

February 14, 2024

Consolidated Financial Results for the Nine Months Ended December 31, 2023(Under Japanese GAAP)

Company name: Enbio Holdings, Inc
 Listing: Tokyo Stock Exchange
 Securities code: 6092
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 Scheduled date to file quarterly securities report: February 14, 2024
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

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

1.Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 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	%
Nine months ended								
December 31, 2023	6,986	3.2	467	(65.7)	546	(60.1)	345	(59.7)
December 31, 2022	6,771	(7.7)	1,360	27.1	1,368	29.5	856	47.5

Note:Comprehensive income For the nine months ended December 31, 2023 ¥569 million [(50.1%)]
 For the nine months ended December 31, 2022 ¥1,142 million [75.4%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2023	43.56	-
December 31, 2022	128.97	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2023	18,691	8,422	44.5	1,022.89
March 31, 2023	17,349	6,857	39.1	1,022.70

Reference:Equity As of December 31, 2023 ¥8,323 million
 As of March 31, 2023 ¥6,788 million

2.Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2023	-	0.00	-	8.00	8.00
Fiscal year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2024	-	0.00	-	-	-
Fiscal year ending	Yen	Yen	Yen	Yen	Yen
March 31, 2024	-	-	-	8.00	8.00
(Forecast)	-	-	-	-	-

Note:Revisions to the forecast of cash dividends most recently announced: None

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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	9,740	20.0	625	(53.9)	712	(46.9)	442	(45.5)	55.16

Note:Revisions to the financial results forecast most recently announced: Yes

***Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of December 31, 2023	8,175,200 shares
As of March 31, 2023	6,675,200 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2023	37,844 shares
As of March 31, 2023	37,844 shares

(iii) Average number of shares outstanding during the period

Nine months ended December 31, 2023	7,924,629 shares
Nine months ended December 31, 2022	6,643,049 shares

Quarterly Consolidated Financial Statements

Quarterly consolidated balance sheet

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	2,828,655	3,243,333
Notes and accounts receivable - trade, and contract assets	806,430	1,199,936
Inventories	3,373,229	2,653,100
Other	324,758	464,569
Allowance for doubtful accounts	△14,911	△13,854
Total current assets	7,318,162	7,547,085
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	568,322	570,658
Machinery, equipment and vehicles, net	4,356,267	5,148,074
Land	1,882,939	2,224,385
Construction in progress	194,233	104,004
Other, net	14,846	14,231
Total property, plant and equipment	7,016,610	8,061,354
Intangible assets		
Goodwill	110,082	104,075
Other	399,467	380,094
Total intangible assets	509,549	484,170
Investments and other assets	2,505,632	2,598,695
Total non-current assets	10,031,793	11,144,220
Total assets	17,349,955	18,691,305
Liabilities		
Current liabilities		
Accounts payable - trade	400,577	473,297
Accounts payable - other, and accrued expenses	85,125	116,982
Short-term borrowings	854,416	1,336,000
Current portion of long-term borrowings	2,293,250	1,265,159
Income taxes payable	316,025	35,562
Contract liabilities	405,475	282,601
Provision for bonuses	31,582	21,790
Other	84,988	264,033
Total current liabilities	4,471,441	3,795,427
Non-current liabilities		
Long-term borrowings	5,749,288	6,140,547
Asset retirement obligations	128,911	189,883
Derivative liabilities	60,144	42,292
Other	82,929	100,202
Total non-current liabilities	6,021,273	6,472,925
Total liabilities	10,492,714	10,268,353

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	1,797,334	2,325,334
Capital surplus	1,876,574	2,405,238
Retained earnings	3,111,508	3,398,052
Treasury shares	△15,421	△15,421
Total shareholders' equity	6,769,995	8,113,203
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	△18,193	10,175
Deferred gains or losses on hedges	△45,961	△31,838
Foreign currency translation adjustment	82,166	232,052
Total accumulated other comprehensive income	18,011	210,388
Non-controlling interests	69,234	99,360
Total net assets	6,857,241	8,422,952
Total liabilities and net assets	17,349,955	18,691,305

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	6,771,957	6,986,182
Cost of sales	4,368,353	5,296,036
Gross profit	2,403,604	1,690,146
Selling, general and administrative expenses	1,042,756	1,222,817
Operating profit	1,360,848	467,328
Non-operating income		
Interest and dividend income	27,359	33,514
Foreign exchange gains	54,732	74,223
Reversal of allowance for doubtful accounts	79	1,057
Rental income from buildings	3,909	4,311
Insurance claim income	4,863	62,309
Other	21,737	6,042
Total non-operating income	112,682	181,458
Non-operating expenses		
Interest expenses	93,653	84,330
Commission expenses	10,103	7,659
Other	1,582	10,573
Total non-operating expenses	105,339	102,563
Ordinary profit	1,368,190	546,223
Extraordinary losses		
Loss on retirement of non-current assets	-	1,668
Impairment losses	78,111	-
Total extraordinary losses	78,111	1,668
Profit before income taxes	1,290,079	544,555
Income taxes - current	429,321	142,877
Income taxes - deferred	9,202	25,778
Total income taxes	438,523	168,656
Profit	851,555	375,899
Profit (loss) attributable to non-controlling interests	△5,225	30,667
Profit attributable to owners of parent	856,781	345,231

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

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	851,555	375,899
Other comprehensive income		
Valuation difference on available-for-sale securities	△21,244	28,369
Deferred gains or losses on hedges	48,514	14,590
Foreign currency translation adjustment	263,393	151,036
Total other comprehensive income	290,662	193,995
Comprehensive income	1,142,217	569,895
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,145,229	537,609
Comprehensive income attributable to non-controlling interests	△3,011	32,285