

## Consolidated Financial Results for the Six Months Ended September 30, 2022 [Japanese GAAP]

November 9, 2022

Company name: Mie Kotsu Group Holdings, Inc.  
 Stock exchange listing: Tokyo, Nagoya  
 Securities code: 3232  
 URL: <https://holdings.sanco.co.jp/>  
 Representative: Yasushi Hara, President and Representative Director  
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 Phone: +81-59-213-0351  
 Scheduled date of filing quarterly securities report: November 11, 2022  
 Scheduled date of commencing dividend payments: November 21, 2022  
 Availability of supplementary briefing material on quarterly financial results: None  
 Holding of quarterly financial results briefing: Yes (for securities analysts and institutional investors)

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Six Months Ended September 30, 2022 (April 01, 2022 to September 30, 2022)

#### (1) Consolidated Operating Results (% represents increase (decrease) from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million of yen	%	Million of yen	%	Million of yen	%	Million of yen	%
Six months ended September 30, 2022	39,449	10.6	1,928	-	2,280	410.6	1,684	503.6
September 30, 2021	35,664	(5.1)	(212)	-	446	-	279	-

(Note) Comprehensive income: Six months ended September 30, 2022: ¥ 3,075 million [ -%]  
 Six months ended September 30, 2021: ¥ (282) million [ -%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2022	16.90	-
September 30, 2021	2.80	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million of yen	Million of yen	%
As of September 30, 2022	171,839	51,112	29.6
March 31, 2022	165,153	48,394	29.1

(Reference) Equity: As of September 30, 2022: ¥ 50,813 million  
 As of March 31, 2022: ¥ 48,101 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, 2022	-	4.00	-	4.00	8.00
Fiscal year ending March 31, 2023	-	5.00			
Fiscal year ending March 31, 2023 (Forecast)			-	5.00	10.00

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

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% represents increase (decrease) from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Million of yen	%	Million of yen	%	Million of yen	%	Million of yen	%	Yen
Full year	92,000	9.1	4,800	60.2	4,600	10.0	3,000	35.7	30.09

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

\* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

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

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

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

3) Changes in accounting estimates: None

4) Retrospective restatement: None

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

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

September 30, 2022: 107,301,583 shares

March 31, 2022: 107,301,583 shares

2) Total number of treasury shares at the end of the period:

September 30, 2022: 7,460,413 shares

March 31, 2022: 7,628,086 shares

3) Average number of shares during the period:

Six months ended September 30, 2022: 99,712,813 shares

Six months ended September 30, 2021: 99,540,371 shares

\*Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

\* The forecasts given in this document are based on the current available information in the company and certain reasonable assumptions of the company. And we don't commit to achieve these forecasting numbers. Actual results may differ from these forecasts by a variety of reasons.

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Thousand of yen)

	As of March 31,2022	As of September 30,2022
<b>Assets</b>		
Current assets		
Cash and deposits	7,383,315	9,315,260
Notes and accounts receivable - trade	6,841,965	6,700,826
Merchandise and finished goods	2,830,253	4,007,826
Real estate for sale	21,641,004	24,006,484
Work in process	226,310	534,765
Raw materials and supplies	263,435	272,493
Other	2,847,640	2,686,952
Allowance for doubtful accounts	(11,545)	(11,261)
Total current assets	42,022,380	47,513,346
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	24,894,832	24,189,558
Machinery, equipment and vehicles, net	21,910,178	20,959,344
Land	54,985,120	55,023,146
Other, net	2,022,531	2,045,471
Total property, plant and equipment	103,812,663	102,217,521
Intangible assets		
Other	439,279	423,559
Total intangible assets	439,279	423,559
Investments and other assets		
Other	18,991,448	21,795,690
Allowance for doubtful accounts	(112,660)	(110,400)
Total investments and other assets	18,878,787	21,685,290
Total non-current assets	123,130,730	124,326,371
Total assets	165,153,110	171,839,717
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	5,546,325	3,171,352
Short-term borrowings	10,665,000	9,879,000
Current portion of long-term borrowings	21,218,788	24,356,096
Income taxes payable	1,255,793	654,328
Provisions	847,973	882,883
Other	8,702,502	8,395,615
Total current liabilities	48,236,383	47,339,275
Non-current liabilities		
Long-term borrowings	50,426,896	54,021,114
Provisions	389,550	415,875
Retirement benefit liability	2,289,289	2,264,859
Asset retirement obligations	1,766,688	1,774,387
Other	13,649,492	14,912,087
Total non-current liabilities	68,521,917	73,388,323
Total liabilities	116,758,300	120,727,599

(Thousand of yen)

