

Consolidated Financial Results for the Six Months Ended September 30, 2023 (Japanese GAAP)

November 8, 2023

Company name: Mitsuboshi Belting Ltd.
 Stock exchange listing: Tokyo
 Securities code: 5192
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Scheduled date of filing quarterly securities report: November 13, 2023

Scheduled date of commence dividend payments: December 5, 2023

(Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Six Months Ended June 30, 2023 (April 1, 2023 - September 30, 2023)

(1) Consolidated operating results

(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 | % |
| Six months ended | | | | | | | | |
| September 30, 2023 | 42,028 | △ 1.3 | 4,137 | △ 10.0 | 5,611 | △ 2.1 | 3,593 | △ 8.3 |
| September 30, 2022 | 42,568 | 14.8 | 4,597 | 15.0 | 5,731 | 29.1 | 3,919 | 34.4 |

Note: Comprehensive income Six months ended September 30, 2023: ¥10,830 million (59.7%)

Six months ended September 30, 2022: ¥6,783 million (66.3%)

| | Basic earnings per share | Diluted earnings per share |
|--------------------|--------------------------|----------------------------|
| Six months ended | Yen | Yen |
| September 30, 2023 | 126.69 | — |
| September 30, 2022 | 137.92 | — |

(2) Consolidated financial position

| | Total assets | Net assets | Equity-to-asset ratio |
|--------------------------|-----------------|-----------------|-----------------------|
| | Millions of yen | Millions of yen | % |
| As of September 30, 2023 | 130,858 | 94,804 | 72.4 |
| As of March 31, 2023 | 121,682 | 87,601 | 72.0 |

Reference: Equity As of September 30, 2023: ¥94,804 million

As of March 31, 2023: ¥87,601 million

2. Dividends

| | Annual dividends per share | | | | |
|---|----------------------------|-----------------|-----------------|-----------------|--------|
| | 1st quarter end | 2nd quarter end | 3rd quarter end | Fiscal year end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended March 31, 2023 | — | 120.00 | — | 130.00 | 250.00 |
| Fiscal year ending March 31, 2024 | — | 125.00 | | | |
| Fiscal year ending March 31, 2024(Forecast) | | | — | 125.00 | 250.00 |

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2024 (April 1, 2023 - March 31, 2024)

(Percentages indicate year-on-year changes)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Basic earnings per share |
|-----------|-----------------|-----|------------------|-----|-----------------|--------|---|-----|--------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Full year | 84,500 | 1.9 | 9,100 | 0.8 | 9,300 | △ 11.2 | 7,100 | 0.4 | 250.31 |

Quarterly Consolidated Financial Statements

1. Quarterly Consolidated Balance Sheet

(Millions of yen)

| | As of March 31, 2023 | As of September 30, 2023 |
|--|----------------------|--------------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 35,307 | 35,878 |
| Notes and accounts receivable - trade, and contract assets | 16,657 | 17,714 |
| Merchandise and finished goods | 17,395 | 17,668 |
| Work in process | 2,513 | 2,756 |
| Raw materials and supplies | 4,368 | 4,259 |
| Other | 1,188 | 1,212 |
| Allowance for doubtful accounts | △100 | △97 |
| Total current assets | 77,331 | 79,391 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 7,325 | 9,245 |
| Machinery, equipment and vehicles, net | 8,859 | 10,654 |
| Tools, furniture and fixtures, net | 1,993 | 2,112 |
| Land | 3,978 | 3,999 |
| Leased assets, net | 1,503 | 1,845 |
| Construction in progress | 4,738 | 2,249 |
| Total property, plant and equipment | 28,399 | 30,106 |
| Intangible assets | | |
| Software | 601 | 499 |
| Goodwill | 130 | 117 |
| Other | 59 | 60 |
| Total intangible assets | 791 | 676 |
| Investments and other assets | | |
| Investment securities | 13,597 | 18,834 |
| Other | 1,571 | 1,857 |
| Allowance for doubtful accounts | △8 | △8 |
| Total investments and other assets | 15,160 | 20,682 |
| Total non-current assets | 44,351 | 51,466 |
| Total assets | 121,682 | 130,858 |

(Millions of yen)

| | As of March 31, 2023 | As of September 30, 2023 |
|---|----------------------|--------------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 9,889 | 9,063 |
| Short-term borrowings | 4,229 | 3,753 |
| Income taxes payable | 201 | 1,387 |
| Provision for bonuses | 974 | 1,142 |
| Provision for product warranties | 477 | 502 |
| Other | 6,089 | 6,415 |
| Total current liabilities | 21,862 | 22,265 |
| Non-current liabilities | | |
| Long-term borrowings | 4,000 | 3,500 |
| Retirement benefit liability | 1,948 | 2,111 |
| Provision for retirement benefits for directors (and other officers) | 16 | 16 |
| Other | 6,254 | 8,160 |
| Total non-current liabilities | 12,219 | 13,788 |
| Total liabilities | 34,081 | 36,053 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 8,150 | 8,150 |
| Capital surplus | 2,143 | 2,179 |
| Retained earnings | 70,818 | 70,725 |
| Treasury shares | △7,559 | △7,537 |
| Total shareholders' equity | 73,552 | 73,518 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 8,310 | 11,943 |
| Foreign currency translation adjustment | 5,785 | 9,398 |
| Remeasurements of defined benefit plans | △48 | △56 |
| Total accumulated other comprehensive income | 14,048 | 21,285 |
| Total net assets | 87,601 | 94,804 |
| Total liabilities and net assets | 121,682 | 130,858 |

2. Quarterly Consolidated Statement of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

(Millions of yen)

| | Six months ended September 30, 2022 | Six months ended September 30, 2023 |
|--|--|--|
| Net sales | 42,568 | 42,028 |
| Cost of sales | 29,001 | 29,215 |
| Gross profit | 13,566 | 12,813 |
| Selling, general and administrative expenses | 8,968 | 8,675 |
| Operating profit | 4,597 | 4,137 |
| Non-operating income | | |
| Interest income | 79 | 225 |
| Dividend income | 223 | 251 |
| Foreign exchange gains | 1,052 | 945 |
| Other | 157 | 147 |
| Total non-operating income | 1,513 | 1,569 |
| Non-operating expenses | | |
| Interest expenses | 21 | 32 |
| Loss on retirement of non-current assets | 243 | 38 |
| Other | 113 | 25 |
| Total non-operating expenses | 379 | 95 |
| Ordinary profit | 5,731 | 5,611 |
| Profit before income taxes | 5,731 | 5,611 |
| Income taxes | 1,811 | 2,018 |
| Profit | 3,919 | 3,593 |
| Profit attributable to owners of parent | 3,919 | 3,593 |

Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

| | Six months ended September 30, 2022 | Six months ended September 30, 2023 |
|--|--|--|
| Profit | 3,919 | 3,593 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | △1,690 | 3,632 |
| Foreign currency translation adjustment | 4,624 | 3,612 |
| Remeasurements of defined benefit plans, net of tax | △71 | △8 |
| Total other comprehensive income | 2,863 | 7,237 |
| Comprehensive income | 6,783 | 10,830 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 6,783 | 10,830 |
| Comprehensive income attributable to non-controlling interests | — | — |