

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

July 30, 2021

Company name: MITANI SANGYO CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 8285 URL <https://www.mitani.co.jp/>
 Representative: President & CEO Tadateru Mitani
 Inquiries: Senior Managing Director & CFO Seiji Nishino TEL 076-233-2151
 Scheduled date to file Quarterly Securities Report: August 6, 2021
 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 three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(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	%
Three months ended June 30, 2021	19,333	31.8	143	–	360	–	186	–
Three months ended June 30, 2020	14,672	(8.2)	(183)	–	3	(98.7)	(100)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	3.04		–	
Three months ended June 30, 2020	(1.64)		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2021	78,664	38,333	48.6	620.82
As of March 31, 2021	81,683	41,135	47.7	632.43

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2021	–	4.50	–	4.50	9.00
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	4.50	–	4.50	9.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 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	80,000	(0.7)	1,900	(26.0)	2,500	(25.4)	1,600	(29.3)	25.99

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2021
 (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: Yes
- (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 June 30, 2021	61,772,500 shares	As of March 31, 2021	61,772,500 shares
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Number of treasury shares at the end of the period

As of June 30, 2021	201,915 shares	As of March 31, 2021	201,873 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	61,570,606 shares	Three months ended June 30, 2020	61,571,693 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	6,679	5,964
Notes and accounts receivable - trade	18,104	14,358
Electronically recorded monetary claims - operating	3,073	4,083
Accounts receivable from completed construction contracts	4,588	6,505
Merchandise and finished goods	2,532	3,081
Work in process	2,123	666
Costs on construction contracts in progress	54	118
Raw materials and supplies	1,248	1,241
Other	1,435	1,388
Allowance for doubtful accounts	(1)	(1)
Total current assets	39,837	37,406
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,427	9,402
Land	3,762	3,762
Other, net	3,177	3,054
Total property, plant and equipment	16,367	16,219
Intangible assets		
Software	717	707
Other	158	150
Total intangible assets	875	858
Investments and other assets		
Investment securities	22,341	21,807
Other	2,262	2,372
Total investments and other assets	24,603	24,180
Total non-current assets	41,846	41,258
Total assets	81,683	78,664

(Millions of yen)

	As of March 31, 2021	As of June 30, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,716	8,990
Electronically recorded obligations - operating	1,852	1,514
Accounts payable for construction contracts	1,332	2,045
Short-term borrowings	11,361	11,807
Income taxes payable	636	224
Provision for bonuses for directors (and other officers)	162	30
Provision for loss on order received	4	11
Provision for warranties for completed construction	44	47
Provision for shareholder benefit program	38	38
Other	4,627	4,050
Total current liabilities	30,776	28,760
Non-current liabilities		
Long-term borrowings	4,422	6,393
Provision for retirement benefits for directors (and other officers)	737	769
Retirement benefit liability	227	232
Asset retirement obligations	237	237
Other	4,145	3,936
Total non-current liabilities	9,771	11,570
Total liabilities	40,547	40,330
Net assets		
Shareholders' equity		
Share capital	4,808	4,808
Capital surplus	3,768	3,357
Retained earnings	23,302	23,393
Treasury shares	(42)	(42)
Total shareholders' equity	31,836	31,516
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,552	7,151
Deferred gains or losses on hedges	0	0
Foreign currency translation adjustment	(437)	(431)
Remeasurements of defined benefit plans	(13)	(12)
Total accumulated other comprehensive income	7,102	6,708
Non-controlling interests	2,196	109
Total net assets	41,135	38,333
Total liabilities and net assets	81,683	78,664

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	14,672	19,333
Cost of sales	11,645	15,728
Gross profit	3,027	3,604
Selling, general and administrative expenses	3,210	3,461
Operating profit (loss)	(183)	143
Non-operating income		
Interest income	2	4
Dividend income	120	153
Share of profit of entities accounted for using equity method	20	–
Rent income on real estate and facilities	45	47
Foreign exchange gains	16	21
Other	42	72
Total non-operating income	248	298
Non-operating expenses		
Interest expenses	16	19
Share of loss of entities accounted for using equity method	–	15
Rent expenses on real estate and facilities	30	32
Other	14	14
Total non-operating expenses	61	81
Ordinary profit	3	360
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on sale of non-current assets	0	–
Loss on retirement of non-current assets	0	2
Loss on valuation of investment securities	–	0
Total extraordinary losses	0	3
Profit before income taxes	2	358
Income taxes	125	169
Profit (loss)	(122)	188
Profit (loss) attributable to non-controlling interests	(21)	1
Profit (loss) attributable to owners of parent	(100)	186

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Profit (loss)	(122)	188
Other comprehensive income		
Valuation difference on available-for-sale securities	1,405	(417)
Deferred gains or losses on hedges	(2)	0
Foreign currency translation adjustment	27	6
Share of other comprehensive income of entities accounted for using equity method	2	16
Total other comprehensive income	1,432	(394)
Comprehensive income	1,310	(205)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,332	(207)
Comprehensive income attributable to non-controlling interests	(22)	1