

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2022 (Based on Japanese GAAP)

April 28, 2022

Company name: Enplas Corporation
 Stock exchange listing: Tokyo
 Stock code: 6961 URL <https://www.enplas.co.jp>
 Representative: President Daisuke Yokota
 Executive Officer / Manager
 Inquiries: Takashi Ogura TEL 048-253-3131
 Corporate Division Corporate Finance Dept.
 Scheduled date of ordinary general meeting of shareholders: June 27, 2022
 Scheduled date to file Securities Report: June 27, 2022
 Scheduled date to commence dividend payments: June 6, 2022
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors)

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

1. Consolidated financial results for the year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(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	%
Year ended March 31, 2022	32,894	11.7	3,600	69.8	3,451	81.1	2,528	182.9
Year ended March 31, 2021	29,437	(6.4)	2,120	(2.0)	1,906	(11.4)	893	82.5

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2022	287.10	286.60	6.4	7.5	10.9
Year ended March 31, 2021	79.41	–	2.1	3.8	7.2

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2022	47,061	41,493	87.1	4,647.02
As of March 31, 2021	45,155	38,103	83.0	4,264.58

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2022	4,046	(1,576)	(2,053)	14,825
Year ended March 31, 2021	3,921	(1,966)	(12,770)	13,678

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2021	–	15.00	–	15.00	30.00	312	37.8	0.7
Year ended March 31, 2022	–	22.50	–	25.00	47.50	418	16.5	1.1
Year ending March 31, 2023 (Forecast)	–	25.00	–	25.00	50.00		15.7	

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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, 2022	17,000	5.5	2,000	20.9	1,900	24.1	1,330	46.1	150.86
Full year	35,000	6.4	4,200	16.6	4,000	15.9	2,800	10.7	317.60

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2022

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2022	13,232,897 shares	As of March 31, 2021	13,232,897 shares
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Number of treasury shares at the end of the period

As of March 31, 2022	4,416,879 shares	As of March 31, 2021	4,442,500 shares
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Average number of shares during the period

Year ended March 31, 2022	8,807,119 shares	Year ended March 31, 2021	11,255,710 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Assets		
Current assets		
Cash and deposits	13,755	14,914
Notes and accounts receivable - trade, and contract assets	7,575	9,312
Finished goods	903	1,056
Work in process	830	489
Raw materials and supplies	1,754	2,232
Consumption taxes refund receivable	749	807
Income taxes refund receivable	238	88
Other	863	676
Allowance for doubtful accounts	(11)	(20)
Total current assets	26,660	29,558
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,810	3,051
Machinery, equipment and vehicles, net	1,876	1,730
Tools, furniture and fixtures, net	1,410	1,158
Land	6,792	6,816
Right-of-use assets, net	733	840
Construction in progress	713	601
Total property, plant and equipment	14,336	14,199
Intangible assets		
Software	269	207
Goodwill	172	–
Other	208	79
Total intangible assets	649	287
Investments and other assets		
Investment securities	2,340	2,000
Retirement benefit asset	464	465
Deferred tax assets	436	208
Other	288	363
Allowance for doubtful accounts	(21)	(21)
Total investments and other assets	3,509	3,017
Total non-current assets	18,495	17,503
Total assets	45,155	47,061

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	1,297	1,532
Short-term borrowings	1,500	–
Lease liabilities	160	187
Accounts payable - other	1,331	566
Accrued expenses	536	590
Income taxes payable	315	560
Contract liabilities	136	169
Provision for bonuses	520	580
Provision for loss on sublease	15	20
Provision for bonuses for directors (and other officers)	32	54
Other	267	393
Total current liabilities	6,114	4,653
Non-current liabilities		
Lease liabilities	562	642
Retirement benefit liability	73	80
Deferred tax liabilities	173	34
Provision for loss on sublease	87	76
Other	40	80
Total non-current liabilities	937	914
Total liabilities	7,051	5,568
Net assets		
Shareholders' equity		
Share capital	8,080	8,080
Capital surplus	1,998	2,008
Retained earnings	42,499	44,636
Treasury shares	(15,989)	(15,897)
Total shareholders' equity	36,588	38,828
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	590	(24)
Foreign currency translation adjustment	308	2,164
Remeasurements of defined benefit plans	(0)	–
Total accumulated other comprehensive income	898	2,139
Share acquisition rights	207	–
Non-controlling interests	409	525
Total net assets	38,103	41,493
Total liabilities and net assets	45,155	47,061

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales	29,437	32,894
Cost of sales	17,563	19,528
Gross profit	11,874	13,365
Selling, general and administrative expenses	9,753	9,764
Operating profit	2,120	3,600
Non-operating income		
Interest income	61	45
Dividend income	18	21
Foreign exchange gains	–	112
Rental income from non-current assets	19	18
Gain on sale of scraps	42	47
Subsidy income	37	3
Other	62	74
Total non-operating income	242	323
Non-operating expenses		
Interest expenses	47	58
Foreign exchange losses	45	–
Rental expenses on non-current assets	12	7
Share of loss of entities accounted for using equity method	326	366
Other	23	38
Total non-operating expenses	456	472
Ordinary profit	1,906	3,451
Extraordinary income		
Gain on sale of non-current assets	9	4
Gain on sale of investment securities	151	667
Gain on reversal of share acquisition rights	12	190
Other	8	0
Total extraordinary income	182	863
Extraordinary losses		
Loss on sale of non-current assets	3	3
Impairment losses	25	155
Business restructuring expenses	478	119
Provision for loss on rents	94	–
Other	0	2
Total extraordinary losses	603	281
Profit before income taxes	1,484	4,033
Income taxes - current	666	958
Income taxes - deferred	(121)	446
Total income taxes	544	1,404
Profit	939	2,628
Profit attributable to non-controlling interests	45	99
Profit attributable to owners of parent	893	2,528

