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

August 13, 2021

Company name: Enbio Holdings, Inc
Listing: Tokyo
Stock code: 6092 URL: https://www.enbio-holdings.com
Representative: President & Chief Operating Officer Minoru Nishimura
Inquiries: Accounting Director Takaharu Hasegawa TEL:03-5297-7155
Scheduled date to file Quarterly Securities Report: August 13, 2021
Scheduled date to commence dividend payments: -
Preparation of supplementary material on quarterly financial results: No
Holding of quarterly financial results briefing: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2021 (from April 1 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	1,921	(19.0)	388	8.4	396	2.2	240	(11.1)
Three months ended June 30, 2020	2,371	10.1	358	2.9	387	37.0	270	(28.3)

(Note) Comprehensive income: Three months ended June 30, 2021 : 241 millions of yen (23.1%)
Three months ended June 30, 2020 : 314 millions of yen (21.3%)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2021	36.23	36.18
Three months ended June 30, 2020	41.19	40.76

(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	15,641	5,475	34.8	825.23
As of March 31, 2021	15,698	5,317	33.7	795.22

(Reference) Equity: As of June 30, 2021 : 5,446 millions of yen
As of March 31, 2021 : 5,286 millions of yen

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2021	-	0.00	-	0.00	0.00
Year ending March 31, 2022	-				
Year ending March 31 2022 (Forecast)		0.00	-	0.00	0.00

(Note) Revisions to the forecast of cash dividends most recently announced: No

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

	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
Full year	8,550	25.0	749	21.3	645	8.9	361	18.8	54.39

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

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 issue shares at the end of the period (including treasury shares)

As of June 30, 2021	6,671,700 shares	As of March 31, 2021	6,648,700 shares

Number of treasury shares at the end of the period

As of June 30, 2021	72,109 shares	As of March 31, 2021	1,109 shares

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

As of June 30, 2021	6,639,525 shares	As of June 30, 2020	6,571,132 shares

Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	2,015,310	2,226,473
Notes and accounts receivable - trade	978,524	-
Notes and accounts receivable - trade, and contract assets	-	964,332
Inventories	3,119,353	2,837,040
Other	533,042	584,283
Allowance for doubtful accounts	(30,538)	(25,249)
Total current assets	6,615,693	6,586,879
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	440,667	433,834
Machinery, equipment and vehicles, net	3,891,678	3,931,844
Land	2,852,880	2,905,623
Construction in progress	143,119	17,101
Other, net	3,877	6,872
Total property, plant and equipment	7,332,223	7,295,276
Intangible assets		
Goodwill	126,098	124,096
Other	454,186	447,026
Total intangible assets	580,285	571,123
Investments and other assets	1,167,814	1,186,405
Total non-current assets	9,080,322	9,052,805
Deferred assets	2,564	1,794
Total assets	15,698,580	15,641,480
Liabilities		
Current liabilities		
Accounts payable - trade	542,705	446,445
Accounts payable - other, and accrued expenses	52,487	70,668
Short-term borrowings	955,300	1,016,000
Current portion of long-term borrowings	1,050,209	948,992
Income taxes payable	20,995	14,887
Provision for loss on construction contracts	-	2,762
Other	406,317	490,182
Total current liabilities	3,028,014	2,989,939
Non-current liabilities		
Bonds payable	71,500	57,500
Long-term borrowings	6,959,732	6,774,615
Asset retirement obligations	89,957	99,222
Derivatives liabilities	182,905	207,079
Other	49,290	37,222
Total non-current liabilities	7,353,385	7,175,639
Total liabilities	10,381,400	10,165,579

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Net assets		
Shareholders' equity		
Share capital	1,794,509	1,796,809
Capital surplus	1,873,093	1,875,393
Retained earnings	1,743,576	1,940,834
Treasury shares	(96)	(43,945)
Total shareholders' equity	5,411,081	5,569,091
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	46,728	21,558
Deferred gains or losses on hedges	(135,181	(153,648)
Foreign currency translation adjustment	(36,329)	9,180
Total accumulated other comprehensive income	(124,781)	(122,909)
Share acquisition rights	304	-
Non-controlling interests	30,575	29,719
Total net assets	5,317,179	5,475,901
Total liabilities and net assets	15,698,580	15,641,480

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	2,371,449	1,921,231
Cost of sales	1,697,574	1,239,336
Gross profit	673,875	681,895
Selling, general and administrative expenses	315,716	293,637
Operating profit	358,158	388,258
Non-operating income		
Interest and dividend income	8,247	30,443
Reversal of allowance for doubtful accounts	5,335	5,288
Rental income from buildings	1,251	1,251
Insurance claim income	56,143	-
Other	4,633	5,367
Total non-operating income	75,611	42,351
Non-operating expenses		
Interest expenses	29,631	32,315
Commission expenses	9,082	997
Other	7,563	1,215
Total non-operating expenses	46,277	34,528
Ordinary profit	387,492	396,081
Extraordinary income		
Gain on sale of non-current assets	11,399	-
Gain on reversal of share acquisition rights	-	304
Total extraordinary income	11,399	304
Extraordinary losses		
Impairment losses	-	44,100
Total extraordinary losses	-	44,100
Profit before income taxes	398,892	352,284
Income taxes - current	72,000	89,615
Income taxes - deferred	27,397	23,184
Total income taxes	99,397	112,800
Profit	299,494	239,484
Profit (loss) attributable to non-controlling interests	28,851	(1,085)
Profit attributable to owners of parent	270,643	240,569

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

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit	299,494	239,484
Other comprehensive income		
Valuation difference on available-for-sale securities	6,675	(25,170)
Deferred gains or losses on hedges	9,307	(18,238)
Foreign currency translation adjustment	(1,425)	45,509
Total other comprehensive income	14,557	2,101
Comprehensive income	314,052	241,585
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	285,201	244,128
Comprehensive income attributable to non-controlling interests	28,851	(2,542)