

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2021 (Based on Japanese GAAP)

February 10, 2022

Company name: MIMAKI ENGINEERING CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 6638 URL <https://ir.mimaki.com>
 Representative: President Kazuaki Ikeda
 Executive General Manager Corporate
 Inquiries: Planning Division Koji Shimizu TEL 0268-80-0058
 Scheduled date to file Quarterly Securities Report: February 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 nine months ended December 31, 2021 (from April 1, 2021 to December 31, 2021)

(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, 2021	43,703	26.9	2,285	–	2,294	–	2,076	–
Nine months ended December 31, 2020	34,426	(17.1)	(836)	–	(218)	–	(697)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2021	70.79	70.69
Nine months ended December 31, 2020	(23.65)	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2021	57,920	17,557	30.2
As of March 31, 2021	50,838	16,213	31.8

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, 2021	–	0.00	–	7.50	7.50
Year ending March 31, 2022	–	7.50	–		
Year ending March 31, 2022 (Forecast)				7.50	15.00

3. Forecast of consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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	59,100	21.3	2,630	–	2,520	587.8	2,140	–	72.95

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2021
(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 December 31, 2021	32,040,000 shares	As of March 31, 2021	32,040,000 shares
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Number of treasury shares at the end of the period

As of December 31, 2021	3,264,767 shares	As of March 31, 2021	2,545,767 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, 2021	29,334,637 shares	Nine months ended December 31, 2020	29,494,233 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of December 31, 2021
Assets		
Current assets		
Cash and deposits	10,839,746	10,338,152
Notes and accounts receivable - trade	7,746,264	–
Notes and accounts receivable - trade, and contract assets	–	7,560,227
Merchandise and finished goods	11,080,748	13,055,721
Work in process	1,871,152	2,617,068
Raw materials and supplies	4,967,614	8,107,904
Other	2,846,437	3,539,794
Allowance for doubtful accounts	(188,887)	(42,504)
Total current assets	39,163,076	45,176,363
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,670,939	3,636,878
Land	3,275,034	3,275,034
Other, net	2,342,760	3,111,011
Total property, plant and equipment	9,288,734	10,022,924
Intangible assets		
Goodwill	82,453	56,570
Other	409,249	361,155
Total intangible assets	491,702	417,725
Investments and other assets		
Investment securities	131,334	146,474
Deferred tax assets	999,448	1,311,585
Other	1,375,089	1,471,721
Allowance for doubtful accounts	(610,502)	(626,751)
Total investments and other assets	1,895,369	2,303,031
Total non-current assets	11,675,806	12,743,681
Total assets	50,838,883	57,920,045

(Thousands of yen)

	As of March 31, 2021	As of December 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,322,168	4,424,953
Electronically recorded obligations - operating	5,449,924	7,297,873
Short-term borrowings	4,125,700	10,262,504
Current portion of long-term borrowings	3,993,954	3,398,365
Lease obligations	197,432	135,342
Income taxes payable	257,644	292,416
Provision for bonuses	884,655	503,776
Provision for bonuses for directors (and other officers)	–	38,936
Provision for product warranties	1,049,122	1,024,404
Other	4,688,449	5,237,427
Total current liabilities	24,969,051	32,615,999
Non-current liabilities		
Long-term borrowings	8,913,749	6,304,092
Lease obligations	249,070	926,917
Deferred tax liabilities	56,941	64,029
Retirement benefit liability	383,029	394,934
Asset retirement obligations	52,940	55,715
Other	650	650
Total non-current liabilities	9,656,381	7,746,339
Total liabilities	34,625,433	40,362,338

(Thousands of yen)

	As of March 31, 2021	As of December 31, 2021
Net assets		
Shareholders' equity		
Share capital	4,357,456	4,357,456
Capital surplus	4,617,040	4,617,426
Retained earnings	9,979,574	11,607,766
Treasury shares	(1,329,614)	(1,951,816)
Total shareholders' equity	17,624,456	18,630,832
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,478	8,614
Foreign currency translation adjustment	(1,568,988)	(1,245,503)
Remeasurements of defined benefit plans	104,767	84,590
Total accumulated other comprehensive income	(1,458,742)	(1,152,298)
Share acquisition rights	34,250	33,913
Non-controlling interests	13,486	45,259
Total net assets	16,213,450	17,557,707
Total liabilities and net assets	50,838,883	57,920,045

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, 2020	Nine months ended December 31, 2021
Net sales	34,426,334	43,703,478
Cost of sales	21,590,158	26,382,387
Gross profit	12,836,176	17,321,091
Selling, general and administrative expenses	13,672,308	15,035,684
Operating profit (loss)	(836,132)	2,285,407
Non-operating income		
Interest income	11,749	13,429
Dividend income	876	930
Insurance claim income	290	6,414
Purchase discounts	5,644	9,861
Foreign exchange gains	–	1,334
Subsidy income	604,586	41,044
Gain on business transfer, non-operating income	121,091	–
Share of profit of entities accounted for using equity method	10,582	–
Other	68,658	70,193
Total non-operating income	823,480	143,209
Non-operating expenses		
Interest expenses	129,022	98,773
Sales discounts	58,628	–
Foreign exchange losses	5,687	–
Share of loss of entities accounted for using equity method	–	11,030
Other	12,728	24,078
Total non-operating expenses	206,066	133,882
Ordinary profit (loss)	(218,718)	2,294,733
Extraordinary income		
Gain on sale of non-current assets	47,059	58,697
Other	952	1,593
Total extraordinary income	48,011	60,290
Extraordinary losses		
Loss on sale of non-current assets	4,844	2,255
Impairment losses	642,456	–
Loss on disposal of non-current assets	47,563	–
Total extraordinary losses	694,864	2,255
Profit (loss) before income taxes	(865,571)	2,352,769
Income taxes - current	89,311	560,090
Income taxes - deferred	(121,041)	(307,455)
Total income taxes	(31,729)	252,634
Profit (loss)	(833,841)	2,100,135
Profit (loss) attributable to non-controlling interests	(136,271)	23,628
Profit (loss) attributable to owners of parent	(697,570)	2,076,506

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2020	Nine months ended December 31, 2021
Profit (loss)	(833,841)	2,100,135
Other comprehensive income		
Valuation difference on available-for-sale securities	7,061	3,136
Foreign currency translation adjustment	117,815	331,621
Remeasurements of defined benefit plans, net of tax	(6,459)	(20,176)
Share of other comprehensive income of entities accounted for using equity method	2,097	8
Total other comprehensive income	120,514	314,589
Comprehensive income	(713,327)	2,414,724
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(582,664)	2,382,950
Comprehensive income attributable to non-controlling interests	(130,662)	31,773