

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

August 1, 2022

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: August 10, 2022
 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 three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(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	%
Three months ended June 30, 2022	40,950	39.7	2,371	3.6	2,557	6.7	1,666	(3.7)
Three months ended June 30, 2021	29,320	9.5	2,287	2.2	2,397	3.8	1,730	8.3

Note: Comprehensive income Three months ended June 30, 2022: 2,518 million yen [55.0%]
 Three months ended June 30, 2021: 1,625 million yen [2.9%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2022	13.25	12.21
Three months ended June 30, 2021	13.77	12.69

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2022	87,591	31,050	34.5
As of March 31, 2022	85,909	29,735	33.7

Reference: Equity As of June 30, 2022: 30,200 million yen
 As of March 31, 2022: 28,944 million yen

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, 2022	–	9.50	–	9.50	19.00
Year ending March 31, 2023	–				
Year ending March 31, 2023 (Forecast)		11.75	–	11.75	23.50

Note: Any revision from the most recently announced dividend forecast: No

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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
Six months ending September 30, 2022	81,380	36.2	4,720	8.9	4,910	8.0	3,250	(0.3)	25.85
Full year	171,500	28.9	11,130	28.7	11,522	26.1	7,380	20.5	58.69

Note: Any revision from the most recently announced earnings forecast: No

* Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2022
(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 June 30, 2022	128,848,320 shares	As of March 31, 2022	128,848,320 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	3,105,707 shares	As of March 31, 2022	3,105,879 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2022	125,742,568 shares	Three months ended June 30, 2021	125,694,896 shares
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Note: The number of treasury shares excluded from the calculation of the number of treasury shares at the end of the period and average number of shares during the period includes 357,194 Company shares held as investment assets in a stock benefit trust for officers and a stock benefit ESOP.

* Quarterly financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Actual results may differ substantially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	29,679	30,433
Notes and accounts receivable - trade	18,196	18,085
Supplies	93	95
Other	1,264	1,259
Allowance for doubtful accounts	(14)	(14)
Total current assets	49,219	49,858
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,686	8,555
Machinery, equipment and vehicles, net	2,366	2,294
Land	7,022	7,280
Other, net	4,362	4,469
Total property, plant and equipment	22,438	22,598
Intangible assets		
Goodwill	3,681	3,539
Other	1,334	1,310
Total intangible assets	5,015	4,850
Investments and other assets		
Other	9,272	10,320
Allowance for doubtful accounts	(36)	(36)
Total investments and other assets	9,235	10,283
Total non-current assets	36,689	37,732
Total assets	85,909	87,591

(Millions of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	11,287	11,283
Short-term borrowings	145	1,530
Current portion of long-term borrowings	3,134	3,041
Income taxes payable	1,652	878
Provision for bonuses	835	240
Provision for loss on litigation	1	1
Other	6,916	7,827
Total current liabilities	23,972	24,804
Non-current liabilities		
Bonds payable	5	5
Convertible bonds	20,806	20,751
Long-term borrowings	6,960	6,353
Retirement benefit liability	955	976
Asset retirement obligations	786	788
Provision for share awards for directors (and other officers)	31	31
Provision for share-based remuneration for employees	39	38
Provision for retirement benefits for directors (and other officers)	55	57
Other	2,560	2,733
Total non-current liabilities	32,201	31,736
Total liabilities	56,173	56,541
Net assets		
Shareholders' equity		
Share capital	2,667	2,667
Capital surplus	2,343	2,346
Retained earnings	28,681	29,149
Treasury shares	(5,758)	(5,758)
Total shareholders' equity	27,933	28,405
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,207	1,979
Remeasurements of defined benefit plans	(196)	(185)
Total accumulated other comprehensive income	1,010	1,794
Non-controlling interests	790	850
Total net assets	29,735	31,050
Total liabilities and net assets	85,909	87,591

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	29,320	40,950
Cost of sales	25,653	36,508
Gross profit	3,666	4,442
Selling, general and administrative expenses	1,378	2,070
Operating profit	2,287	2,371
Non-operating income		
Interest income	55	55
Dividend income	40	49
Gain on sale of non-current assets	4	51
Other	19	38
Total non-operating income	120	195
Non-operating expenses		
Interest expenses	3	7
Loss on retirement of non-current assets	5	0
Other	2	1
Total non-operating expenses	11	9
Ordinary profit	2,397	2,557
Profit before income taxes	2,397	2,557
Income taxes	666	822
Profit	1,730	1,734
Profit attributable to non-controlling interests	—	68
Profit attributable to owners of parent	1,730	1,666

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Profit	1,730	1,734
Other comprehensive income		
Valuation difference on available-for-sale securities	(116)	772
Remeasurements of defined benefit plans, net of tax	11	11
Total other comprehensive income	(105)	783
Comprehensive income	1,625	2,518
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,625	2,449
Comprehensive income attributable to non-controlling interests	—	68