

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended September 30, 2022 (Based on Japanese GAAP)

November 2, 2022

Company name: EBARA JITSUGYO CO.,LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 6328 URL <https://www.ejk.co.jp/>  
 Representative: President and COO Toshinori Yoshida  
 Inquiries: Managing Executive Officer, Head of Planning & Strategy Office Shuji Ohno TEL 03-5565-2885  
 Scheduled date to file Quarterly Securities Report: November 10, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the nine months ended September 30, 2022 (from January 1, 2022 to September 30, 2022)

#### (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	%
Nine months ended September 30, 2022	22,398	(8.0)	2,190	(35.4)	2,321	(33.2)	1,722	(35.0)
Nine months ended September 30, 2021	24,335	11.0	3,392	47.6	3,476	44.3	2,648	57.1

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended September 30, 2022	140.63		–	
Nine months ended September 30, 2021	210.97		–	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2022	32,117	18,145	56.5
As of December 31, 2021	35,725	19,152	53.6

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended December 31, 2021	–	75.00	–	47.50	–
Year ending December 31, 2022	–	42.50	–		
Year ending December 31, 2022 (Forecast)				42.50	85.00

### 3. Forecast of consolidated financial results for the year ending December 31, 2022 (from January 1, 2022 to December 31, 2022)

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
Full year	32,000	(1.5)	2,850	(28.4)	3,000	(27.0)	2,200	(30.4)	179.89

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended September 30, 2022  
(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 issued shares at the end of the period (including treasury shares)

As of September 30, 2022	13,430,000 shares	As of December 31, 2021	13,430,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	1,155,071 shares	As of December 31, 2021	1,200,454 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended September 30, 2022	12,250,310 shares	Nine months ended September 30, 2021	12,556,191 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of December 31, 2021	As of September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	11,100	12,965
Notes and accounts receivable - trade	10,447	–
Notes and accounts receivable - trade, and contract assets	–	7,741
Merchandise and finished goods	863	1,300
Work in process	281	287
Costs on construction contracts in progress	489	99
Raw materials and supplies	389	497
Other	352	319
Allowance for doubtful accounts	(1)	(1)
Total current assets	23,921	23,210
Non-current assets		
Property, plant and equipment		
Buildings and structures	3,634	3,624
Accumulated depreciation	(1,938)	(1,993)
Buildings and structures, net	1,696	1,631
Machinery, equipment and vehicles	196	210
Accumulated depreciation	(147)	(163)
Machinery, equipment and vehicles, net	49	46
Tools, furniture and fixtures	670	692
Accumulated depreciation	(581)	(595)
Tools, furniture and fixtures, net	89	96
Land	1,356	1,356
Construction in progress	–	70
Other	–	7
Accumulated depreciation	–	(0)
Other, net	–	6
Total property, plant and equipment	3,191	3,207
Intangible assets	120	95
Investments and other assets		
Investment securities	7,166	4,315
Insurance funds	408	396
Investment property, net	683	620
Deferred tax assets	66	101
Other	272	275
Allowance for doubtful accounts	(105)	(105)
Total investments and other assets	8,491	5,604
Total non-current assets	11,804	8,907
Total assets	35,725	32,117

(Millions of yen)

	As of December 31, 2021	As of September 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	9,829	8,236
Short-term borrowings	1,090	1,010
Current portion of long-term borrowings	80	80
Income taxes payable	818	220
Accrued consumption taxes	334	61
Advances received	1,369	–
Contract liabilities	–	2,145
Provision for bonuses	–	301
Provision for loss on construction contracts	78	16
Other	746	550
Total current liabilities	14,346	12,623
Non-current liabilities		
Long-term borrowings	176	133
Deferred tax liabilities	1,598	745
Provision for retirement benefits for directors (and other officers)	158	158
Retirement benefit liability	182	205
Other	110	105
Total non-current liabilities	2,227	1,349
Total liabilities	16,573	13,972
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,001	1,001
Capital surplus	1,032	1,046
Retained earnings	15,133	15,848
Treasury shares	(1,974)	(1,877)
Total shareholders' equity	15,192	16,018
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,944	2,104
Remeasurements of defined benefit plans	15	22
Total accumulated other comprehensive income	3,959	2,126
Total net assets	19,152	18,145
<b>Total liabilities and net assets</b>	<b>35,725</b>	<b>32,117</b>

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended September 30, 2021	Nine months ended September 30, 2022
Net sales	24,335	22,398
Cost of sales	16,163	15,326
Gross profit	8,171	7,071
Selling, general and administrative expenses	4,778	4,880
Operating profit	3,392	2,190
Non-operating income		
Interest income	3	0
Dividend income	65	80
Rental income from investment property	73	75
Other	19	23
Total non-operating income	161	179
Non-operating expenses		
Interest expenses	5	3
Rental expenses on real estate	29	29
Loss on cancellation of insurance policies	21	1
Commission expenses	11	2
Foreign exchange losses	5	11
Other	4	1
Total non-operating expenses	77	49
Ordinary profit	3,476	2,321
Extraordinary income		
Gain on sale of investment securities	338	140
Gain on sale of membership	0	–
Total extraordinary income	338	140
Extraordinary losses		
Loss on sale of investment securities	26	–
Loss on disposal of non-current assets	0	10
Loss on investments in silent partnerships	–	9
Other	0	0
Total extraordinary losses	26	21
Profit before income taxes	3,788	2,440
Income taxes - current	1,251	840
Income taxes - deferred	(111)	(122)
Total income taxes	1,139	718
Profit	2,648	1,722
Profit attributable to owners of parent	2,648	1,722

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Nine months ended September 30, 2021	Nine months ended September 30, 2022
Profit	2,648	1,722
Other comprehensive income		
Valuation difference on available-for-sale securities	463	(1,840)
Remeasurements of defined benefit plans, net of tax	11	7
Total other comprehensive income	475	(1,833)
Comprehensive income	3,124	(110)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,124	(110)
Comprehensive income attributable to non-controlling interests	—	—