Consolidated Financial Results
for the Nine Months Ended December 31, 2020 [Japanese GAAP]

February 10, 2021

Company name: MIRAIT Holdings Corporation
Stock exchange listing: TSE
Code Number: 1417
URL: https://www.mirait.co.jp/
Representative: Toshiki Nakayama, President and CEO
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Scheduled date for filing of quarterly report: February 10, 2021
Scheduled date for commencement of dividend payment: —
Supplementary briefing materials on quarterly results: Available
Quarterly results briefing: None

(Amounts are rounded down to the nearest one million)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2020
(April 1, 2020 to December 31, 2020)

(1) Consolidated Operating Results (cumulative)

(% indicates change from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Nine months ended December 31, 2020	304,459	5.5	15,434	70.3	16,998	64.0	13,934	121.0
Nine months ended December 31, 2019	288,507	25.4	9,064	(8.1)	10,362	(4.5)	6,304	(27.8)

(Note) Comprehensive income: Nine months ended December 31, 2020 12,267 million yen (42.7%)
Nine months ended December 31, 2019 8,597 million yen (22.2%)

	Net income per share	Diluted net income per share
	yen	yen
Nine months ended December 31, 2020	130.54	—
Nine months ended December 31, 2019	63.31	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
As of December 31, 2020	323,756	218,005	66.0
As of March 31, 2020	352,134	218,710	61.2

(Reference) Equity: As of December 31, 2020 213,520 million yen
As of March 31, 2020 215,423 million yen

2. Dividends

	Annual dividends per share				
	End of 1Q	End of2Q	End of 3Q	Year-end	Total
	yen	yen	yen	yen	Yen
Fiscal year ended March 31, 2020	—	20.00	—	20.00	40.00
Fiscal year ending March 31, 2021	—	22.50	—		
Fiscal year ending March 31, 2021 (forecast)				22.50	45.00

(Note) Revision of dividend forecasts from recently announced figures: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2021
(April 1, 2020 to March 31, 2021)

(% indicates change from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	Yen
Full year ending March 31, 2021	445,000	0.9	23,000	4.6	24,300	4.7	18,000	18.3	170.72

(Note) Revision of financial results forecasts from recently announced figures: Yes

* Notes:

(1) Significant changes in subsidiaries during the period under review: None

(2) Application of specific accounting practices for preparing consolidated quarterly financial statements: Yes

(3) Changes in accounting principles and changes or restatements of accounting estimates:

1) Changes in accounting principles due to revision of accounting standards: None

2) Changes in accounting principles other than 1) above: None

3) Changes in accounting estimates: None

4) Restatements: None

(4) Total number of issued shares (common stock)

1) Total number of issued shares at the end of the period (including treasury stock):

December 31, 2020	108,325,329 shares	March 31, 2020	108,325,329 shares

2) Total number of treasury stock at the end of the period

December 31, 2020	6,907,140 shares	March 31, 2020	958,390 shares

3) Average number of shares outstanding during the period

December 31, 2020	106,742,903 shares	December 31, 2019	99,581,911 shares

(Note) Total number of treasury stock includes the Company's stock held by the Board Incentive Plan trust under the Company's performance-linked stock remuneration program for directors and executive officers.

* Implementation status of quarterly review processes

– This quarterly summary of consolidated financial results is not subject to the quarterly review procedures stipulated under the Financial Instruments and Exchange Act.

* Explanation regarding the appropriate use of performance forecasts, and other items warranting special mention

– The performance forecasts and other forward-looking statements in this report are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Accordingly, actual performance may differ materially depending on various factors.

Consolidated Quarterly Financial Statements and Notes

(1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	Fiscal Year Ended March 31, 2020	Nine Months Ended December 31, 2020
Assets		
Current assets		
Cash and deposits	33,543	38,530
Notes receivable, accounts receivable from completed construction contracts and other	147,584	106,391
Costs on construction contracts in progress	32,758	47,983
Investments in leases	6,123	5,493
Other	5,798	5,325
Allowance for doubtful accounts	(96)	(46)
Total current assets	225,712	203,678
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	38,948	38,216
Land	32,806	32,785
Construction in progress	1,383	4,180
Other, net	9,457	9,333
Total property, plant and equipment	82,596	84,516
Intangible assets		
Customer related assets	1,943	1,767
Goodwill	2,921	3,547
Software	1,729	1,579
Other	118	117
Total intangible assets	6,711	7,012
Investments and other assets		
Investment securities	30,139	22,115
Retirement benefit asset	1,967	1,168
Deferred tax assets	2,081	2,272
Leasehold and guarantee deposits	1,385	1,432
Other	1,687	1,725
Allowance for doubtful accounts	(147)	(165)
Total investments and other assets	37,114	28,549
Total non-current assets	126,422	120,078
Total assets	352,134	323,756