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	939	2,628
Other comprehensive income		
Valuation difference on available-for-sale securities	597	(614)
Foreign currency translation adjustment	542	1,966
Remeasurements of defined benefit plans, net of tax	3	0
Share of other comprehensive income of entities accounted for using equity method	6	(63)
Total other comprehensive income	1,149	1,288
Comprehensive income	2,089	3,916
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,013	3,769
Comprehensive income attributable to non-controlling interests	75	146

Consolidated statements of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,080	7,563	49,358	(15,436)	49,565
Changes during period					
Dividends of surplus			(366)		(366)
Profit attributable to owners of parent			893		893
Purchase of treasury shares				(13,914)	(13,914)
Disposal of treasury shares		82		326	409
Cancellation of treasury shares		(5,564)	(7,469)	13,034	–
Transfer to retained earnings from capital surplus		(82)	82		–
Net changes in items other than shareholders' equity					
Total changes during period	–	(5,564)	(6,859)	(552)	(12,977)
Balance at end of period	8,080	1,998	42,499	(15,989)	36,588

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	(7)	(210)	(3)	(221)	306	398	50,049
Changes during period							
Dividends of surplus							(366)
Profit attributable to owners of parent							893
Purchase of treasury shares							(13,914)
Disposal of treasury shares							409
Cancellation of treasury shares							–
Transfer to retained earnings from capital surplus							–
Net changes in items other than shareholders' equity	597	518	3	1,119	(99)	10	1,031
Total changes during period	597	518	3	1,119	(99)	10	(11,945)
Balance at end of period	590	308	(0)	898	207	409	38,103

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,080	1,998	42,499	(15,989)	36,588
Cumulative effects of changes in accounting policies			(61)		(61)
Restated balance	8,080	1,998	42,437	(15,989)	36,527
Changes during period					
Dividends of surplus			(330)		(330)
Profit attributable to owners of parent			2,528		2,528
Purchase of treasury shares				0	0
Restricted stock payment		1		23	24
Disposal of treasury shares		9		69	78
Net changes in items other than shareholders' equity					
Total changes during period	–	10	2,198	92	2,301
Balance at end of period	8,080	2,008	44,636	(15,897)	38,828

	Accumulated other comprehensive income				Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	590	308	(0)	898	207	409	38,103
Cumulative effects of changes in accounting policies							(61)
Restated balance	590	308	(0)	898	207	409	38,042
Changes during period							
Dividends of surplus							(330)
Profit attributable to owners of parent							2,528
Purchase of treasury shares							0
Restricted stock payment							24
Disposal of treasury shares							78
Net changes in items other than shareholders' equity	(614)	1,855	0	1,241	(207)	115	1,150
Total changes during period	(614)	1,855	0	1,241	(207)	115	3,451
Balance at end of period	(24)	2,164	–	2,139	–	525	41,493

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	1,484	4,033
Depreciation	2,372	2,312
Amortization of goodwill	50	53
Gain on reversal of share acquisition rights	(12)	(190)
Impairment losses	25	155
Business restructuring expenses	478	119
Loss (gain) on sale of property, plant and equipment	(6)	(1)
Share of loss (profit) of entities accounted for using equity method	326	366
Increase (decrease) in allowance for doubtful accounts	(1)	7
Increase (decrease) in retirement benefit liability	0	2
Increase (decrease) in provision for bonuses	(27)	39
Increase (decrease) in provision for bonuses for directors (and other officers)	2	21
Loss (gain) on sale of investment securities	(151)	(667)
Loss (gain) on valuation of investment securities	–	25
Interest and dividend income	(79)	(67)
Decrease (increase) in trade receivables and contract assets	(281)	(906)
Decrease (increase) in inventories	(204)	112
Increase (decrease) in trade payables	(173)	(118)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	(23)	(19)
Increase (decrease) in accounts payable - other	(132)	(367)
Other, net	66	214
Subtotal	3,714	5,124
Interest and dividends received	53	30
Interest paid	(26)	(35)
Income taxes refund (paid)	220	(634)
Extra retirement payments	(40)	(439)
Net cash provided by (used in) operating activities	3,921	4,046
Cash flows from investing activities		
Payments into time deposits	(71)	(80)
Proceeds from withdrawal of time deposits	10	79
Purchase of property, plant and equipment	(2,227)	(1,744)
Proceeds from sale of property, plant and equipment	12	7
Purchase of intangible assets	(68)	(50)
Purchase of investment securities	(371)	(519)
Proceeds from sale of investment securities	752	798
Other, net	(3)	(67)
Net cash provided by (used in) investing activities	(1,966)	(1,576)

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,500	(1,500)
Repayments of lease liabilities	(249)	(255)
Purchase of treasury shares	(13,914)	(0)
Dividends paid	(364)	(329)
Dividends paid to non-controlling interests	(64)	(30)
Proceeds from exercise of employee share options	322	61
Net cash provided by (used in) financing activities	(12,770)	(2,053)
Effect of exchange rate change on cash and cash equivalents	229	731
Net increase (decrease) in cash and cash equivalents	(10,585)	1,147
Cash and cash equivalents at beginning of period	24,263	13,678
Cash and cash equivalents at end of period	13,678	14,825