

Consolidated Financial Results for the Three Months Ended June 30, 2023 (Japanese GAAP)

August 7, 2023

Company name: Mitsuboshi Belting Ltd.
 Stock exchange listing: Tokyo
 Securities code: 5192
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Scheduled date of filing quarterly securities report: August 10, 2023
 Scheduled date of 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, 2023 (April 1, 2023 - June 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	%
Three months ended								
June 30, 2023	20,549	△ 0.2	2,027	△ 5.5	3,246	8.1	2,191	7.2
June 30, 2022	20,600	6.9	2,144	△ 7.4	3,003	14.8	2,043	23.5

Note: Comprehensive income Three months ended June 30, 2023: ¥7,580 million (58.3%)
 Three months ended June 30, 2022: ¥4,787 million (134.3%)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2023	77.29	—
June 30, 2022	71.76	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	127,378	91,494	71.8
As of March 31, 2023	121,682	87,601	72.0

Reference: Equity As of June 30, 2023: ¥91,494 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	—				
Fiscal year ending March 31, 2024(Forecast)		125.00	—	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
First half of fiscal year	42,500	△ 0.2	4,300	△ 6.5	4,400	△ 23.2	3,200	△ 18.4	112.83
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 June 30, 2023
Assets		
Current assets		
Cash and deposits	35,307	34,772
Notes and accounts receivable - trade, and contract assets	16,657	17,407
Merchandise and finished goods	17,395	18,013
Work in process	2,513	2,585
Raw materials and supplies	4,368	4,442
Other	1,188	1,397
Allowance for doubtful accounts	△100	△104
Total current assets	77,331	78,514
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,325	7,518
Machinery, equipment and vehicles, net	8,859	9,405
Tools, furniture and fixtures, net	1,993	2,083
Land	3,978	3,995
Leased assets, net	1,503	1,604
Construction in progress	4,738	4,806
Total property, plant and equipment	28,399	29,413
Intangible assets		
Software	601	565
Goodwill	130	124
Other	59	59
Total intangible assets	791	748
Investments and other assets		
Investment securities	13,591	16,898
Other	1,571	1,811
Allowance for doubtful accounts	△8	△8
Total investments and other assets	15,160	18,701
Total non-current assets	44,351	48,863
Total assets	121,682	127,378

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,889	9,291
Short-term borrowings	4,229	3,978
Income taxes payable	201	909
Provision for bonuses	974	1,604
Provision for product warranties	477	489
Other	6,089	6,363
Total current liabilities	21,862	22,636
Non-current liabilities		
Long-term borrowings	4,000	3,750
Retirement benefit liability	1,948	2,122
Provision for retirement benefits for directors (and other officers)	16	16
Other	6,254	7,357
Total non-current liabilities	12,219	13,246
Total liabilities	34,081	35,883
Net assets		
Shareholders' equity		
Share capital	8,150	8,150
Capital surplus	2,143	2,143
Retained earnings	70,818	69,324
Treasury shares	△7,559	△7,560
Total shareholders' equity	73,552	72,057
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,310	10,600
Foreign currency translation adjustment	5,785	8,880
Remeasurements of defined benefit plans	△48	△43
Total accumulated other comprehensive income	14,048	19,437
Total net assets	87,601	91,494
Total liabilities and net assets	121,682	127,378

2. Quarterly Consolidated Statement of Income and Comprehensive Income

Quarterly Consolidated Statement of Income

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	20,600	20,549
Cost of sales	14,115	14,224
Gross profit	6,484	6,324
Selling, general and administrative expenses	4,339	4,297
Operating profit	2,144	2,027
Non-operating income		
Interest income	29	86
Dividend income	222	249
Foreign exchange gains	677	697
Other	68	247
Total non-operating income	998	1,282
Non-operating expenses		
Interest expenses	11	16
Loss on retirement of non-current assets	102	29
Other	25	17
Total non-operating expenses	139	62
Ordinary profit	3,003	3,246
Profit before income taxes	3,003	3,246
Income taxes	959	1,055
Profit	2,043	2,191
Profit attributable to owners of parent	2,043	2,191

Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	2,043	2,191
Other comprehensive income		
Valuation difference on available-for-sale securities	△500	2,289
Foreign currency translation adjustment	3,311	3,094
Remeasurements of defined benefit plans, net of tax	△67	4
Total other comprehensive income	2,743	5,388
Comprehensive income	4,787	7,580
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,787	7,580
Comprehensive income attributable to non-controlling interests	—	—