

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

July 29, 2024

Company name: MARUWA CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 5344 URL <https://www.maruwa-g.com/>
 Representative: President Toshiro Kanbe
 Inquiries: Corporate Officer Daisuke Yamaguchi TEL 0561-51-0841
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(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 June 30, 2024 | 16,243 | 27.7 | 5,640 | 59.8 | 6,181 | 49.1 | 4,502 | 58.2 |
| Three months ended June 30, 2023 | 12,722 | (8.8) | 3,530 | (25.7) | 4,145 | (27.8) | 2,846 | (30.4) |

| | Earnings per share | Diluted earnings per share |
|----------------------------------|--------------------|----------------------------|
| | Yen | Yen |
| Three months ended June 30, 2024 | 364.96 | – |
| Three months ended June 30, 2023 | 230.73 | – |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio |
|----------------------|-----------------|-----------------|--------------|
| | Millions of yen | Millions of yen | % |
| As of June 30, 2024 | 124,916 | 114,015 | 91.3 |
| As of March 31, 2024 | 122,515 | 109,203 | 89.1 |

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, 2024 | – | 43.00 | – | 43.00 | 86.00 |
| Year ending March 31, 2025 | – | – | – | – | – |
| Year ending March 31, 2025 (Forecast) | – | 47.00 | – | 47.00 | 94.00 |

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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 |
| Six months ending September 30, 2024 | 30,800 | 9.8 | 10,000 | 15.6 | – | – | – | – | – |
| Full year | 70,300 | 14.2 | 23,000 | 16.2 | – | – | – | – | – |

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: 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 June 30, 2024 | 12,372,000 shares | As of March 31, 2024 | 12,372,000 shares |
|---------------------|-------------------|----------------------|-------------------|

Number of treasury shares at the end of the period

| | | | |
|---------------------|---------------|----------------------|---------------|
| As of June 30, 2024 | 34,148 shares | As of March 31, 2024 | 34,125 shares |
|---------------------|---------------|----------------------|---------------|

Average number of shares during the period (cumulative from the beginning of the fiscal year)

| | | | |
|----------------------------------|-------------------|----------------------------------|-------------------|
| Three months ended June 30, 2024 | 12,337,866 shares | Three months ended June 30, 2023 | 12,337,328 shares |
|----------------------------------|-------------------|----------------------------------|-------------------|

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2024 | As of June 30, 2024 |
|---|----------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 55,250 | 57,265 |
| Notes receivable - trade | 360 | 241 |
| Accounts receivable - trade | 13,960 | 14,437 |
| Electronically recorded monetary claims - operating | 1,746 | 1,575 |
| Merchandise and finished goods | 2,248 | 2,235 |
| Work in process | 2,960 | 3,348 |
| Raw materials and supplies | 4,575 | 4,903 |
| Other | 2,516 | 3,727 |
| Allowance for doubtful accounts | (133) | (137) |
| Total current assets | 83,485 | 87,599 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 15,947 | 14,595 |
| Machinery, equipment and vehicles, net | 12,040 | 11,220 |
| Land | 5,005 | 5,016 |
| Construction in progress | 2,952 | 3,528 |
| Other, net | 786 | 821 |
| Total property, plant and equipment | 36,733 | 35,183 |
| Intangible assets | | |
| Other | 318 | 397 |
| Total intangible assets | 318 | 397 |
| Investments and other assets | 1,977 | 1,735 |
| Total non-current assets | 39,029 | 37,316 |
| Total assets | 122,515 | 124,916 |

(Millions of yen)

| | As of March 31, 2024 | As of June 30, 2024 |
|--|----------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 2,957 | 2,906 |
| Electronically recorded obligations - operating | 2,355 | 1,668 |
| Current portion of long-term borrowings | 400 | 400 |
| Income taxes payable | 2,851 | 1,640 |
| Provision for bonuses | 1,042 | 582 |
| Provision for bonuses for directors (and other officers) | 124 | 3 |
| Other | 3,091 | 3,229 |
| Total current liabilities | 12,821 | 10,430 |
| Non-current liabilities | | |
| Deferred tax liabilities | 127 | 104 |
| Other | 361 | 365 |
| Total non-current liabilities | 489 | 470 |
| Total liabilities | 13,311 | 10,901 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 8,646 | 8,646 |
| Capital surplus | 12,031 | 12,031 |
| Retained earnings | 87,573 | 91,545 |
| Treasury shares | (210) | (210) |
| Total shareholders' equity | 108,042 | 112,013 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 171 | 167 |
| Foreign currency translation adjustment | 989 | 1,834 |
| Total accumulated other comprehensive income | 1,161 | 2,001 |
| Total net assets | 109,203 | 114,015 |
| Total liabilities and net assets | 122,515 | 124,916 |

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

Consolidated statements of income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2023 | Three months ended June 30, 2024 |
|---|-------------------------------------|-------------------------------------|
| Net sales | 12,722 | 16,243 |
| Cost of sales | 6,533 | 7,665 |
| Gross profit | 6,188 | 8,578 |
| Selling, general and administrative expenses | 2,658 | 2,937 |
| Operating profit | 3,530 | 5,640 |
| Non-operating income | | |
| Interest income | 33 | 35 |
| Rental income | 30 | 32 |
| Foreign exchange gains | 525 | 472 |
| Other | 53 | 28 |
| Total non-operating income | 642 | 569 |
| Non-operating expenses | | |
| Interest expenses | 0 | 0 |
| Rent expenses on real estate for investments | 11 | 20 |
| Other | 14 | 8 |
| Total non-operating expenses | 26 | 29 |
| Ordinary profit | 4,145 | 6,181 |
| Extraordinary income | | |
| Gain on sale of non-current assets | – | 0 |
| Subsidy income | – | 2,576 |
| Total extraordinary income | – | 2,576 |
| Extraordinary losses | | |
| Loss on sale and retirement of non-current assets | 127 | 15 |
| Loss on sale of investment securities | 2 | – |
| Loss on tax purpose reduction entry of non-current assets | – | 2,360 |
| Total extraordinary losses | 129 | 2,376 |
| Profit before income taxes | 4,015 | 6,381 |
| Income taxes - current | 877 | 1,653 |
| Income taxes - deferred | 291 | 224 |
| Total income taxes | 1,169 | 1,878 |
| Profit | 2,846 | 4,502 |
| Profit attributable to owners of parent | 2,846 | 4,502 |

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2023 | Three months ended June 30, 2024 |
|---|-------------------------------------|-------------------------------------|
| Profit | 2,846 | 4,502 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 61 | (4) |
| Foreign currency translation adjustment | 352 | 844 |
| Total other comprehensive income | 414 | 840 |
| Comprehensive income | 3,260 | 5,343 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 3,260 | 5,343 |