	As of March 31,2022	As of September 30,2022
Net assets		
Shareholders' equity		
Share capital	3,000,000	3,000,000
Capital surplus	10,422,305	10,447,588
Retained earnings	28,165,160	29,451,128
Treasury shares	(696,626)	(681,399)
Total shareholders' equity	40,890,838	42,217,316
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,738,072	5,155,351
Revaluation reserve for land	3,338,085	3,338,085
Remeasurements of defined benefit plans	134,189	102,395
Total accumulated other comprehensive income	7,210,347	8,595,832
Non-controlling interests	293,623	298,969
Total net assets	48,394,810	51,112,118
Total liabilities and net assets	165,153,110	171,839,717

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the six months)

(Thousand of yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Operating revenue	35,664,447	39,449,112
Operating expenses		
Operating expenses and cost of sales of transportation	26,531,311	28,247,225
Selling, general and administrative expenses	9,345,333	9,273,598
Total operating expenses	35,876,644	37,520,824
Operating profit (loss)	(212,197)	1,928,288
Non-operating income		
Dividend income	72,615	120,446
Subsidy income	703,949	319,477
Other	84,491	106,625
Total non-operating income	861,056	546,549
Non-operating expenses		
Interest expenses	173,031	161,650
Other	29,141	32,417
Total non-operating expenses	202,173	194,067
Ordinary profit	446,685	2,280,770
Extraordinary income		
Subsidy income	2,579	11,239
Other	4,699	826
Total extraordinary income	7,279	12,065
Extraordinary losses		
Loss on disposal of non-current assets	16,251	34,273
Loss on tax purpose reduction entry of non-current assets	2,579	11,116
Other	3,828	416
Total extraordinary losses	22,659	45,807
Profit before income taxes	431,305	2,247,028
Income taxes	144,560	554,243
Profit	286,745	1,692,785
Profit attributable to non-controlling interests	7,620	8,123
Profit attributable to owners of parent	279,124	1,684,661

Quarterly Consolidated Statements of Comprehensive Income (For the six months)

(Thousand of yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
Profit	286,745	1,692,785
Other comprehensive income		
Valuation difference on available-for-sale securities	(534,364)	1,414,931
Remeasurements of defined benefit plans, net of tax	(35,236)	(31,794)
Total other comprehensive income	(569,601)	1,383,137
Comprehensive income	(282,855)	3,075,922
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(291,855)	3,070,147
Comprehensive income attributable to non-controlling interests	8,999	5,775

Quarterly Consolidated Statements of Cash Flows

(Thousand of yen)

	For the six months ended September 30,2021	For the six months ended September 30,2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	431,305	2,247,028
Depreciation	2,777,545	2,433,123
Interest and dividend income	(73,531)	(121,799)
Interest expenses	173,031	161,650
Subsidy income	(703,949)	(319,477)
Loss (gain) on sale of non-current assets	(220)	(800)
Loss (gain) on disposal of non-current assets	16,239	34,273
Decrease (increase) in trade receivables	1,168,766	497,209
Decrease (increase) in inventories	(2,282,057)	(3,856,841)
Increase (decrease) in trade payables	(579,804)	(2,353,538)
Increase (decrease) in accrued consumption taxes	(582,825)	(375,761)
Decrease (increase) in other current assets	132,411	(115,230)
Increase (decrease) in other current liabilities	(259,978)	(69,298)
Other, net	(300,592)	(21,242)
Subtotal	(83,661)	(1,860,705)
Interest and dividends received	73,531	121,528
Interest paid	(155,592)	(147,592)
Subsidies received	714,087	429,598
Income taxes refund (paid)	(69,639)	(1,131,346)
Net cash provided by (used in) operating activities	478,725	(2,588,517)
<b>Cash flows from investing activities</b>		
Proceeds from withdrawal of time deposits	-	200,000
Purchase of non-current assets	(2,650,167)	(828,437)
Proceeds from sale of non-current assets	2,523	1,737
Purchase of investment securities	(2,339)	(2,493)
Investments and loan advances	(76,139)	(112,513)
Proceeds from divestments and collection of loans receivable	72,093	39,493
Refund of guarantee deposits received	(332,325)	86,803
Guarantee deposits received	159,984	(267,710)
Other, net	74,831	69,277
Net cash provided by (used in) investing activities	(2,751,542)	(813,842)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	6,821,000	(786,000)
Proceeds from long-term borrowings	3,895,000	17,950,000
Repayments of long-term borrowings	(10,174,874)	(11,218,474)
Purchase of treasury shares	(68)	(108)
Dividends paid	(298,502)	(398,693)
Dividends paid to non-controlling interests	(430)	(430)
Other, net	(14,679)	(11,984)
Net cash provided by (used in) financing activities	227,445	5,534,308
Net increase (decrease) in cash and cash equivalents	(2,045,370)	2,131,948
Cash and cash equivalents at beginning of period	5,601,515	5,323,312
Cash and cash equivalents at end of period	3,556,145	7,455,260