Financial Announcement for the First Quarter Ended December 31, 2020 [Japanese Standard] (consolidated)

May 11, 2020
Stock exchange listing:Tokyo Stock Exchange

Company Name: MEC COMPANY LTD.
Stock Code No.: 4971 Company URL: https://www.mec-co.com/en/
Representative: Kazuo MAEDA, CEO & President
Contact: Yoshihiro SAKAMOTO, Corporate Communication Office TEL: +81-(0)6-6401-8160
Scheduled date for submitting quarterly reports: May 13, 2020
Commencement Date of Dividend Payment (Scheduled): -
Creation of reference materials supplementary to the results: Yes
Holding of briefing sessions regarding the results: None

(Amounts less than one million yen have been disregarded.)

1. Consolidated financial results (January 1, 2020 to December 31, 2020)

(1) Financial results

(% represent annual changes over the preceding year unless otherwise stated.)

	Net sales		Operating income		Ordinary income		Net income attributable to parent company's shareholders	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended March 31, 2020	2,809	20.7	498	142.1	463	92.9	317	100.0
Three months ended March 31, 2019	2,328	-12.5	205	-60.5	240	-53.0	158	-56.6

Note: Comprehensive income: Three months ended March 31, 2020:111 million yen (-52.4%); Three months ended March 31, 2019:234 million yen (50.4%)

	Net income per share for quarter	Diluted net income per share for quarter
	Yen	Yen
Three months ended March 31, 2020	16.72	-
Three months ended March 31, 2019	8.36	-

(2) Financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of March 31, 2020	19,763	15,935	80.6
As of March 31, 2019	19,991	16,091	80.5

(Reference) Shareholder's equity: As of March 31, 2020: 15,935 million yen; As of March 31, 2019:16,091 million yen

2. Dividends

	Annual dividend				
	1Q	2Q	3Q	4Q	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2019	-	12.00	-	14.00	26.00
Fiscal year ending December 31, 2020	-				
Fiscal year ending December 31, 2020 (Forecast)		12.00	-	14.00	26.00

(Note) Revision of recently announced dividends forecast: None

3. Consolidated earnings forecasts for the fiscal year ending December 31, 2020 (January 1, 2020 to December 31, 2020)

(Percentages indicate changes from previous fiscal year for full-year figures, and year-on-year changes for quarterly changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to parent company's shareholders		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	5,000	0.5	600	-1.7	600	-6.0	400	-12.5	21.07
Full year	11,600	6.8	1,700	3.8	1,750	1.6	1,250	1.1	65.87

(Note) Revision of recently announced dividends forecast: None

* Notes

(1) Changes of major subsidiary companies during the period (Change of specific subsidiary companies that involves changes in the scope of consolidation): None

(2) Application of concise accounting procedures or particular accounting procedures in the creation of consolidated financial statements during this quarter: Yes

(3) Changes of principles, procedures, presentation methods, etc., in accounting procedures

1) Changes that accompany amendment of accounting standards, etc.: None
2) Changes other than those of (1): None
3) Expected changes to accounting standards: None
4) Restatements: None

(4) Number of shares outstanding (Common stock)

1) Number of shares outstanding (including treasury stock) issued as of:	As of December 31, 2020	20,071,093 shares	As of December 31, 2019	20,071,093 shares
2) Number of shares of treasury stock:	As of December 31, 2020	1,093,341 shares	As of December 31, 2019	1,093,311 shares
3) Average number of shares during the period:	Three months ended December 31, 2020	18,977,767 shares	Three months ended December 31, 2019	18,970,860 shares

* Quarterly financial results are not covered by the quarterly review

* Explanation of appropriate use of earnings forecasts. Other points of note.

- The business forecasts and such like stated in this material are based on the information currently available to the Company and certain assumptions that are judged to be rational. Actual results may vary significantly from the forecasts due to various factors.