

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

July 28, 2021

Company name: Enplas Corporation
 Stock exchange listing: Tokyo
 Stock code: 6961 URL <https://www.enplas.co.jp>
 Representative: President Daisuke Yokota
 Inquiries: Executive Officer Yuji Horikawa TEL 048-253-3131
 Scheduled date to file Quarterly Securities Report: August 6, 2021
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes (for institutional investors)

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

1. Consolidated financial results for the three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(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, 2021 | 8,233 | 18.5 | 872 | 130.8 | 768 | 144.7 | 452 | – |
| Three months ended June 30, 2020 | 6,947 | (16.2) | 377 | (55.7) | 313 | (60.7) | (90) | – |

| | Earnings per share | | Diluted earnings per share | |
|----------------------------------|--------------------|--|----------------------------|--|
| | Yen | | Yen | |
| Three months ended June 30, 2021 | 51.49 | | 51.19 | |
| Three months ended June 30, 2020 | (7.35) | | – | |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of June 30, 2021 | 44,878 | 38,330 | 84.1 | 4,289.40 |
| As of March 31, 2021 | 45,155 | 38,103 | 83.0 | 4,264.58 |

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, 2021 | – | 15.00 | – | 15.00 | 30.00 |
| Year ending March 31, 2022 | – | – | – | – | – |
| Year ending March 31, 2022 (Forecast) | – | 15.00 | – | 15.00 | 30.00 |

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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 |
| Six months ending September 30, 2021 | 16,000 | 14.2 | 1,500 | 113.1 | 1,400 | 164.0 | 980 | 655.2 | 111.49 |
| Full year | 32,500 | 10.4 | 3,200 | 50.9 | 3,000 | 57.4 | 2,100 | 134.9 | 238.90 |

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021
 (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: | 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 June 30, 2021 | 13,232,897 shares | As of March 31, 2021 | 13,232,897 shares |
|---------------------|-------------------|----------------------|-------------------|

Number of treasury shares at the end of the period

| | | | |
|---------------------|------------------|----------------------|------------------|
| As of June 30, 2021 | 4,436,300 shares | As of March 31, 2021 | 4,442,500 shares |
|---------------------|------------------|----------------------|------------------|

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

| | | | |
|----------------------------------|------------------|----------------------------------|-------------------|
| Three months ended June 30, 2021 | 8,793,722 shares | Three months ended June 30, 2020 | 12,310,126 shares |
|----------------------------------|------------------|----------------------------------|-------------------|

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2021 | As of June 30, 2021 |
|--|----------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 13,755 | 14,651 |
| Notes and accounts receivable - trade | 7,575 | 7,227 |
| Finished goods | 903 | 988 |
| Work in process | 830 | 823 |
| Raw materials and supplies | 1,754 | 1,794 |
| Consumption taxes receivable | 749 | 208 |
| Income taxes receivable | 238 | 208 |
| Other | 863 | 892 |
| Allowance for doubtful accounts | (11) | (8) |
| Total current assets | 26,660 | 26,786 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 2,810 | 2,786 |
| Machinery, equipment and vehicles, net | 1,876 | 1,856 |
| Tools, furniture and fixtures, net | 1,410 | 1,195 |
| Land | 6,792 | 6,792 |
| Right-of-use assets, net | 733 | 880 |
| Construction in progress | 713 | 587 |
| Total property, plant and equipment | 14,336 | 14,098 |
| Intangible assets | | |
| Software | 269 | 257 |
| Goodwill | 172 | 158 |
| Other | 208 | 177 |
| Total intangible assets | 649 | 594 |
| Investments and other assets | 3,509 | 3,399 |
| Total non-current assets | 18,495 | 18,091 |
| Total assets | 45,155 | 44,878 |

