

May 13, 2025

Consolidated Financial Results for the Three Months Ended March 31, 2025 (Under Japanese GAAP)

Company name: MICRONICS JAPAN CO.,LTD.
 Listing: Tokyo Stock Exchange
 Securities code: 6871
 URL: <https://www.mjc.co.jp/en/>
 Representative: Masayoshi Hasegawa, President & CEO
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended March 31, 2025 (from January 1, 2025 to March 31, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	14,124	19.8	2,857	13.9	2,902	20.7	1,673	31.7
March 31, 2024	11,794	20.7	2,508	27.1	2,405	31.3	1,271	14.8

Note: Comprehensive income For the three months ended March 31, 2025: ¥454 million [(75.5)%]
 For the three months ended March 31, 2024: ¥1,851 million [68.3%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
March 31, 2025	43.34	-
March 31, 2024	32.95	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
March 31, 2025	81,307	48,021	59.1
December 31, 2024	79,990	49,646	62.1

Reference: Equity
 As of March 31, 2025: ¥48,021 million
 As of December 31, 2024: ¥49,646 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2024	0.00	0.00	0.00	70.00	70.00
Fiscal year ending December 31, 2025	0.00				
Fiscal year ending December 31, 2025 (Forecast)		-	-	-	-

Note: Revisions to the forecast of cash dividends most recently announced: None

2. The year-end dividend forecast for the fiscal year ending December 31, 2025 will be disclosed in the announcement of the financial results for the second quarter, which will announce the consolidated earnings forecast for the full fiscal year.

3. Forecast of consolidated financial results for the fiscal year ending December 31, 2025 (from January 1, 2025 to September 30, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending June 30, 2025	31,600	20.7	7,700	33.6	7,600	30.9	5,300	43.8	137.25
Nine months ending September 30, 2025	51,000	30.8	12,400	43.5	12,200	35.5	8,500	47.9	220.12

Note: Revisions to the earnings forecasts most recently announced: Yes

For the revision of the consolidated earnings forecast, please refer to the "Notice of Revision of Earnings Forecast" announced today (May 13, 2025).

2. The Group discloses its earnings forecasts for the next two quarters at the time of the announcement of its financial results for each quarter.

*Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
 - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None
- (4) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025	40,025,316 shares
As of December 31, 2024	40,025,316 shares

- (ii) Number of treasury shares at the end of the period

As of March 31, 2025	1,285,008 shares
As of December 31, 2024	1,434,952 shares

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

Three months ended March 31, 2025	38,615,347 shares
Three months ended March 31, 2024	38,580,510 shares

- * Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (optional)

- * Proper use of earnings forecasts, and other special matters
(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ due to a variety of factors. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.3 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

(Method of accessing supplementary material on financial results)

Supplementary financial results materials are scheduled to be posted on the Company's website on May 13, 2025.

Quarterly consolidated balance sheet

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	23,949	20,697
Notes and accounts receivable - trade, and contract assets	8,670	9,342
Finished goods	927	960
Work in process	5,934	7,963
Raw materials and supplies	2,628	2,393
Other	2,452	1,763
Allowance for doubtful accounts	(25)	(10)
Total current assets	44,537	43,110
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,344	16,227
Machinery, equipment and vehicles, net	5,671	8,317
Other, net	7,542	7,938
Total property, plant and equipment	29,558	32,483
Intangible assets	1,070	1,031
Investments and other assets		
Investment securities	1,886	1,325
Retirement benefit asset	224	286
Other	2,950	3,294
Allowance for doubtful accounts	(236)	(224)
Total investments and other assets	4,824	4,681
Total non-current assets	35,452	38,197
Total assets	79,990	81,307

	As of December 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,700	7,129
Short-term borrowings	736	536
Accounts payable - other	9,323	7,284
Income taxes payable	3,275	1,700
Provision for bonuses	1,610	2,515
Provision for bonuses for directors (and other officers)	251	-
Provision for product warranties	1,350	2,361
Other	3,363	3,172
Total current liabilities	27,612	24,699
Non-current liabilities		
Long-term borrowings	439	6,339
Retirement benefit liability	2,145	2,159
Other	147	88
Total non-current liabilities	2,731	8,586
Total liabilities	30,344	33,285
Net assets		
Shareholders' equity		
Share capital	5,018	5,018
Capital surplus	6,091	6,582
Retained earnings	36,585	35,557
Treasury shares	(1,266)	(1,134)
Total shareholders' equity	46,429	46,024
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,141	751
Foreign currency translation adjustment	1,972	1,152
Remeasurements of defined benefit plans	102	93
Total accumulated other comprehensive income	3,216	1,997
Total net assets	49,646	48,021
Total liabilities and net assets	79,990	81,307

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Net sales	11,794	14,124
Cost of sales	5,971	6,509
Gross profit	5,823	7,614
Selling, general and administrative expenses	3,314	4,756
Operating profit	2,508	2,857
Non-operating income		
Interest income	12	14
Rental income	16	17
Foreign exchange gains	-	212
Other	19	7
Total non-operating income	48	251
Non-operating expenses		
Interest expenses	2	3
Commission expenses	5	203
Foreign exchange losses	144	-
Other	1	0
Total non-operating expenses	152	206
Ordinary profit	2,405	2,902
Extraordinary income		
Gain on sale of non-current assets	0	0
Total extraordinary income	0	0
Extraordinary losses		
Loss on sale of non-current assets	0	-
Loss on retirement of non-current assets	0	3
Total extraordinary losses	0	3
Profit before income taxes	2,405	2,899
Income taxes - current	1,205	1,340
Income taxes - deferred	(71)	(115)
Total income taxes	1,134	1,225
Profit	1,271	1,673
Profit attributable to owners of parent	1,271	1,673

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended March 31, 2024	Three months ended March 31, 2025
Profit	1,271	1,673
Other comprehensive income		
Valuation difference on available-for-sale securities	262	(390)
Foreign currency translation adjustment	333	(820)
Remeasurements of defined benefit plans, net of tax	(15)	(8)
Total other comprehensive income	580	(1,219)
Comprehensive income	1,851	454
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,851	454