

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended July 31, 2022 (Based on Japanese GAAP)

September 13, 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: September 13, 2022  
 Scheduled date to commence dividend payments: October 13, 2022  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended July 31, 2022 (from February 1, 2022 to July 31, 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	%
Six months ended July 31, 2022	85,461	33.1	12,864	115.7	14,324	135.8	11,037	144.7
Six months ended July 31, 2021	64,228	45.8	5,962	720.3	6,075	672.5	4,509	749.5

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended July 31, 2022	301.96		-	
Six months ended July 31, 2021	123.37		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of July 31, 2022	153,555	76,106	49.4
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	-	21.00	-	-	-
Year ending January 31, 2023 (Forecast)	-	-	-	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	25,000	67.1	26,500	69.1	19,200	63.0	525.28

4. Notes

- (1) Changes in significant subsidiaries during the six months ended July 31, 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
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|--|-----|
| 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 July 31, 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 July 31, 2022	2,914,991 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)

Six months ended July 31, 2022	36,552,228 shares	Six months ended July 31, 2021	36,553,601 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of January 31, 2022	As of July 31, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	22,610	28,643
Notes and accounts receivable - trade	22,717	–
Notes and accounts receivable - trade, and contract assets	–	30,535
Electronically recorded monetary claims - operating	3,103	2,928
Securities	8,700	5,000
Merchandise and finished goods	5,862	7,504
Work in process	2,791	3,806
Raw materials and supplies	3,168	3,991
Other	3,482	4,949
Allowance for doubtful accounts	(18)	(19)
<b>Total current assets</b>	<b>72,418</b>	<b>87,340</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	38,623	39,320
Accumulated depreciation	(25,354)	(25,308)
Buildings and structures, net	13,268	14,012
Machinery, equipment and vehicles	78,678	86,091
Accumulated depreciation	(51,206)	(54,879)
Machinery, equipment and vehicles, net	27,471	31,211
Tools, furniture and fixtures	25,828	23,522
Accumulated depreciation	(22,351)	(20,327)
Tools, furniture and fixtures, net	3,476	3,195
Land	7,402	6,673
Right of use assets	1,609	1,838
Accumulated depreciation	(983)	(1,149)
Right of use assets, net	625	688
Construction in progress	6,109	6,841
<b>Total property, plant and equipment</b>	<b>58,353</b>	<b>62,622</b>
Intangible assets	844	830
<b>Investments and other assets</b>		
Investment securities	1,160	1,107
Deferred tax assets	596	790
Retirement benefit asset	362	522
Other	300	340
<b>Total investments and other assets</b>	<b>2,420</b>	<b>2,761</b>
<b>Total non-current assets</b>	<b>61,618</b>	<b>66,215</b>
<b>Total assets</b>	<b>134,036</b>	<b>153,555</b>

(Millions of yen)

	As of January 31, 2022	As of July 31, 2022
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	13,470	15,617
Current portion of long-term borrowings	7,112	6,866
Income taxes payable	3,431	5,034
Provision for bonuses for directors (and other officers)	84	44
Lease obligations	30	36
Other	6,069	6,560
<b>Total current liabilities</b>	<b>30,198</b>	<b>34,160</b>
<b>Non-current liabilities</b>		
Long-term borrowings	41,623	42,169
Provision for retirement benefits for directors (and other officers)	180	–
Provision for share awards for directors (and other officers)	–	49
Retirement benefit liability	145	178
Lease obligations	118	125
Deferred tax liabilities	385	650
Other	–	115
<b>Total non-current liabilities</b>	<b>42,454</b>	<b>43,289</b>
<b>Total liabilities</b>	<b>72,653</b>	<b>77,449</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	16,403	16,403
Capital surplus	14,661	15,251
Retained earnings	31,962	41,800
Treasury shares	(3,047)	(3,643)
<b>Total shareholders' equity</b>	<b>59,980</b>	<b>69,812</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	333	300
Deferred gains or losses on hedges	(40)	216
Foreign currency translation adjustment	1,040	5,671
Remeasurements of defined benefit plans	(195)	(167)
<b>Total accumulated other comprehensive income</b>	<b>1,137</b>	<b>6,021</b>
<b>Non-controlling interests</b>	<b>265</b>	<b>272</b>
<b>Total net assets</b>	<b>61,383</b>	<b>76,106</b>
<b>Total liabilities and net assets</b>	<b>134,036</b>	<b>153,555</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended July 31, 2021	Six months ended July 31, 2022
Net sales	64,228	85,461
Cost of sales	52,636	65,951
Gross profit	11,591	19,509
Selling, general and administrative expenses	5,628	6,645
Operating profit	5,962	12,864
Non-operating income		
Interest income	19	37
Foreign exchange gains	136	1,523
Other	147	109
Total non-operating income	303	1,670
Non-operating expenses		
Interest expenses	55	65
Loss on sale and retirement of non-current assets	113	141
Other	21	3
Total non-operating expenses	190	210
Ordinary profit	6,075	14,324
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	–	366
Total extraordinary losses	–	366
Profit before income taxes	6,216	15,356
Income taxes	1,691	4,308
Profit	4,525	11,048
Profit attributable to non-controlling interests	15	11
Profit attributable to owners of parent	4,509	11,037

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

(Millions of yen)

	Six months ended July 31, 2021	Six months ended July 31, 2022
Profit	4,525	11,048
Other comprehensive income		
Valuation difference on available-for-sale securities	79	(33)
Deferred gains or losses on hedges	23	257
Foreign currency translation adjustment	1,311	4,631
Remeasurements of defined benefit plans, net of tax	21	27
Total other comprehensive income	1,436	4,883
Comprehensive income	5,961	15,931
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,946	15,920
Comprehensive income attributable to non-controlling interests	15	11