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Consolidated Financial Results for the Six Months Ended September 30, 2024 [Japanese GAAP]

October 31, 2024

Company name: Mitsubishi Kakoki Kaisha, Ltd.
Listing: Tokyo
Securities code: 6331
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Scheduled date to file semi-annual securities report: November 14, 2024
Scheduled date to commence dividend payments: December 2, 2024
Preparation of supplementary material on financial results: None
Holding of financial results briefing: Yes (For institutional investors and securities analyst)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2024 (April 1, 2024 to September 30, 2024)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	26,623	20.2	2,265	4.0	2,207	(7.9)	1,463	(8.6)
September 30, 2023	22,145	4.5	2,177	14.4	2,396	10.8	1,602	4.3

(Note) Comprehensive income: Six months ended September 30, 2024: ¥ 1,736 million [(34.1)%]
Six months ended September 30, 2023: ¥ 2,636 million [102.2%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	192.43	-
September 30, 2023	210.39	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2024	64,819	35,652	55.0	4,687.87
March 31, 2024	63,170	34,577	54.7	4,540.06

(Reference) Equity: As of September 30, 2024: ¥ 35,652 million
As of March 31, 2024: ¥ 34,577 million

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	-	30.00	-	80.00	110.00
Fiscal year ending March 31, 2025	-	50.00			
Fiscal year ending March 31, 2025 (Forecast)			-	60.00	110.00

(Note) Revision to the forecast for dividends announced most recently: None

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025(April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	58,000	21.4	4,800	8.8	4,550	(3.4)	3,200	(40.7)	420.66

(Note) Revision to the financial results forecast announced most recently: None

* Notes:

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatement: None

(4) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):
September 30, 2024: 7,913,950 shares
March 31, 2024: 7,913,950 shares

2) Number of treasury shares at the end of the period:
September 30, 2024: 308,688 shares
March 31, 2024: 297,783 shares

3) Average number of shares outstanding during the period:
Six months ended September 30, 2024: 7,607,082 shares
Six months ended September 30, 2023: 7,616,378 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The performance forecasts and other forward-looking statements contained in this document are based on information currently available to the company and on certain assumptions that the company considers to be reasonable and are not intended to guarantee that they will be achieved.Actual performance may differ significantly due to various factors.

Semi-annual Consolidated Financial Statements

Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and bank deposits	15,183	13,447
Notes and accounts receivable - trade, and contract assets	24,210	22,379
Electronically recorded monetary claims - operating	3,149	4,713
Finished goods	599	666
Work in process	2,346	2,809
Raw materials and supplies	994	875
Other assets	1,784	2,891
Allowance for doubtful accounts	(7)	(8)
Total current assets	48,260	47,774
Non-current assets		
Property, plant and equipment	6,389	6,940
Intangible assets		
Goodwill	-	1,331
Other	455	456
Total intangible assets	455	1,787
Investments and other assets		
Investment securities	4,905	5,229
Other assets	3,179	3,107
Allowance for doubtful accounts	(21)	(21)
Total investments and other assets	8,063	8,315
Total non-current assets	14,909	17,044
Total assets	63,170	64,819
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,113	6,100
Electronically recorded obligations - operating	3,727	3,778
Accrued income taxes	1,719	504
Contract liabilities	5,531	7,961
Accrued bonuses	1,065	830
Accrued bonuses to directors	24	7
Provision for warranties for completed construction	728	617
Provision for loss on construction contracts	103	115
Other current liabilities	1,887	1,436
Total current liabilities	20,902	21,351
Non-current liabilities		
Long-term debt	3,300	3,300
Provision for executive compensation BIP Trus	95	116
Provision for employee stock ownership plan trust	-	27
Liability for retirement benefits	3,931	3,960
Other long-term liabilities	362	410
Total non-current liabilities	7,689	7,815
Total liabilities	28,592	29,166

