

## Financial Statement for the Nine Months Ended December 31, 2019

February 14, 2020

Name of listed company: Mipox Corporation  
 Stock Code: 5381 (URL <http://www.mipox.co.jp>)  
 Name and Title of Representative: Jun Watanabe, President  
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 Quarterly Report Filing Date (as planned): February 14, 2020

Stock Exchange: Tokyo Stock Exchange, Inc. JASDAQ

### 1. Consolidated Financial Result for the Nine Months Ended December 31, 2019 (April 1, 2019 – December 31, 2019)

(1) Consolidated Operating Result		(Figures are rounded down to the nearest million) (% implies the rate of increase/decrease year-on-year)							
		Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
		Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2019		5,666	△1.6	△106	—	△119	—	△196	—
December 31, 2018		5,759	△5.1	45	△89.3	78	△80.2	9	△97.0
Note: Comprehensive Income:		△252 million yen (—%) for the nine months ended December 31, 2019 △45 million yen (—%) for the nine months ended December 31, 2018							

	Net Income or, Net loss (△) Per Share		Net Income or, Net loss (△) Per Share(diluted)	
	Yen		Yen	
December 31, 2019	△16.66		—	
December 31, 2018	0.80		0.80	

### (2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio
	Millions of Yen	Millions of Yen	%
December 31, 2019	10,746	4,095	38.1
March 31, 2019	12,568	4,466	35.5

(Note) Equity capital (Millions of Yen): As of December 31, 2019 4,091  
 As of March 31, 2019 4,461

### 2. Status of Distribution

	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	Year end	Full year
	Yen				
FY2019				10.00	10.00
FY2020				0.00	0.00

Note: Revisions to dividend forecasts published most recently: Yes

### 3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2020 (April 1, 2019 – March 31, 2020)

(%changes as compared with the previous fiscal year and the corresponding period of the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income Per Share	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen	Yen
Full FY2020	7,531	△0.3	△131	—	△115	—	47	—	3.98	

(Note)Revisions to financial forecast published most recently: Yes

#### Notes: Request for appropriate use of the business outlook and other special remarks

Forecasts are based on information available to the management at the time of an announcement. Forecasts contain a lot of the element of the uncertainty. Actual results may differ from the figures provided above due to changes in business conditions.

#### 4. Others

(1) Change in important subsidiaries during the period (Changes in certain specified subsidiaries resulting in revised scope of consolidation): None

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(2) Adoptions of simplified accounting methods and accounting methods particular to the presentation of quarterly financial statements: None

(3) Changes in accounting principles, presentation methods, etc., pertaining to preparation of consolidated financial statements

(Those to be stated as significant accounting policies)

1. Changes associated with revision in accounting standards: None

2. Others changes: None

(4) Shares outstanding

1. Numbers of shares outstanding (including treasury stock)

December 31, 2019	12,081,920	March 31, 2019	12,081,920
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2. Numbers of treasury stock

December 31, 2019	274,628	March 31, 2019	274,548
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3. Numbers of average shares outstanding (cumulative, consolidated at the end of the third quarter)

December 31, 2019	11,807,324	December 31, 2018	11,474,384
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## Consolidated Financial Statements

## (1) Consolidated Balance Sheets

(Thousands of Yen)

	End of previous fiscal year (March 31, 2019)	End of third quarter of current fiscal year (December 31, 2019)
<b>Assets</b>		
Current assets		
Cash and deposits	3,275,539	2,380,294
Notes and accounts receivable - trade	1,819,343	1,796,161
Electronically recorded monetary claims - operating	150,637	146,319
Securities	500,000	-
Merchandise and finished goods	431,052	479,604
Work in process	1,448,257	1,299,035
Raw materials and supplies	463,915	408,513
Other	560,023	337,113
Allowance for doubtful accounts	-5,804	-3,989
Total current assets	8,642,963	6,843,053
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,878,823	4,896,103
Machinery, equipment and vehicles	3,081,713	3,077,683
Tools, furniture and fixtures	377,921	372,836
Land	1,143,631	1,143,631
Leased assets	426,941	565,239
Construction in progress	79,120	46,492
Accumulated depreciation	-6,647,054	-6,792,861
Total property, plant and equipment	3,341,096	3,309,125
Intangible assets		
Software	107,086	126,999
Telephone subscription right	377	377
Total intangible assets	107,464	127,377
Investments and other assets		
Investment securities	10,000	10,000
Retirement benefit asset	320,543	320,314
Deferred tax assets	18,431	20,717
Other	129,387	116,670
Allowance for doubtful accounts	-1,149	-974
Total investments and other assets	477,213	466,728
Total non-current assets	3,925,774	3,903,231
Total assets	12,568,738	10,746,284