(Millions of yen)

| | As of March 31, 2021 | As of June 30, 2021 |
|--|----------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Accounts payable - trade | 1,297 | 1,325 |
| Short-term borrowings | 1,500 | 1,500 |
| Lease obligations | 160 | 204 |
| Accounts payable - other | 1,331 | 681 |
| Accrued expenses | 536 | 499 |
| Income taxes payable | 315 | 261 |
| Provision for bonuses | 520 | 323 |
| Provision for loss on sublease | 15 | 16 |
| Provision for bonuses for directors (and other officers) | 32 | 13 |
| Other | 403 | 640 |
| Total current liabilities | 6,114 | 5,466 |
| Non-current liabilities | | |
| Lease obligations | 562 | 689 |
| Retirement benefit liability | 73 | 74 |
| Deferred tax liabilities | 173 | 192 |
| Provision for loss on sublease | 87 | 83 |
| Other | 40 | 40 |
| Total non-current liabilities | 937 | 1,081 |
| Total liabilities | 7,051 | 6,547 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 8,080 | 8,080 |
| Capital surplus | 1,998 | 2,001 |
| Retained earnings | 42,499 | 42,758 |
| Treasury shares | (15,989) | (15,967) |
| Total shareholders' equity | 36,588 | 36,873 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 590 | 567 |
| Foreign currency translation adjustment | 308 | 291 |
| Remeasurements of defined benefit plans | (0) | (0) |
| Total accumulated other comprehensive income | 898 | 858 |
| Share acquisition rights | 207 | 200 |
| Non-controlling interests | 409 | 397 |
| Total net assets | 38,103 | 38,330 |
| Total liabilities and net assets | 45,155 | 44,878 |

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

Consolidated statements of income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2020 | Three months ended June 30, 2021 |
|---|-------------------------------------|-------------------------------------|
| Net sales | 6,947 | 8,233 |
| Cost of sales | 4,173 | 4,893 |
| Gross profit | 2,774 | 3,340 |
| Selling, general and administrative expenses | 2,396 | 2,467 |
| Operating profit | 377 | 872 |
| Non-operating income | | |
| Interest income | 17 | 17 |
| Dividend income | 9 | 9 |
| Gain on sale of scraps | 12 | 11 |
| Subsidy income | 19 | 3 |
| Other | 15 | 19 |
| Total non-operating income | 75 | 61 |
| Non-operating expenses | | |
| Rental expenses on non-current assets | 3 | 2 |
| Share of loss of entities accounted for using equity method | 79 | 90 |
| Foreign exchange losses | 45 | 55 |
| Other | 10 | 18 |
| Total non-operating expenses | 139 | 166 |
| Ordinary profit | 313 | 768 |
| Extraordinary income | | |
| Gain on sale of non-current assets | 1 | 0 |
| Gain on sale of investment securities | 35 | - |
| Gain on reversal of share acquisition rights | 1 | 1 |
| Total extraordinary income | 38 | 1 |
| Extraordinary losses | | |
| Impairment losses | 25 | - |
| Loss on sale of non-current assets | 0 | - |
| Business restructuring expenses | 67 | - |
| Provision for loss on rents | 96 | - |
| Total extraordinary losses | 190 | - |
| Profit before income taxes | 161 | 769 |
| Income taxes - current | 217 | 249 |
| Income taxes - deferred | 16 | 56 |
| Total income taxes | 234 | 306 |
| Profit (loss) | (73) | 463 |
| Profit attributable to non-controlling interests | 17 | 10 |
| Profit (loss) attributable to owners of parent | (90) | 452 |

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2020 | Three months ended June 30, 2021 |
|--|-------------------------------------|-------------------------------------|
| Profit (loss) | (73) | 463 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 366 | (22) |
| Foreign currency translation adjustment | (93) | 10 |
| Share of other comprehensive income of entities accounted for using equity method | 3 | (18) |
| Total other comprehensive income | 276 | (31) |
| Comprehensive income | 203 | 431 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 180 | 413 |
| Comprehensive income attributable to non-controlling interests | 23 | 18 |