

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 20, 2023 (Based on Japanese GAAP)

January 25, 2024

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 1, 2024
 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, 2023 (from March 21, 2023 to December 20, 2023)

(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, 2023	34,071	13.4	5,709	74.1	5,829	73.4	3,980	78.0
Nine months ended December 20, 2022	30,054	5.8	3,278	(2.7)	3,362	1.8	2,236	0.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 20, 2023	233.73		–	
Nine months ended December 20, 2022	130.03		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 20, 2023	61,658	49,268	78.9
As of March 20, 2023	64,226	49,963	76.9

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, 2023	–	25.00	–	25.00	50.00
Year ending March 20, 2024	–	50.00	–		
Year ending March 20, 2024 (Forecast)				84.00	134.00

3. Forecast of consolidated financial results for the year ending March 20, 2024 (from March 21, 2023 to March 20, 2024)

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	44,079	11.4	6,614	63.5	6,764	62.9	4,614	68.3	274.61

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 20, 2023
(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, 2023	25,607,086 shares	As of March 20, 2023	25,607,086 shares
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Number of treasury shares at the end of the period

As of December 20, 2023	9,491,279 shares	As of March 20, 2023	8,397,265 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, 2023	17,031,327 shares	Nine months ended December 20, 2022	17,200,748 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 20, 2023	As of December 20, 2023
Assets		
Current assets		
Cash and deposits	23,094	17,787
Notes and accounts receivable - trade, and contract assets	7,531	8,941
Electronically recorded monetary claims - operating	4,236	4,850
Merchandise and finished goods	4,418	4,482
Raw materials and supplies	1,498	1,709
Other	1,590	1,432
Allowance for doubtful accounts	(4)	(2)
Total current assets	42,366	39,202
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,069	5,379
Machinery, equipment and vehicles, net	2,627	2,635
Land	4,643	4,643
Construction in progress	675	663
Other, net	628	850
Total property, plant and equipment	13,644	14,172
Intangible assets	146	129
Investments and other assets		
Investment securities	1,155	1,503
Deferred tax assets	1,225	971
Retirement benefit asset	1,278	1,288
Long-term time deposits	4,000	4,000
Other	509	490
Allowance for doubtful accounts	(99)	(100)
Total investments and other assets	8,069	8,154
Total non-current assets	21,860	22,456
Total assets	64,226	61,658
Liabilities		
Current liabilities		
Notes and accounts payable - trade	3,118	3,111
Electronically recorded obligations - operating	4,212	1,701
Short-term borrowings	45	220
Current portion of long-term borrowings	184	171
Income taxes payable	873	992
Provision for bonuses	–	432
Other	3,454	3,291
Total current liabilities	11,888	9,921
Non-current liabilities		
Long-term borrowings	19	–
Deferred tax liabilities for land revaluation	60	60
Provision for employee stock ownership plan trust	1,154	1,173
Provision for board incentive plan trust	–	15
Provision for retirement benefits for directors (and other officers)	95	93
Retirement benefit liability	648	671
Other	396	453
Total non-current liabilities	2,374	2,468
Total liabilities	14,263	12,390

(Millions of yen)

	As of March 20, 2023	As of December 20, 2023
Net assets		
Shareholders' equity		
Share capital	7,067	7,067
Capital surplus	9,538	9,904
Retained earnings	48,672	51,303
Treasury shares	(15,891)	(19,856)
Total shareholders' equity	49,387	48,418
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	193	449
Revaluation reserve for land	(600)	(600)
Remeasurements of defined benefit plans	400	362
Total accumulated other comprehensive income	(6)	212
Non-controlling interests	582	637
Total net assets	49,963	49,268
Total liabilities and net assets	64,226	61,658

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, 2022	Nine months ended December 20, 2023
Net sales	30,054	34,071
Cost of sales	19,242	20,287
Gross profit	10,811	13,783
Selling, general and administrative expenses		
Freight costs	1,725	1,769
Provision of allowance for doubtful accounts	2	(0)
Remuneration for directors (and other officers)	191	190
Salaries and allowances	2,548	2,614
Provision for bonuses	140	136
Retirement benefit expenses	96	88
Provision for employee stock ownership plan trust	44	17
Provision for board incentive plan trust	–	15
Provision for retirement benefits for directors (and other officers)	9	8
Other	2,773	3,233
Total selling, general and administrative expenses	7,533	8,074
Operating profit	3,278	5,709
Non-operating income		
Interest income	10	10
Dividend income	29	54
Commission for insurance office work	4	3
Gain on sale of scraps	13	16
Other	42	55
Total non-operating income	101	140
Non-operating expenses		
Interest expenses	2	2
Bond issuance costs	5	6
Loss on retirement of non-current assets	5	4
Other	4	6
Total non-operating expenses	17	20
Ordinary profit	3,362	5,829
Extraordinary income		
Subsidy income	–	50
Total extraordinary income	–	50
Extraordinary losses		
Loss on tax purpose reduction entry of non-current assets	–	50
Total extraordinary losses	–	50
Profit before income taxes	3,362	5,829
Income taxes - current	899	1,621
Income taxes - deferred	171	171
Total income taxes	1,071	1,792
Profit	2,291	4,036
Profit attributable to non-controlling interests	54	55
Profit attributable to owners of parent	2,236	3,980

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 20, 2022	Nine months ended December 20, 2023
Profit	2,291	4,036
Other comprehensive income		
Valuation difference on available-for-sale securities	(1)	256
Remeasurements of defined benefit plans, net of tax	(14)	(37)
Total other comprehensive income	(16)	218
Comprehensive income	2,274	4,255
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,219	4,199
Comprehensive income attributable to non-controlling interests	54	55