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## Consolidated Financial Results for the Year Ended March 31, 2024 [Japanese GAAP]

May 14, 2024

Company name: ENSHU Limited

Stock exchange listing: Tokyo

Code number: 6218

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

Representative: Atsushi Suzuki

, President and Representative Director, Chief Executive Officer

Contact: Hiroya Ohno

, General Manager of Corporate Management Center, Executive Officer

Phone: +81-53-447-2111

Scheduled date of Annual General Meeting of Shareholders: June 26, 2024

Scheduled date of commencing dividend payments: June 27, 2024

Scheduled date of filing annual securities report: June 26, 2024

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: No

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

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

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

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2024	24,091	(2.9)	540	580.7	386	-	221	-
March 31, 2023	24,813	3.8	79	(89.4)	(39)	-	(104)	-

(Note) Comprehensive income: Fiscal year ended March 31, 2024: ¥ 538 million [ (27.2)%]  
Fiscal year ended March 31, 2023: ¥ 739 million [ (4.5)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2024	35.14	-	1.9	1.1	2.2
March 31, 2023	(16.60)	-	(0.9)	(0.1)	0.3

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2024: ¥ - million  
Fiscal year ended March 31, 2023: ¥ - million

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	33,202	11,808	35.6	1,873.08
March 31, 2023	34,168	11,362	33.3	1,802.26

(Reference) Equity: As of March 31, 2024: ¥ 11,808 million  
As of March 31, 2023: ¥ 11,362 million

#### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2024	399	(736)	(223)	4,218
March 31, 2023	(1,312)	(845)	(254)	4,493

### 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2023	-	0.00	-	13.00	13.00	81	-	0.7
March 31, 2024	-	0.00	-	13.00	13.00	81	37.0	0.7
Fiscal year ending March 31, 2025 (Forecast)	-	0.00	-	17.00	17.00		23.8	

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	27,400	13.7	840	55.4	610	58.0	450	103.1	71.38

\* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common shares)

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

March 31, 2024: 6,353,454 shares

March 31, 2023: 6,353,454 shares

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

March 31, 2024: 49,210 shares

March 31, 2023: 48,722 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2024: 6,304,560 shares

Fiscal Year ended March 31, 2023: 6,305,112 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2024	19,827	(11.1)	(273)	-	(140)	-	(140)	-
March 31, 2023	22,307	7.1	(525)	-	403	-	443	-

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
March 31, 2024	(22.23)	-
March 31, 2023	70.30	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	30,270	9,721	32.1	1,542.02
March 31, 2023	31,245	9,942	31.8	1,577.01

(Reference) Equity: As of March 31, 2024: ¥ 9,721 million

As of March 31, 2023: ¥ 9,942 million

## Consolidated Financial Statements

## Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	4,588	4,399
Notes and accounts receivable - trade	4,685	3,348
Electronically recorded monetary claims - operating	1,217	1,502
Merchandise and finished goods	3,233	2,590
Work in process	3,182	3,738
Raw materials and supplies	2,093	2,362
Other	448	208
Allowance for doubtful accounts	(7)	(7)
<b>Total current assets</b>	<b>19,442</b>	<b>18,142</b>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,544	2,608
Machinery, equipment and vehicles, net	2,989	3,495
Land	7,392	7,392
Leased assets, net	332	306
Construction in progress	241	243
Other, net	738	699
<b>Total property, plant and equipment</b>	<b>14,239</b>	<b>14,745</b>
Intangible assets		
Leased assets	34	21
Other	68	54
<b>Total intangible assets</b>	<b>103</b>	<b>76</b>
Investments and other assets		
Investment securities	115	14
Deferred tax assets	79	85
Other	158	79
Allowance for doubtful accounts	(11)	(2)
<b>Total investments and other assets</b>	<b>341</b>	<b>177</b>
<b>Total non-current assets</b>	<b>14,684</b>	<b>14,999</b>
Deferred assets	41	60
<b>Total assets</b>	<b>34,168</b>	<b>33,202</b>

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,732	1,344
Electronically recorded obligations - operating	2,125	1,747
Current portion of bonds payable	520	800
Short-term borrowings	7,924	4,835
Lease liabilities	57	54
Income taxes payable	84	81
Contract liabilities	846	322
Provision for bonuses	430	436
Reserves for losses on liquidation of subsidiaries and affiliates	13	10
Other	1,178	1,319
Total current liabilities	14,912	10,951
Non-current liabilities		
Bonds payable	1,580	2,040
Long-term borrowings	1,415	3,765
Lease liabilities	342	303
Deferred tax liabilities	197	213
Deferred tax liabilities for land revaluation	1,563	1,563
Retirement benefit liability	2,613	2,392
Asset retirement obligations	40	40
Other	140	122
Total non-current liabilities	7,893	10,441
Total liabilities	22,805	21,393
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,640	4,640
Retained earnings	2,652	2,789
Treasury shares	(70)	(71)
Total shareholders' equity	7,222	7,359
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2	3
Revaluation reserve for land	3,666	3,666
Foreign currency translation adjustment	901	1,106
Remeasurements of defined benefit plans	(429)	(327)
Total accumulated other comprehensive income	4,140	4,449
Total net assets	11,362	11,808
Total liabilities and net assets	34,168	33,202

