

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2020 (Based on Japanese GAAP)

February 1, 2021

Company name: MARUWA UNYU KIKAN CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 9090 URL <https://www.momotaro.co.jp/>
 Representative: President Masaru Wasami
 Inquiries: Director and Managing Executive Officer Kazumi Kawada TEL 048(991)1000
 Scheduled date to file Quarterly Securities Report: February 10, 2021
 Scheduled date to 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 nine months ended December 31, 2020 (from April 1, 2020 to December 31, 2020)

(1) Consolidated operating results (cumulative)

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	%
Nine months ended December 31, 2020	83,884	14.4	6,952	21.0	7,095	19.8	4,890	20.1
Nine months ended December 31, 2019	73,326	14.7	5,746	24.1	5,921	22.6	4,072	20.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2020	38.39		38.06	
Nine months ended December 31, 2019	31.76		31.65	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2020	76,588	24,780	32.4
As of March 31, 2020	48,423	26,328	54.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2020	–	21.90	–	10.95	–
Year ending March 31, 2021	–	18.95	–		
Year ending March 31, 2021 (Forecast)				9.48	–

3. Forecast of consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	110,000	11.8	7,900	9.8	8,100	9.6	5,210	8.1	41.04

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2020
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2020	128,745,120 shares	As of March 31, 2020	128,653,920 shares
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Number of treasury shares at the end of the period

As of December 31, 2020	3,108,388 shares	As of March 31, 2020	879,224 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2020	127,398,456 shares	Nine months ended December 31, 2019	128,225,442 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	8,541,130	29,093,959
Notes and accounts receivable - trade	11,020,893	13,907,827
Supplies	37,776	47,801
Other	837,531	993,932
Allowance for doubtful accounts	(4,314)	(5,027)
Total current assets	20,433,018	44,038,492
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,295,808	9,078,403
Machinery, equipment and vehicles, net	2,681,118	2,487,588
Land	6,540,656	6,579,956
Other, net	2,122,492	3,735,388
Total property, plant and equipment	19,640,076	21,881,337
Intangible assets		
Goodwill	171,859	688,864
Other	1,250,494	1,153,808
Total intangible assets	1,422,353	1,842,672
Investments and other assets		
Other	6,975,480	8,873,214
Allowance for doubtful accounts	(47,652)	(47,218)
Total investments and other assets	6,927,828	8,825,996
Total non-current assets	27,990,258	32,550,005
Total assets	48,423,277	76,588,497
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,125,738	8,374,523
Short-term borrowings	200,000	4,100,000
Current portion of long-term borrowings	2,158,648	2,502,317
Income taxes payable	1,593,545	1,161,388
Provision for bonuses	601,268	167,749
Provision for loss on litigation	18,600	7,015
Other	4,716,477	6,485,094
Total current liabilities	16,414,277	22,798,087
Non-current liabilities		
Bonds payable	—	75,000
Convertible bonds	—	21,081,647
Long-term borrowings	2,679,730	4,301,396
Retirement benefit liability	751,660	845,345
Asset retirement obligations	598,166	755,320
Provision for share-based remuneration for directors (and other officers)	8,354	8,394
Provision for share-based remuneration for employees	10,989	9,878
Other	1,631,982	1,933,297
Total non-current liabilities	5,680,883	29,010,278
Total liabilities	22,095,160	51,808,366

	(Thousands of yen)	
	As of March 31, 2020	As of December 31, 2020
Net assets		
Shareholders' equity		
Share capital	2,660,814	2,663,915
Capital surplus	2,175,236	2,339,926
Retained earnings	21,327,545	24,302,320
Treasury shares	(611,882)	(5,758,740)
Total shareholders' equity	25,551,714	23,547,421
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	954,922	1,381,450
Remeasurements of defined benefit plans	(178,519)	(148,741)
Total accumulated other comprehensive income	776,402	1,232,709
Total net assets	26,328,117	24,780,131
Total liabilities and net assets	48,423,277	76,588,497

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net sales	73,326,670	83,884,965
Cost of sales	64,238,478	73,180,448
Gross profit	9,088,192	10,704,517
Selling, general and administrative expenses	3,342,145	3,752,415
Operating profit	5,746,047	6,952,102
Non-operating income		
Interest income	2,543	19,287
Dividend income	71,094	87,320
Insurance claim income	44,649	13,816
Gain on sales of investment securities	574	—
Other	83,812	97,496
Total non-operating income	202,675	217,920
Non-operating expenses		
Interest expenses	15,203	15,435
Loss on cancellation of leases	9,781	1,853
Bond issuance costs	—	45,173
Other	1,827	11,559
Total non-operating expenses	26,812	74,023
Ordinary profit	5,921,909	7,095,999
Profit before income taxes	5,921,909	7,095,999
Income taxes	1,849,215	2,205,732
Profit	4,072,694	4,890,267
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	4,072,694	4,890,267

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Profit	4,072,694	4,890,267
Other comprehensive income		
Valuation difference on available-for-sale securities	553,752	426,528
Remeasurements of defined benefit plans, net of tax	26,852	29,778
Total other comprehensive income	580,605	456,306
Comprehensive income	4,653,299	5,346,573
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,653,299	5,346,573
Comprehensive income attributable to non-controlling interests	—	—