

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2019 (Based on Japanese GAAP)

January 30, 2020

Company name: MARUWA UNYU KIKAN CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 9090 URL <http://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, 2020
 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, 2019 (from April 1, 2019 to December 31, 2019)

(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, 2019	73,326	14.7	5,746	24.1	5,921	22.6	4,072	20.7
Nine months ended December 31, 2018	63,910	14.9	4,631	40.5	4,831	38.7	3,375	39.0

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2019	63.52		63.30	
Nine months ended December 31, 2018	52.68		52.46	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2019	49,104	26,403	53.8
As of March 31, 2019	45,545	23,033	50.6

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, 2019	–	18.20	–	18.20	36.40
Year ending March 31, 2020	–	21.90	–		
Year ending March 31, 2020 (Forecast)				10.95	–

3. Forecast of consolidated financial results for the year ending March 31, 2020 (from April 1, 2019 to March 31, 2020)

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	100,000	16.8	7,170	23.3	7,300	20.7	4,670	19.7	72.83

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2019
(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, 2019	64,320,160 shares	As of March 31, 2019	64,276,160 shares
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Number of treasury shares at the end of the period

As of December 31, 2019	181,312 shares	As of March 31, 2019	181,208 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, 2019	64,112,722 shares	Nine months ended December 31, 2018	64,073,558 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2019	As of December 31, 2019
Assets		
Current assets		
Cash and deposits	8,436,518	7,440,154
Notes and accounts receivable - trade	10,339,124	11,968,587
Supplies	34,311	34,182
Other	746,056	902,893
Allowance for doubtful accounts	(5,052)	(5,619)
Total current assets	19,550,958	20,340,197
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,499,393	8,382,254
Machinery, equipment and vehicles, net	2,568,760	2,749,049
Land	6,917,694	6,917,694
Other, net	2,201,435	2,071,715
Total property, plant and equipment	19,187,283	20,120,713
Intangible assets	1,516,691	1,412,976
Investments and other assets		
Investment securities	3,326,137	5,133,079
Other	2,001,856	2,144,908
Allowance for doubtful accounts	(37,529)	(47,175)
Total investments and other assets	5,290,463	7,230,812
Total non-current assets	25,994,438	28,764,501
Total assets	45,545,397	49,104,699
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,224,275	7,302,704
Short-term borrowings	200,000	700,000
Current portion of long-term borrowings	2,217,144	2,284,688
Income taxes payable	1,317,131	934,396
Provision for bonuses	457,538	129,429
Provision for loss on litigation	2,000	2,000
Other	5,187,054	4,974,262
Total current liabilities	15,605,144	16,327,481
Non-current liabilities		
Long-term borrowings	4,004,212	3,211,049
Retirement benefit liability	677,977	707,748
Asset retirement obligations	493,541	596,501
Other	1,730,952	1,858,366
Total non-current liabilities	6,906,683	6,373,665
Total liabilities	22,511,828	22,701,147

	(Thousands of yen)	
	As of March 31, 2019	As of December 31, 2019
Net assets		
Shareholders' equity		
Share capital	2,657,368	2,660,352
Capital surplus	2,171,790	2,174,774
Retained earnings	17,798,513	20,582,151
Treasury shares	(103,747)	(103,977)
Total shareholders' equity	22,523,924	25,313,301
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	687,236	1,240,989
Remeasurements of defined benefit plans	(177,591)	(150,738)
Total accumulated other comprehensive income	509,644	1,090,250
Total net assets	23,033,569	26,403,552
Total liabilities and net assets	45,545,397	49,104,699

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, 2018	Nine months ended December 31, 2019
Net sales	63,910,821	73,326,670
Cost of sales	56,468,998	64,238,478
Gross profit	7,441,823	9,088,192
Selling, general and administrative expenses	2,810,217	3,342,145
Operating profit	4,631,605	5,746,047
Non-operating income		
Interest income	2,380	2,543
Dividend income	53,988	71,094
Insurance claim income	11,033	44,649
Gain on sales of investment securities	—	574
Outsourcing service income	59,062	—
Other	117,482	83,812
Total non-operating income	243,948	202,675
Non-operating expenses		
Interest expenses	15,565	15,203
Loss on sales of investment securities	2,552	—
Loss on cancellation of leases	12,517	9,781
Litigation expenses	3,944	—
Other	9,878	1,827
Total non-operating expenses	44,458	26,812
Ordinary profit	4,831,095	5,921,909
Profit before income taxes	4,831,095	5,921,909
Income taxes	1,455,753	1,849,215
Profit	3,375,342	4,072,694
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	3,375,342	4,072,694

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2018	Nine months ended December 31, 2019
Profit	3,375,342	4,072,694
Other comprehensive income		
Valuation difference on available-for-sale securities	(578,819)	553,752
Remeasurements of defined benefit plans, net of tax	21,222	26,852
Total other comprehensive income	(557,597)	580,605
Comprehensive income	2,817,745	4,653,299
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,817,745	4,653,299
Comprehensive income attributable to non-controlling interests	—	—