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Consolidated Financial Results for the Three Months Ended June 30, 2024 [Japanese GAAP]

August 9, 2024

Company name: ENSHU Limited

Listing: Tokyo

Securities code: 6218

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

Representative: Atsushi Suzuki

, President and Representative Director, Chief Executive Officer

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Scheduled date to commence dividend payments: -

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2024 (April 1, 2024 to June 30, 2024)

(1) Consolidated Operating Results

(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	5,437	(3.4)	(301)	-	(322)	-	(326)	-
June 30, 2023	5,629	16.3	(32)	-	(6)	-	(54)	-

(Note) Comprehensive income: Three months ended June 30, 2024: ¥ (138) million [(935.9) %]
Three months ended June 30, 2023: ¥ 16 million [(87.0) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	(51.78)	-
June 30, 2023	(8.72)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	32,377	11,587	35.8
March 31, 2024	33,202	11,808	35.6

(Reference) Equity: As of June 30, 2024: ¥ 11,587 million
As of March 31, 2024: ¥ 11,808 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	0.00	-	13.00	13.00
Fiscal year ending March 31, 2025	-				
Fiscal year ending March 31, 2025(Forecast)		0.00	-	14.00	14.00

(Note) Revision to the forecast for dividends announced most recently: Yes

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	25,700	6.7	600	11.0	380	(1.6)	300	35.4	47.59

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

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

4) Restatement: None

(4) Number of issued shares (common shares)

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

June 30, 2024: 6,353,454 shares

March 31, 2024: 6,353,454 shares

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

June 30, 2024: 49,210 shares

March 31, 2024: 49,210 shares

3) Average number of shares outstanding during the period:

Three months ended June 30, 2024: 6,304,244 shares

Three months ended June 30, 2023: 6,304,688 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes(voluntary)

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	4,399	3,772
Notes and accounts receivable - trade	3,348	2,704
Electronically recorded monetary claims - operating	1,502	1,935
Merchandise and finished goods	2,590	2,687
Work in process	3,738	3,677
Raw materials and supplies	2,362	2,298
Other	208	237
Allowance for doubtful accounts	(7)	(7)
Total current assets	18,142	17,305
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,608	2,626
Machinery, equipment and vehicles, net	3,495	3,389
Land	7,392	7,392
Other, net	1,249	1,342
Total property, plant and equipment	14,745	14,751
Intangible assets		
Other	76	66
Total intangible assets	76	66
Investments and other assets		
Other	179	199
Allowance for doubtful accounts	(2)	(2)
Total investments and other assets	177	197
Total non-current assets	14,999	15,015
Deferred assets	60	56
Total assets	33,202	32,377

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,344	1,504
Electronically recorded obligations - operating	1,747	1,528
Short-term borrowings	4,835	4,275
Income taxes payable	81	51
Provision for bonuses	436	645
Reserves for losses on liquidation of subsidiaries and affiliates	10	10
Other	2,495	2,512
Total current liabilities	10,951	10,527
Non-current liabilities		
Bonds payable	2,040	2,040
Long-term borrowings	3,765	3,577
Retirement benefit liability	2,392	2,412
Asset retirement obligations	40	40
Other	2,204	2,191
Total non-current liabilities	10,441	10,261
Total liabilities	21,393	20,789
Net assets		
Shareholders' equity		
Share capital	4,640	4,640
Retained earnings	2,789	2,381
Treasury shares	(71)	(71)
Total shareholders' equity	7,359	6,950
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3	4
Revaluation reserve for land	3,666	3,666
Foreign currency translation adjustment	1,106	1,275
Remeasurements of defined benefit plans	(327)	(308)
Total accumulated other comprehensive income	4,449	4,636
Total net assets	11,808	11,587
Total liabilities and net assets	33,202	32,377

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

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	5,629	5,437
Cost of sales	4,838	4,902
Gross profit	790	534
Selling, general and administrative expenses	822	835
Operating loss	(32)	(301)
Non-operating income		
Interest income	8	5
Dividend income	0	0
Claim income	1	2
Foreign exchange gains	48	7
Other	7	10
Total non-operating income	66	27
Non-operating expenses		
Interest expenses	32	39
Other	8	10
Total non-operating expenses	40	49
Ordinary loss	(6)	(322)
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
Total extraordinary losses	0	0
Loss before income taxes	(6)	(322)
Income taxes - current	47	17
Income taxes - deferred	0	(14)
Total income taxes	48	3
Loss	(54)	(326)
Profit attributable to non-controlling interests	-	-
Loss attributable to owners of parent	(54)	(326)

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

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Loss	(54)	(326)
Other comprehensive income		
Valuation difference on available-for-sale securities	0	0
Foreign currency translation adjustment	53	169
Remeasurements of defined benefit plans, net of tax	17	18
Total other comprehensive income	71	187
Comprehensive income	16	(138)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16	(138)
Comprehensive income attributable to non-controlling interests	-	-