## Consolidated Financial Statements

## (1) Consolidated Balance Sheets

(Thousands of Yen)

	End of previous fiscal year (March 31, 2019)	End of third quarter of current fiscal year (December 31, 2019)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	679,364	511,374
Short-term borrowings	700,000	400,000
Current portion of bonds	243,200	240,800
Current portion of long-term borrowings	887,085	865,436
Lease obligations	31,972	59,328
Accounts payable - other	640,472	532,154
Income taxes payable	24,721	36,241
Provision for bonuses	130,845	56,185
Provision for share-based remuneration	-	37,750
Other	695,685	614,711
<b>Total current liabilities</b>	<b>4,033,348</b>	<b>3,353,982</b>
Non-current liabilities		
Bonds payable	521,700	322,500
Long-term borrowings	3,025,585	2,381,008
Lease obligations	134,899	201,798
Deferred tax liabilities	226,947	247,391
Provision for share-based remuneration	23,000	-
Retirement benefit liability	122,221	129,472
Other	14,858	14,568
<b>Total non-current liabilities</b>	<b>4,069,212</b>	<b>3,296,739</b>
<b>Total liabilities</b>	<b>8,102,560</b>	<b>6,650,721</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,365,898	2,365,898
Capital surplus	1,921,342	1,921,342
Retained earnings	264,918	-49,971
Treasury shares	-139,117	-139,142
<b>Total shareholders' equity</b>	<b>4,413,041</b>	<b>4,098,127</b>
Accumulated other comprehensive income		
Foreign currency translation adjustment	48,700	-6,999
<b>Total accumulated other comprehensive income</b>	<b>48,700</b>	<b>-6,999</b>
Share acquisition rights	4,435	4,435
<b>Total net assets</b>	<b>4,466,177</b>	<b>4,095,562</b>
<b>Total liabilities and net assets</b>	<b>12,568,738</b>	<b>10,746,284</b>

## Consolidated Financial Statements

## (2) Consolidated Income Statements &amp; Comprehensive Income

(Thousands of Yen)

	First nine-month period of previous fiscal year (April 1, 2018 to December 31, 2018)	First nine-month period of current fiscal year (April 1, 2019 to December 31, 2019)
Net sales	5,759,328	5,666,851
Cost of sales	3,808,677	3,928,813
Gross profit	1,950,650	1,738,038
Selling, general and administrative expenses	1,905,071	1,844,824
Operating income (loss)	45,578	-106,786
Non-operating income		
Interest income	6,825	6,019
Dividend income	360	360
Foreign exchange gains	18,630	7,486
Reversal of allowance for doubtful accounts	53,135	-
Compensation for forced relocation	-	2,720
Miscellaneous income	6,247	9,367
Total non-operating income	85,197	25,953
Non-operating expenses		
Interest expenses	25,415	29,382
Commission expenses	21,973	5,203
Guarantee commission	3,380	2,513
Other	1,158	1,179
Total non-operating expenses	51,928	38,278
Ordinary income (loss)	78,848	-119,110
Extraordinary income		
Gain on sales of non-current assets	1,211	78
Gain on liquidation of subsidiaries	3,070	-
Total extraordinary income	4,281	78
Extraordinary losses		
Loss on retirement of non-current assets	221	96
Total extraordinary losses	221	96
Profit (loss) before income taxes	82,907	-119,128
Income taxes - current	75,528	60,163
Income taxes - deferred	-1,801	17,398
Total income taxes	73,727	77,561
Profit (loss)	9,180	-196,690
Profit attributable to		
Profit (loss) attributable to owners of parent	9,180	-196,690
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Foreign currency translation adjustment	-54,611	-55,699
Share of other comprehensive income of entities accounted for using equity method	12	-
Total other comprehensive income	-54,599	-55,699
Comprehensive income	-45,418	-252,390
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	-45,418	-252,390
Comprehensive income attributable to non-controlling interests	-	-