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Common stock	3,956	3,956
Capital surplus	4,203	4,203
Retained earnings	24,117	24,966
Treasury shares	(541)	(588)
Total shareholders' equity	31,736	32,538
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	2,188	2,402
Deferred gain (loss) on hedges	(14)	33
Foreign currency translation adjustment	(218)	(213)
Accumulated remeasurements of defined benefit plans	886	891
Total accumulated other comprehensive income	2,841	3,114
Total net assets	34,577	35,652
Total liabilities and net assets	63,170	64,819

Semi-annual Consolidated Statements of Income and Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales	22,145	26,623
Cost of sales	16,393	20,843
Gross profit	5,751	5,780
Selling, general and administrative expenses	3,574	3,514
Operating income	2,177	2,265
Non-operating income		
Interest income	0	0
Dividend income	123	75
Other	192	17
Total non-operating income	316	93
Non-operating expenses		
Interest expenses	15	15
Litigation expenses	33	56
Other	48	79
Total non-operating expenses	97	151
Ordinary income	2,396	2,207
Extraordinary losses		
Impairment losses	-	64
Loss on removal of noncurrent assets	17	-
Total extraordinary losses	17	64
Profit before income taxes	2,378	2,142
Income taxes - current	636	423
Income taxes - deferred	139	255
Total income taxes	776	678
Net income	1,602	1,463
Profit attributable to owners of parent	1,602	1,463

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net income	1,602	1,463
Other comprehensive income		
Unrealized gain (loss) on available-for-sale securities	1,012	213
Deferred gain (loss) on hedges	(50)	48
Foreign currency translation adjustment	42	5
Remeasurements of defined benefit plans	29	5
Total other comprehensive income	1,033	273
Comprehensive income	2,636	1,736
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,636	1,736

Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	2,378	2,142
Depreciation and amortization	315	335
Impairment loss	-	64
Amortization of goodwill	-	22
Loss on valuation of inventories	(159)	(7)
Increase (decrease) in allowance for doubtful accounts	0	0
Increase (decrease) in Accrued bonuses	(111)	(281)
Increase (decrease) in Accrued bonuses to directors	(11)	(17)
Increase (decrease) in provision for warranties for completed construction	(403)	(110)
Increase (decrease) in provision for loss on construction contracts	(65)	11
Increase (decrease) in provision for executive compensation BIP Trust	8	20
Increase (decrease) in provision for employee stock ownership plan trust	-	27
Increase (decrease) in asset and liability for retirement benefits	(149)	(271)
Interest and dividend income	(123)	(76)
Interest expense	15	15
Foreign exchange losses (gains)	(148)	66
Decrease (increase) notes and accounts receivable, trade	(856)	644
Decrease (increase) in inventories	(121)	(163)
Decrease (increase) in advance payments	222	(760)
Increase (decrease) in notes and accounts payable, trade	(1,719)	(119)
Increase (decrease) in contract liabilities	(57)	2,327
Other, net	181	(861)
Subtotal	(805)	3,010
Interest and dividends received	123	76
Interest paid	(15)	(15)
Income taxes paid	(961)	(1,599)
Net cash provided by (used in) operating activities	(1,659)	1,472
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(1,902)	(581)
Purchase of investment securities	(42)	(19)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(1,999)
Payment for long-term loans receivable	-	(0)
Collection of long-term loans receivable	2	3
Other, net	(20)	148
Net cash provided by (used in) investing activities	(1,963)	(2,449)
Cash flows from financing activities		
Proceeds from long-term loans payable	500	-
Repayments of long-term loans payable	(500)	-
Repayments of lease obligations	(4)	(6)
Purchase of treasury stock	(0)	(47)
Cash dividends paid	(614)	(614)
Net cash provided by (used in) financing activities	(619)	(668)
Effect of exchange rate change on cash and cash equivalents	157	(90)
Net increase (decrease) in cash and cash equivalents	(4,084)	(1,736)
Cash and cash equivalents at beginning of period	13,114	15,182
Cash and cash equivalents at end of period	9,029	13,446