

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 20, 2022 (Based on Japanese GAAP)

January 26, 2023

Company name: MIRAI INDUSTRY CO.,LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7931 URL <https://www.mirai.co.jp/>
 Representative: President Masahiro Yamada
 Inquiries: Managing Director Yasushi Nakashima TEL 0584-68-1200
 Scheduled date to file Quarterly Securities Report: February 2, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 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 December 20, 2022 (from March 21, 2022 to December 20, 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 December 20, 2022	30,054	5.8	3,278	(2.7)	3,362	1.8	2,236	0.6
Nine months ended December 20, 2021	28,413	3.3	3,370	5.6	3,303	5.0	2,223	10.2

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 20, 2022	130.03		–	
Nine months ended December 20, 2021	129.37		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 20, 2022	63,285	49,158	76.8
As of March 20, 2022	61,024	47,783	77.5

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 20, 2022	–	25.00	–	25.00	50.00
Year ending March 20, 2023	–	25.00	–		
Year ending March 20, 2023 (Forecast)				25.00	50.00

3. Forecast of consolidated financial results for the year ending March 20, 2023 (from March 21, 2022 to March 20, 2023)

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	39,223	6.3	3,448	(14.7)	3,548	(10.3)	2,435	(3.8)	141.65

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 20, 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 December 20, 2022	25,607,086 shares	As of March 20, 2022	25,607,086 shares
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Number of treasury shares at the end of the period

As of December 20, 2022	8,398,100 shares	As of March 20, 2022	8,415,700 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 20, 2022	17,200,748 shares	Nine months ended December 20, 2021	17,185,687 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 20, 2022	As of December 20, 2022
Assets		
Current assets		
Cash and deposits	21,895	22,115
Notes and accounts receivable - trade	6,991	–
Notes and accounts receivable - trade, and contract assets	–	8,184
Electronically recorded monetary claims - operating	3,352	4,052
Merchandise and finished goods	4,068	4,244
Raw materials and supplies	1,274	1,606
Other	1,485	1,506
Allowance for doubtful accounts	(5)	(4)
Total current assets	39,062	41,705
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,494	5,193
Machinery, equipment and vehicles, net	2,907	2,685
Land	4,643	4,643
Construction in progress	492	677
Other, net	619	674
Total property, plant and equipment	14,158	13,875
Intangible assets	181	156
Investments and other assets		
Investment securities	1,062	1,055
Deferred tax assets	1,199	1,050
Retirement benefit asset	1,006	1,033
Long-term time deposits	4,000	4,000
Other	455	512
Allowance for doubtful accounts	(100)	(103)
Total investments and other assets	7,622	7,548
Total non-current assets	21,962	21,579
Total assets	61,024	63,285
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,748	3,491
Electronically recorded obligations - operating	3,766	4,238
Short-term borrowings	45	225
Current portion of long-term borrowings	192	236
Income taxes payable	744	342
Provision for bonuses	–	431
Other	3,347	2,700
Total current liabilities	10,845	11,666
Non-current liabilities		
Long-term borrowings	116	37
Deferred tax liabilities for land revaluation	60	60
Provision for employee stock ownership plan trust	1,056	1,125
Provision for retirement benefits for directors (and other officers)	116	91
Retirement benefit liability	657	680
Other	387	464
Total non-current liabilities	2,396	2,460
Total liabilities	13,241	14,126

(Millions of yen)

	As of March 20, 2022	As of December 20, 2022
Net assets		
Shareholders' equity		
Share capital	7,067	7,067
Capital surplus	9,538	9,538
Retained earnings	46,855	48,167
Treasury shares	(15,918)	(15,892)
Total shareholders' equity	47,543	48,881
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	111	109
Revaluation reserve for land	(600)	(600)
Remeasurements of defined benefit plans	223	208
Total accumulated other comprehensive income	(265)	(282)
Non-controlling interests	505	560
Total net assets	47,783	49,158
Total liabilities and net assets	61,024	63,285

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 20, 2021	Nine months ended December 20, 2022
Net sales	28,413	30,054
Cost of sales	17,548	19,242
Gross profit	10,864	10,811
Selling, general and administrative expenses		
Freight costs	1,768	1,725
Provision of allowance for doubtful accounts	(0)	2
Remuneration for directors (and other officers)	212	191
Salaries and allowances	2,527	2,548
Provision for bonuses	144	140
Retirement benefit expenses	82	96
Provision for employee stock ownership plan trust	44	44
Provision for retirement benefits for directors (and other officers)	10	9
Other	2,702	2,773
Total selling, general and administrative expenses	7,493	7,533
Operating profit	3,370	3,278
Non-operating income		
Interest income	10	10
Dividend income	27	29
Commission for insurance office work	4	4
Gain on sale of scraps	18	13
Other	35	42
Total non-operating income	96	101
Non-operating expenses		
Interest expenses	3	2
Bond issuance costs	3	5
Sales discounts	135	–
Loss on retirement of non-current assets	18	5
Other	2	4
Total non-operating expenses	162	17
Ordinary profit	3,303	3,362
Profit before income taxes	3,303	3,362
Income taxes - current	851	899
Income taxes - deferred	169	171
Total income taxes	1,021	1,071
Profit	2,282	2,291
Profit attributable to non-controlling interests	59	54
Profit attributable to owners of parent	2,223	2,236

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 20, 2021	Nine months ended December 20, 2022
Profit	2,282	2,291
Other comprehensive income		
Valuation difference on available-for-sale securities	(173)	(1)
Remeasurements of defined benefit plans, net of tax	(30)	(14)
Total other comprehensive income	(204)	(16)
Comprehensive income	2,078	2,274
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,019	2,219
Comprehensive income attributable to non-controlling interests	59	54