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Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]

July 29, 2022

Company name: ENDO Lighting Corporation
Stock exchange listing: Tokyo
Code number: 6932
URL: https://www.endo-lighting.co.jp
Representative: Kunihiko Endo
Representative Director and President
Contact: Masashi Sugisaka
Director, General Manager of Sales Divison and General Manager of Corporate Administration Division
Phone: 06-6267-7095
Scheduled date of filing quarterly securities report: August 10, 2022
Scheduled date of commencing dividend payments: -
Availability of supplementary briefing material on quarterly financial results: No
Schedule of quarterly financial results briefing session: No

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

1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 01, 2022 to June 30, 2022)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2022	10,135	9.0	637	(36.7)	935	(19.7)	351	(61.3)
June 30, 2021	9,298	23.1	1,007	234.9	1,164	205.1	908	270.3

(Note) Comprehensive income: Three months ended June 30, 2022: ¥ 1,487 million [(15.8)%]
Three months ended June 30, 2021: ¥ 1,765 million [-%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2022	23.78	-
June 30, 2021	61.49	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Million yen	Million yen	%
June 30, 2022	55,583	29,509	53.1
March 31, 2022	55,595	28,243	50.8

(Reference) Equity: As of June 30, 2022: ¥ 29,508 million
As of March 31, 2022: ¥ 28,243 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	7.50	-	15.00	22.50
Fiscal year ending March 31, 2023	-				
Fiscal year ending March 31, 2023 (Forecast)		15.00	-	15.00	30.00

(Note) Revision to the forecast for dividends announced most recently: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	20,000	5.5	900	(45.2)	1,400	(24.8)	600	(56.3)	40.61
Full year	43,000	5.8	2,500	(34.7)	2,700	(36.5)	1,900	(42.9)	128.59

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

* Notes:

(1) Changes in significant subsidiaries during the three months ended June 30, 2022 (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No
2) Changes in accounting policies other than 1) above: No
3) Changes in accounting estimates: No
4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):
June 30, 2022: 14,776,321 shares
March 31, 2022: 14,776,321 shares

2) Total number of treasury shares at the end of the period:
June 30, 2022: 152 shares
March 31, 2022: 152 shares

3) Average number of shares during the period:
Three months ended June 30, 2022: 14,776,169 shares
Three months ended June 30, 2021: 14,776,226 shares

* This financial report is not subject to audits by certified public accountants or auditing corporations.

* Explanation on proper use of financial results forecasts, and other special matters
(Cautionary note concerning forward-looking statements)
The forward-looking statements, including the financial results forecasts, contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. These statements do not purport that the Company pledges to achieve the stated performance. Actual results may differ substantially due to various factors.

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of June 30,2022
Assets		
Current assets		
Cash and deposits	10,787	10,067
Notes and accounts receivable - trade	7,527	7,684
Merchandise and finished goods	12,039	11,481
Work in process	174	268
Raw materials and supplies	1,043	1,177
Other	1,883	2,574
Allowance for doubtful accounts	(87)	(81)
Total current assets	33,368	33,171
Non-current assets		
Property, plant and equipment		
Buildings and structures	9,329	9,540
Accumulated depreciation	(4,555)	(4,732)
Buildings and structures, net	4,773	4,807
Machinery, equipment and vehicles	3,308	3,456
Accumulated depreciation	(2,788)	(2,924)
Machinery, equipment and vehicles, net	519	531
Rental assets	14,579	14,870
Accumulated depreciation	(8,162)	(8,395)
Rental assets, net	6,417	6,474
Land	3,468	3,479
Leased assets	1,135	1,148
Accumulated depreciation	(944)	(974)
Leased assets, net	190	174
Construction in progress	514	514
Other	3,505	3,609
Accumulated depreciation	(2,984)	(3,087)
Other, net	521	522
Total property, plant and equipment	16,405	16,504
Intangible assets		
Software	362	374
Goodwill	2,465	2,523
Other	94	100
Total intangible assets	2,922	2,998
Investments and other assets		
Investment securities	68	64
Retirement benefit asset	66	78
Deferred tax assets	974	976
Other	1,915	1,864
Allowance for doubtful accounts	(125)	(75)
Total investments and other assets	2,899	2,908
Total non-current assets	22,227	22,411
Total assets	55,595	55,583

(Million yen)

	As of March 31,2022	As of June 30,2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,058	3,986
Short-term borrowings	2,500	3,000
Current portion of long-term borrowings	4,764	4,639
Lease liabilities	149	127
Income taxes payable	552	341
Provision for bonuses	597	227
Provision for bonuses for directors (and other officers)	193	100
Provision for product warranties	634	713
Other	2,170	2,824
Total current liabilities	16,621	15,960
Non-current liabilities		
Long-term borrowings	8,503	8,141
Lease liabilities	97	87
Deferred tax liabilities	734	808
Provision for retirement benefits for directors (and other officers)	453	99
Retirement benefit liability	227	248
Other	714	728
Total non-current liabilities	10,731	10,113
Total liabilities	27,352	26,074
Net assets		
Shareholders' equity		
Share capital	5,155	5,155
Capital surplus	5,516	5,516
Retained earnings	15,886	16,015
Treasury shares	(0)	(0)
Total shareholders' equity	26,558	26,688
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10	8
Deferred gains or losses on hedges	113	128
Foreign currency translation adjustment	1,628	2,746
Remeasurements of defined benefit plans	(67)	(62)
Total accumulated other comprehensive income	1,684	2,820
Non-controlling interests	0	0
Total net assets	28,243	29,509
Total liabilities and net assets	55,595	55,583

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Net sales	9,298	10,135
Cost of sales	5,490	6,362
Gross profit	3,807	3,773
Selling, general and administrative expenses	2,799	3,135
Operating profit	1,007	637
Non-operating income		
Interest and dividend income	14	16
Rental income	34	34
Foreign exchange gains	150	283
Other	9	7
Total non-operating income	208	342
Non-operating expenses		
Interest expenses	30	24
Rental costs	17	18
Other	3	3
Total non-operating expenses	51	45
Ordinary profit	1,164	935
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Retirement benefits for directors (and other officers)	-	338
Total extraordinary losses	-	338
Profit before income taxes	1,164	596
Income taxes - current	194	174
Income taxes - deferred	62	71
Total income taxes	256	245
Profit	908	351
Loss attributable to non-controlling interests	(0)	(0)
Profit attributable to owners of parent	908	351

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

(Million yen)

	For the three months ended June 30,2021	For the three months ended June 30,2022
Profit	908	351
Other comprehensive income		
Valuation difference on available-for-sale securities	(3)	(2)
Deferred gains or losses on hedges	(92)	15
Foreign currency translation adjustment	948	1,118
Remeasurements of defined benefit plans, net of tax	4	4
Total other comprehensive income	857	1,136
Comprehensive income	1,765	1,487
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,765	1,487
Comprehensive income attributable to non-controlling interests	(0)	0