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May 23, 2023

To Whom It May Concern

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Notice Concerning Transfer of Noncurrent Assets and Recording of Extraordinary Income, Revision of Earnings Forecast for the FY12/2023

At our Board of Directors meeting held today, we resolved to transfer noncurrent assets held by our company. As a result, we expect to record extraordinary income in our consolidated financial results for the first and second quarters of the fiscal year ending in December 2023, and so we have revised our consolidated earnings forecast for the first and second quarters (year-to-date) of the fiscal year ending in December 2023 and our full-year consolidated earnings forecast.

1. Reason for the transfer

In order to effectively utilize management resources, we have reviewed our assets and decided to transfer the noncurrent assets listed below.

2. Details of the transferred assets

(1) Name of asset	Land and buildings owned in Nishinomiya City, Hyogo Prefecture (formerly the Company's Nishinomiya Factory)
(2) Location	2-1-19 Naruohama, Nishinomiya City, Hyogo Prefecture
(3) Land area	4,064 m ²
(4) Building total floor area	969.53 m ²
(5) Gain on transfer	550 million yen
(6) Current state	Land and buildings

* Gain of 550 million yen is estimated after deducting book value and expenses related to the transfer.

* The transfer price, book value, and other information will not be disclosed due to confidentiality with the transferee.

3. Outline of transferee

The transferee is a domestic corporation, but due to confidentiality with the transferee, disclosure will be withheld. There are no capital, personal, or business relationships to be stated between the Company and the transferee. Furthermore, the transferee does not constitute a related party of the Company.

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4. Transfer schedule

Resolution by Board of Directors	May 23, 2023
Date of sale and purchase agreement	May 31, 2023 (planned)
Date of delivery of property	May 31, 2023 (planned)

5. Future outlook

Gains of 550 million yen on the sale of these noncurrent assets are expected to be recorded as extraordinary income in the consolidated financial statements for the first and second quarters of the fiscal year ending December 2023. Accordingly, we have revised the consolidated earnings forecast for the first and second quarters (year-to-date) of the fiscal year ending in December 2023 and the full-year consolidated earnings forecast announced on May 10, 2023 as follows.

6. Revisions to earnings forecasts

Revision to the consolidated earnings forecast for the first and second quarters (year-to-date) of the fiscal year ending in December 2023 (January 1, 2023 to June 30, 2023)

	Net sales	Operating income	Ordinary income	Profit for quarter attributable to owners of parent	Net income per share for quarter
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Yen)
Previously announced forecast (A)	6,000	450	500	300	15.85
Forecast revised this time (B)	6,000	450	500	680	35.93
Difference (B-A)	-	-	-	380	
Percentage change (%)	-	-	-	126.7	
(Reference) Results for the first and second quarter of the previous term (Six months ended June 30, 2022)	8,127	2,084	2,374	1,661	87.40

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Revision to the full-year consolidated earnings forecast for the fiscal year ending in December 2023 (January 1, 2023 to December 31, 2023)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Yen)
Previously announced forecast (A)	13,500	1,800	1,900	1,350	71.71
Forecast revised this time (B)	13,500	1,800	1,900	1,730	91.89
Difference (B-A)	-	-	-	380	
Percentage change (%)	-	-	-	28.1	
(Reference) Results for the previous term (Year ended December 31, 2022)	16,329	4,004	4,246	3,064	161.22

Note: The above forecasts were calculated based on the currently available information as of the date of this announcement and certain assumptions that management believes to be reasonable, and actual results may differ from these forecasts owing to various factors.