

Translation

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

June 10, 2022

Company name: Mitsui High-tec, Inc.  
 Stock exchange listing: Tokyo, Fukuoka  
 Stock code: 6966 URL <https://www.mitsui-high-tec.com/>  
 Representative: President and Representative Director Yasunari Mitsui  
 Executive Managing Director  
 Senior General Manager  
 Inquiries: Corporate Planning & Strategy Unit Kozo Mitsui TEL 093-614-1111  
 General Administration Unit  
 Scheduled date to file Quarterly Securities Report: June 10, 2022  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 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 April 30, 2022 (from February 1, 2022 to April 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 April 30, 2022	42,786	37.8	6,603	152.5	8,161	198.0	6,842	231.3
Three months ended April 30, 2021	31,045	43.1	2,614	–	2,738	–	2,065	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended April 30, 2022	187.21		–	
Three months ended April 30, 2021	56.51		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2022	145,556	69,053	47.3
As of January 31, 2022	134,036	61,383	45.6

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 January 31, 2022	–	9.00	–	55.00	64.00
Year ending January 31, 2023	–	–	–	–	–
Year ending January 31, 2023 (Forecast)	–	21.00	–	44.00	65.00

3. Forecast of consolidated financial results for the year ending January 31, 2023 (from February 1, 2022 to January 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
Full year	182,000	30.5	20,400	36.4	20,500	30.8	15,000	27.3	410.37

4. Notes

- (1) Changes in significant subsidiaries during the three months ended April 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: No
- (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: Yes
- 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 April 30, 2022	39,466,865 shares	As of January 31, 2022	39,466,865 shares
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Number of treasury shares at the end of the period

As of April 30, 2022	2,914,585 shares	As of January 31, 2022	2,914,411 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended April 30, 2022	36,552,399 shares	Three months ended April 30, 2021	36,553,832 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of January 31, 2022	As of April 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	22,610	24,763
Notes and accounts receivable - trade	22,717	-
Notes and accounts receivable - trade, and contract assets	-	29,149
Electronically recorded monetary claims - operating	3,103	2,658
Securities	8,700	6,500
Merchandise and finished goods	5,862	7,103
Work in process	2,791	2,801
Raw materials and supplies	3,168	3,915
Other	3,482	4,186
Allowance for doubtful accounts	(18)	(19)
Total current assets	72,418	81,059
Non-current assets		
Property, plant and equipment		
Buildings and structures	38,623	38,749
Accumulated depreciation	(25,354)	(24,928)
Buildings and structures, net	13,268	13,820
Machinery, equipment and vehicles	78,678	82,728
Accumulated depreciation	(51,206)	(52,945)
Machinery, equipment and vehicles, net	27,471	29,782
Tools, furniture and fixtures	25,828	22,908
Accumulated depreciation	(22,351)	(19,867)
Tools, furniture and fixtures, net	3,476	3,041
Land	7,402	6,659
Right of use assets	1,609	1,751
Accumulated deprecation	(983)	(1,091)
Right of use assets, net	625	659
Construction in progress	6,109	6,731
Total property, plant and equipment	58,353	60,694
Intangible assets	844	827
Investments and other assets		
Investment securities	1,160	1,145
Deferred tax assets	596	1,092
Retirement benefit asset	362	436
Other	300	299
Total investments and other assets	2,420	2,974
Total non-current assets	61,618	64,496
Total assets	134,036	145,556

(Millions of yen)

	As of January 31, 2022	As of April 30, 2022
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	13,470	15,264
Current portion of long-term borrowings	7,112	6,766
Income taxes payable	3,431	3,519
Provision for bonuses for directors (and other officers)	84	23
Lease obligations	30	31
Other	6,069	7,069
<b>Total current liabilities</b>	<b>30,198</b>	<b>32,675</b>
<b>Non-current liabilities</b>		
Long-term borrowings	41,623	42,863
Provision for retirement benefits for directors (and other officers)	180	–
Retirement benefit liability	145	167
Lease obligations	118	124
Deferred tax liabilities	385	555
Other	–	115
<b>Total non-current liabilities</b>	<b>42,454</b>	<b>43,826</b>
<b>Total liabilities</b>	<b>72,653</b>	<b>76,502</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	16,403	16,403
Capital surplus	14,661	14,661
Retained earnings	31,962	37,605
Treasury shares	(3,047)	(3,048)
<b>Total shareholders' equity</b>	<b>59,980</b>	<b>65,621</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	333	327
Deferred gains or losses on hedges	(40)	(330)
Foreign currency translation adjustment	1,040	3,350
Remeasurements of defined benefit plans	(195)	(181)
<b>Total accumulated other comprehensive income</b>	<b>1,137</b>	<b>3,165</b>
<b>Non-controlling interests</b>	<b>265</b>	<b>266</b>
<b>Total net assets</b>	<b>61,383</b>	<b>69,053</b>
<b>Total liabilities and net assets</b>	<b>134,036</b>	<b>145,556</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended April 30, 2021	Three months ended April 30, 2022
Net sales	31,045	42,786
Cost of sales	25,586	32,843
Gross profit	5,458	9,942
Selling, general and administrative expenses	2,843	3,339
Operating profit	2,614	6,603
Non-operating income		
Interest income	7	15
Foreign exchange gains	94	1,581
Subsidies for employment adjustment	15	–
Other	69	53
Total non-operating income	186	1,649
Non-operating expenses		
Interest expenses	26	32
Loss on sale and retirement of non-current assets	27	52
Other	7	6
Total non-operating expenses	62	91
Ordinary profit	2,738	8,161
Extraordinary income		
Subsidy income	140	62
Gain on sale of non-current assets	–	1,336
Total extraordinary income	140	1,399
Extraordinary losses		
Non-recurring loss	–	31
Total extraordinary losses	–	31
Profit before income taxes	2,879	9,529
Income taxes	804	2,682
Profit	2,075	6,847
Profit attributable to non-controlling interests	9	4
Profit attributable to owners of parent	2,065	6,842

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended April 30, 2021	Three months ended April 30, 2022
Profit	2,075	6,847
Other comprehensive income		
Valuation difference on available-for-sale securities	20	(6)
Deferred gains or losses on hedges	(65)	(289)
Foreign currency translation adjustment	1,326	2,310
Remeasurements of defined benefit plans, net of tax	10	13
Total other comprehensive income	1,293	2,027
Comprehensive income	3,368	8,874
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,358	8,870
Comprehensive income attributable to non-controlling interests	9	4