

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2023 (Based on Japanese GAAP)

April 28, 2023

Company name: Enplas Corporation
 Stock exchange listing: Tokyo
 Stock code: 6961 URL <https://www.enplas.co.jp>
 Representative: President Daisuke Yokota
 Inquiries: Member of the Board Executive Officer Shigeya Fujita TEL 03-6268-0259
 Scheduled date of ordinary general meeting of shareholders: June 23, 2023
 Scheduled date to file Securities Report: June 23, 2023
 Scheduled date to commence dividend payments: June 2, 2023
 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, 2023 (from April 1, 2022 to March 31, 2023)

(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, 2023	42,240	28.4	8,820	145.0	8,785	154.5	4,621	82.8
Year ended March 31, 2022	32,894	11.7	3,600	69.8	3,451	81.1	2,528	182.9

	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, 2023	523.94	523.49	10.6	17.3	20.9
Year ended March 31, 2022	287.10	286.60	6.4	7.5	10.9

(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, 2023	54,599	47,307	85.3	5,276.10
As of March 31, 2022	47,061	41,493	87.1	4,647.02

(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, 2023	8,761	(2,581)	(765)	20,753
Year ended March 31, 2022	4,046	(1,576)	(2,053)	14,825

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, 2022	—	22.50	—	25.00	47.50	418	16.5	1.1
Year ended March 31, 2023	—	30.00	—	30.00	60.00	529	11.5	1.2
Year ending March 31, 2024 (Forecast)	—	30.00	—	30.00	60.00		10.6	

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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, 2023	19,500	(7.6)	2,700	(38.0)	2,700	(40.1)	1,900	7.8	215.36
Full year	42,500	0.6	7,000	(20.6)	7,000	(20.3)	5,000	8.2	566.74

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2023

(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: No

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, 2023	9,732,897 shares	As of March 31, 2022	13,232,897 shares
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Number of treasury shares at the end of the period

As of March 31, 2023	910,432 shares	As of March 31, 2022	4,416,879 shares
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Average number of shares during the period

Year ended March 31, 2023	8,820,510 shares	Year ended March 31, 2022	8,807,119 shares
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Consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	14,914	20,766
Notes and accounts receivable - trade	9,291	9,874
Finished goods	1,056	1,201
Work in process	489	724
Raw materials and supplies	2,232	2,753
Consumption taxes refund receivable	807	1,067
Income taxes refund receivable	88	79
Other	697	995
Allowance for doubtful accounts	(20)	(24)
Total current assets	29,558	37,438
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,051	3,448
Machinery, equipment and vehicles, net	1,730	2,133
Tools, furniture and fixtures, net	1,158	1,162
Land	6,816	6,838
Right-of-use assets, net	840	1,320
Construction in progress	601	364
Total property, plant and equipment	14,199	15,268
Intangible assets		
Software	207	142
Other	79	77
Total intangible assets	287	220
Investments and other assets		
Investment securities	2,000	433
Retirement benefit asset	465	468
Deferred tax assets	208	284
Other	363	505
Allowance for doubtful accounts	(21)	(21)
Total investments and other assets	3,017	1,671
Total non-current assets	17,503	17,161
Total assets	47,061	54,599

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,532	1,162
Lease liabilities	187	290
Accounts payable - other	566	1,268
Accrued expenses	590	635
Income taxes payable	560	1,166
Contract liabilities	169	151
Provision for bonuses	580	828
Provision for loss on sublease	20	25
Provision for bonuses for directors (and other officers)	54	68
Other	393	319
Total current liabilities	4,653	5,918
Non-current liabilities		
Lease liabilities	642	1,054
Retirement benefit liability	80	83
Deferred tax liabilities	34	27
Provision for loss on sublease	76	57
Other	80	150
Total non-current liabilities	914	1,373
Total liabilities	5,568	7,292
Net assets		
Shareholders' equity		
Share capital	8,080	8,080
Capital surplus	2,008	1,998
Retained earnings	44,636	36,182
Treasury shares	(15,897)	(3,276)
Total shareholders' equity	38,828	42,984
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(24)	103
Foreign currency translation adjustment	2,164	3,460
Total accumulated other comprehensive income	2,139	3,563
Share acquisition rights	—	53
Non-controlling interests	525	705
Total net assets	41,493	47,307
Total liabilities and net assets	47,061	54,599

