

Note: This document is a translation of a part of the original Japanese version and provided for reference purposes only. In the event of any discrepancy between the Japanese original and this English translation, the Japanese original shall prevail.

## Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

August 08, 2022

Company name: ENSHU Limited

Stock exchange listing: Tokyo

Code number: 6218

URL: <https://www.enshu.co.jp>

Representative: Haruo Yamashita

, President and Representative Director, Chief Executive Officer

Contact: Hiroya Ohno

, General Manager of Corporate Management Division

Phone: 053-447-2111

Scheduled date of filing quarterly securities report: August 09, 2022

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2022	4,842	(17.1)	(144)	-	(90)	-	(181)	-
June 30, 2021	5,837	13.9	193	(0.2)	140	(27.2)	25	(70.1)

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 127 million [ (59.5)%]  
Three months ended June 30, 2021: ¥ 314 million [ -%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	(28.86)	-
June 30, 2021	4.03	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of June 30, 2022	Million yen 31,646	Million yen 10,751	% 34.0
March 31, 2022	33,970	10,705	31.5

(Reference) Equity: As of June 30, 2022: ¥ 10,751 million  
As of March 31, 2022: ¥ 10,705 million

### 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2022	Yen -	Yen 0.00	Yen -	Yen 13.00	Yen 13.00
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		0.00	-	26.00	26.00

(Note) Revision to the forecast for dividends announced most recently: No

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	30,000	25.5	1,150	53.0	950	48.7	750	102.5	118.95

(Note) Revision to the financial results forecast announced most recently: Yes

\* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022  
(changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: Yes
  - 2) Changes in accounting policies other than 1) above: No
  - 3) Changes in accounting estimates: No
  - 4) Retrospective restatement: No
- (4) Total number of issued shares (common shares)
- 1) Total number of issued shares at the end of the period (including treasury shares):
    - June 30, 2022: 6,353,454 shares
    - March 31, 2022: 6,353,454 shares
  - 2) Total number of treasury shares at the end of the period:
    - June 30, 2022: 48,179 shares
    - March 31, 2022: 48,118 shares
  - 3) Average number of shares during the period:
    - Three months ended June 30, 2022: 6,305,304 shares
    - Three months ended June 30, 2021: 6,305,602 shares

\* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters Forward-looking statements are based on information currently available to the Company and certain assumptions deemed reasonable. Results may differ materially from the forecasts due to various factors.

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of June 30,2022
<b>Assets</b>		
Current assets		
Cash and deposits	6,660	4,599
Notes and accounts receivable - trade	3,867	2,757
Electronically recorded monetary claims - operating	2,010	676
Merchandise and finished goods	1,864	2,048
Work in process	2,941	4,514
Raw materials and supplies	1,659	1,984
Other	698	534
Allowance for doubtful accounts	(6)	(6)
Total current assets	19,696	17,108
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,599	2,602
Machinery, equipment and vehicles, net	2,849	2,867
Land	7,392	7,392
Other, net	1,039	1,207
Total property, plant and equipment	13,880	14,069
Intangible assets		
Other	121	113
Total intangible assets	121	113
Investments and other assets		
Other	256	349
Allowance for doubtful accounts	(12)	(15)
Total investments and other assets	244	333
Total non-current assets	14,247	14,516
Deferred assets	26	21
Total assets	33,970	31,646

(Million yen)

	As of March 31,2022	As of June 30,2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	2,409	2,388
Electronically recorded obligations - operating	1,519	1,848
Short-term borrowings	8,390	5,610
Income taxes payable	86	90
Provision for bonuses	450	668
Reserves for losses on liquidation of subsidiaries and affiliates	25	32
Other	1,946	2,117
Total current liabilities	14,827	12,756
Non-current liabilities		
Bonds payable	840	840
Long-term borrowings	1,985	1,657
Provision for retirement benefits for directors (and other officers)	15	-
Retirement benefit liability	3,244	3,193
Asset retirement obligations	40	40
Other	2,311	2,407
Total non-current liabilities	8,437	8,138
Total liabilities	23,264	20,895
Net assets		
Shareholders' equity		
Share capital	4,640	4,640
Retained earnings	2,839	2,575
Treasury shares	(70)	(70)
Total shareholders' equity	7,409	7,145
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2	1
Revaluation reserve for land	3,666	3,666
Foreign currency translation adjustment	475	744
Remeasurements of defined benefit plans	(848)	(806)
Total accumulated other comprehensive income	3,295	3,605
Total net assets	10,705	10,751
Total liabilities and net assets	33,970	31,646

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	5,837	4,842
Cost of sales	4,924	4,163
Gross profit	913	678
Selling, general and administrative expenses	720	823
Operating profit (loss)	193	(144)
Non-operating income		
Interest income	3	8
Dividend income	0	0
Claim income	1	1
Foreign exchange gains	-	63
Other	8	21
Total non-operating income	13	95
Non-operating expenses		
Interest expenses	54	34
Foreign exchange losses	10	-
Other	2	6
Total non-operating expenses	67	41
Ordinary profit (loss)	140	(90)
Extraordinary income		
Gain on sale of non-current assets	-	0
Total extraordinary income	-	0
Extraordinary losses		
Loss on abandonment of non-current assets	0	0
Provision of reserves for losses on liquidation of subsidiaries and affiliates	-	5
Loss on valuation of investments in capital	1	-
Total extraordinary losses	1	5
Profit (loss) before income taxes	138	(95)
Income taxes - current	88	45
Income taxes - deferred	24	40
Total income taxes	113	85
Profit (loss)	25	(181)
Profit attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	25	(181)

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit (loss)	25	(181)
Other comprehensive income		
Valuation difference on available-for-sale securities	0	(0)
Foreign currency translation adjustment	249	268
Remeasurements of defined benefit plans, net of tax	39	41
Total other comprehensive income	289	309
Comprehensive income	314	127
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	314	127
Comprehensive income attributable to non-controlling interests	-	-