Consolidated Statements of Income and Comprehensive Income  
Consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales	24,813	24,091
Cost of sales	21,243	20,094
Gross profit	3,569	3,996
Selling, general and administrative expenses	3,490	3,456
Operating profit	79	540
Non-operating income		
Interest income	37	37
Dividend income	0	0
Rental income	7	6
Claim income	8	8
Gain on sale of scraps	13	5
Other	55	34
Total non-operating income	121	93
Non-operating expenses		
Interest expenses	168	141
Interest expenses on bonds	4	10
Foreign exchange losses	26	25
Commission for syndicated loans	-	39
Other	40	31
Total non-operating expenses	241	248
Ordinary profit (loss)	(39)	386
Extraordinary income		
Gain on sale of non-current assets	1	1
Gain on sale of investment securities	3	15
Gain on transition of retirement benefit plan	144	-
Total extraordinary income	148	17
Extraordinary losses		
Loss on abandonment of non-current assets	1	3
Provision of reserves for losses on liquidation of subsidiaries and affiliates	1	-
Total extraordinary losses	2	3
Profit before income taxes	106	400
Income taxes - current	270	163
Income taxes - deferred	(59)	15
Total income taxes	210	178
Profit (loss)	(104)	221
Profit attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	(104)	221

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit (loss)	(104)	221
Other comprehensive income		
Valuation difference on available-for-sale securities	0	1
Foreign currency translation adjustment	425	213
Remeasurements of defined benefit plans, net of tax	418	102
Total other comprehensive income	844	316
Comprehensive income	739	538
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	739	538
Comprehensive income attributable to non-controlling interests	-	-

## Consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				Accumulated other comprehensive income					Total net assets
	Share capital	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	4,640	2,839	(70)	7,409	2	3,666	475	(848)	3,295	10,705
Changes during period										
Dividends of surplus		(81)		(81)						(81)
Profit (loss) attributable to owners of parent		(104)		(104)						(104)
Purchase of treasury shares			(0)	(0)						(0)
Net changes in items other than shareholders' equity					0	-	425	418	844	844
Total changes during period	-	(186)	(0)	(187)	0	-	425	418	844	657
Balance at end of period	4,640	2,652	(70)	7,222	2	3,666	901	(429)	4,140	11,362

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				Accumulated other comprehensive income					Total net assets
	Share capital	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	4,640	2,652	(70)	7,222	2	3,666	901	(429)	4,140	11,362
Changes during period										
Dividends of surplus		(81)		(81)						(81)
Profit (loss) attributable to owners of parent		221		221						221
Change in scope of consolidation		(2)		(2)						(2)
Purchase of treasury shares			(0)	(0)						(0)
Net changes in items other than shareholders' equity					1	-	205	102	308	308
Total changes during period	-	137	(0)	136	1	-	205	102	308	445
Balance at end of period	4,640	2,789	(71)	7,359	3	3,666	1,106	(327)	4,449	11,808

## Consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	106	400
Depreciation	1,186	1,277
Increase (decrease) in retirement benefit liability	(214)	(120)
Increase (decrease) in provision for bonuses	(20)	6
Increase (decrease) in allowance for doubtful accounts	(0)	(9)
Interest and dividend income	(37)	(38)
Interest expenses on borrowings and bonds	173	152
Foreign exchange losses (gains)	(50)	(57)
Loss on abandonment of property, plant and equipment	1	3
Decrease (increase) in trade receivables	54	1,236
Decrease (increase) in inventories	(2,361)	(870)
Increase (decrease) in trade payables	(269)	(946)
Decrease (increase) in consumption taxes refund receivable	227	228
Increase (decrease) in accrued consumption taxes	(1)	74
Increase (decrease) in contract liabilities	259	(553)
Increase (decrease) in accounts payable - other	(84)	(41)
Other, net	160	(103)
Subtotal	(871)	638
Interest and dividends received	37	38
Interest paid	(176)	(152)
Income taxes refund (paid)	(302)	(125)
Net cash provided by (used in) operating activities	(1,312)	399
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(700)	(655)
Purchase of shares of subsidiaries	(100)	-
Purchase of intangible assets	(22)	(16)
Payments into time deposits	(28)	(141)
Proceeds from withdrawal of time deposits	-	58
Other, net	4	18
Net cash provided by (used in) investing activities	(845)	(736)
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	3,585	800
Repayments of short-term borrowings	(937)	(3,767)
Proceeds from long-term borrowings	1,216	3,400
Repayments of long-term borrowings	(4,899)	(1,172)
Proceeds from issuance of bonds	1,367	1,367
Redemption of bonds	(380)	(660)
Purchase of treasury shares	(0)	(0)
Dividends paid	(81)	(81)
Other, net	(124)	(108)
Net cash provided by (used in) financing activities	(254)	(223)
Effect of exchange rate change on cash and cash equivalents	305	177
Net increase (decrease) in cash and cash equivalents	(2,106)	(383)
Cash and cash equivalents at beginning of period	6,599	4,493
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	-	108
Cash and cash equivalents at end of period	4,493	4,218