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

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net sales	32,894	42,240
Cost of sales	19,528	21,793
Gross profit	13,365	20,447
Selling, general and administrative expenses	9,764	11,627
Operating profit	3,600	8,820
Non-operating income		
Interest income	45	95
Dividend income	21	15
Foreign exchange gains	112	171
Rental income from non-current assets	18	9
Gain on sale of scraps	47	47
Subsidy income	3	—
Other	74	60
Total non-operating income	323	400
Non-operating expenses		
Interest expenses	58	66
Rental expenses on non-current assets	7	3
Share of loss of entities accounted for using equity method	366	346
Other	38	18
Total non-operating expenses	472	435
Ordinary profit	3,451	8,785
Extraordinary income		
Gain on sale of non-current assets	4	26
Gain on sale of investment securities	667	7
Gain on reversal of share acquisition rights	190	—
Other	0	1
Total extraordinary income	863	34
Extraordinary losses		
Loss on sale of non-current assets	3	5
Impairment losses	155	696
Loss on valuation of investment securities	—	1,433
Business restructuring expenses	119	—
Other	2	—
Total extraordinary losses	281	2,135
Profit before income taxes	4,033	6,684
Income taxes - current	958	1,873
Income taxes - deferred	446	(33)
Total income taxes	1,404	1,839
Profit	2,628	4,844
Profit attributable to non-controlling interests	99	223
Profit attributable to owners of parent	2,528	4,621

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Profit	2,628	4,844
Other comprehensive income		
Valuation difference on available-for-sale securities	(614)	128
Foreign currency translation adjustment	1,966	1,531
Share of other comprehensive income of entities accounted for using equity method	(63)	(227)
Total other comprehensive income	1,288	1,432
Comprehensive income	3,916	6,277
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,769	6,045
Comprehensive income attributable to non-controlling interests	146	232

Consolidated statements of changes in equity

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

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	8,080	2,008	44,636	(15,897)	38,828
Changes during period					
Dividends of surplus			(485)		(485)
Profit attributable to owners of parent			4,621		4,621
Purchase of treasury shares				(0)	(0)
Restricted stock payment		(3)		23	20
Cancellation of treasury shares		(6)	(12,590)	12,597	—
Net changes in items other than shareholders' equity					
Total changes during period	—	(10)	(8,453)	12,620	4,156
Balance at end of period	8,080	1,998	36,182	(3,276)	42,984

	Accumulated other comprehensive income			Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	(24)	2,164	2,139	—	525	41,493
Changes during period						
Dividends of surplus						(485)
Profit attributable to owners of parent						4,621
Purchase of treasury shares						(0)
Restricted stock payment						20
Cancellation of treasury shares						—
Net changes in items other than shareholders' equity	128	1,295	1,424	53	180	1,657
Total changes during period	128	1,295	1,424	53	180	5,813
Balance at end of period	103	3,460	3,563	53	705	47,307

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from operating activities		
Profit before income taxes	4,033	6,684
Depreciation	2,312	2,243
Amortization of goodwill	53	—
Gain on reversal of share acquisition rights	(190)	—
Impairment losses	155	696
Business restructuring expenses	119	—
Loss (gain) on sale of property, plant and equipment	(1)	(21)
Share of loss (profit) of entities accounted for using equity method	366	346
Increase (decrease) in allowance for doubtful accounts	7	3
Increase (decrease) in retirement benefit liability	2	(5)
Increase (decrease) in provision for bonuses	39	234
Increase (decrease) in provision for bonuses for directors (and other officers)	21	14
Loss (gain) on sale of investment securities	(667)	(7)
Loss (gain) on valuation of investment securities	25	1,433
Interest and dividend income	(67)	(110)
Decrease (increase) in trade receivables	(906)	26
Decrease (increase) in inventories	112	(741)
Increase (decrease) in trade payables	(118)	(613)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable	(19)	(157)
Increase (decrease) in accounts payable - other	(367)	116
Other, net	214	(156)
Subtotal	5,124	9,987
Interest and dividends received	30	92
Interest paid	(35)	(33)
Income taxes paid	(634)	(1,285)
Extra retirement payments	(439)	—
Net cash provided by (used in) operating activities	4,046	8,761
Cash flows from investing activities		
Payments into time deposits	(80)	(13)
Proceeds from withdrawal of time deposits	79	90
Purchase of property, plant and equipment	(1,744)	(2,377)
Proceeds from sale of property, plant and equipment	7	33
Purchase of intangible assets	(50)	(46)
Short-term loan advances	—	(119)
Purchase of investment securities	(519)	(269)
Proceeds from sale of investment securities	798	276
Other, net	(67)	(156)
Net cash provided by (used in) investing activities	(1,576)	(2,581)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,500)	—
Repayments of lease liabilities	(255)	(229)
Purchase of treasury shares	(0)	(0)
Dividends paid	(329)	(484)
Dividends paid to non-controlling interests	(30)	(51)
Proceeds from exercise of employee share options	61	—
Net cash provided by (used in) financing activities	(2,053)	(765)
Effect of exchange rate change on cash and cash equivalents	731	513
Net increase (decrease) in cash and cash equivalents	1,147	5,927
Cash and cash equivalents at beginning of period	13,678	14,825
Cash and cash equivalents at end of period	14,825	20,753