(Millions of yen)

	Fiscal Year Ended March 31, 2020	Nine Months Ended December 31, 2020
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	58,738	50,608
Short-term borrowings	16,789	2,200
Income taxes payable	3,281	2,838
Lease obligations	3,371	3,335
Advances received on construction contracts in progress	4,670	4,601
Provision for loss on construction contracts	959	1,306
Provision for bonuses	7,515	3,603
Provision for bonuses for directors (and other officers)	120	70
Provision for warranties for completed construction	7	6
Other	9,284	12,891
Total current liabilities	104,738	81,464
Non-current liabilities		
Long-term accounts payable - other	213	1,431
Lease obligations	7,607	6,733
Deferred tax liabilities	1,650	418
Deferred tax liabilities for land revaluation	41	41
Provision for retirement benefits for directors (and other officers)	128	120
Provision for share based compensation	282	285
Retirement benefit liability	17,635	14,311
Asset retirement obligations	172	173
Other	953	771
Total non-current liabilities	28,685	24,287
Total liabilities	133,424	105,751
Net assets		
Shareholders' equity		
Share capital	7,000	7,000
Capital surplus	69,399	69,471
Retained earnings	135,546	144,968
Treasury shares	(1,386)	(10,887)
Total shareholders' equity	210,559	210,553
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,967	3,775
Revaluation reserve for land	(98)	(98)
Foreign currency translation adjustment	(281)	(1,203)
Remeasurements of defined benefit plans	276	493
Total accumulated other comprehensive income	4,863	2,967
Non-controlling interests	3,287	4,484
Total net assets	218,710	218,005
Total liabilities and net assets	352,134	323,756

(2) Consolidated Quarterly Statements of Income and Comprehensive Income

Nine Months Ended December 31, 2020

(Millions of yen)

	Nine Months Ended December 31, 2019	Nine Months Ended December 31, 2020
Net sales of completed construction contracts	288,507	304,459
Cost of sales of completed construction contracts	257,268	266,916
Gross profit on completed construction contracts	31,239	37,542
Selling, general and administrative expenses	22,175	22,107
Operating profit	9,064	15,434
Non-operating income		
Interest income	81	42
Dividend income	905	970
Foreign exchange gains	—	284
Surrender value of insurance policies	87	102
Share of profit of entities accounted for using equity method	69	—
Other	358	329
Total non-operating income	1,501	1,729
Non-operating expenses		
Interest expenses	36	32
Share of loss of entities accounted for using equity method	—	59
Foreign exchange losses	30	—
Other	137	73
Total non-operating expenses	204	165
Ordinary profit	10,362	16,998
Extraordinary income		
Gain on sales of non-current assets	402	16
Gain on sales of investment securities	26	4,277
Gain on revision of retirement benefit plan	—	271
Other	—	3
Total extraordinary income	429	4,569
Extraordinary losses		
Loss on retirement of non-current assets	28	105
Loss on sales of investment securities	57	5
Loss on valuation of investment securities	3	59
Other	72	74
Total extraordinary losses	162	244
Profit before income taxes	10,629	21,323
Income taxes	4,153	7,161
Profit	6,476	14,161
Profit attributable to		
Profit attributable to owners of parent	6,304	13,934
Profit attributable to non-controlling interests	171	227

(Millions of yen)

	Nine Months Ended December 31, 2019	Nine Months Ended December 31, 2020
Other comprehensive income		
Valuation difference on available-for-sale securities	2,832	(1,190)
Foreign currency translation adjustment	(618)	(921)
Remeasurements of defined benefit plans, net of tax	(88)	216
Share of other comprehensive income of entities accounted for using equity method	(3)	0
Total other comprehensive income	2,120	(1,894)
Comprehensive income	8,597	12,267
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,431	12,057
Comprehensive income attributable to non-controlling interests	165	229