plans	73,283	73,864
<b>Total accumulated other comprehensive income</b>	<b>1,489,709</b>	<b>1,550,860</b>
Share acquisition rights	15,109	15,109
<b>Total net assets</b>	<b>20,594,825</b>	<b>20,548,644</b>
<b>Total liabilities and net assets</b>	<b>34,039,328</b>	<b>32,842,257</b>

**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, 2022	Three months ended June 30, 2023
Net sales	7,243,930	6,426,910
Cost of sales	6,088,017	5,704,423
Gross profit	1,155,912	722,487
Selling, general and administrative expenses	619,319	590,040
Operating profit	536,593	132,446
Non-operating income		
Interest income	389	7,257
Dividend income	36	18
Rental income	7,612	7,612
Foreign exchange gains	84,779	12,362
Other	16,208	13,847
Total non-operating income	109,026	41,097
Non-operating expenses		
Interest expenses	3,704	7,739
Taxes and dues	1,501	1,549
Depreciation	1,946	1,789
Other	395	19
Total non-operating expenses	7,548	11,097
Ordinary profit	638,071	162,446
Extraordinary income		
Gain on sale of non-current assets	74	3,179
Total extraordinary income	74	3,179
Extraordinary losses		
Loss on sale of non-current assets	3,207	729
Loss on retirement of non-current assets	3,717	2,745
Total extraordinary losses	6,924	3,474
Profit before income taxes	631,221	162,151
Income taxes - current	55,684	58,958
Income taxes - deferred	143,830	6,202
Total income taxes	199,515	65,161
Profit	431,706	96,989
Profit attributable to owners of parent	431,706	96,989

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

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	431,706	96,989
Other comprehensive income		
Valuation difference on available-for-sale securities	618	7,414
Foreign currency translation adjustment	565,554	53,155
Remeasurements of defined benefit plans, net of tax	(3,020)	580
Total other comprehensive income	563,152	61,150
Comprehensive income	994,859	158,140
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	994,859	158,140
Comprehensive income attributable to non-controlling interests	—	—