

Financial Statement for the Nine Months Ended December 31, 2020

February 12, 2021

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 12, 2021

Stock Exchange: Tokyo Stock Exchange, Inc. JASDAQ

1. Consolidated Financial Result for the Nine Months Ended December 31, 2020 (April 1, 2020 – December 31, 2020)

(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, 2020		5,237	△7.6	255	—	123	—	△56	—
December 31, 2019		5,666	△1.6	△106	—	△119	—	△196	—
Note: Comprehensive Income:		4 million yen (—%) for the nine months ended December 31, 2020 △252 million yen (—%) for the nine months ended December 31, 2019							

	Net Income or, Net loss (△) Per Share	Net Income or, Net loss (△) Per Share(diluted)
	Yen	Yen
December 31, 2020	△4.74	—
December 31, 2019	△16.66	—

(2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio
	Millions of Yen	Millions of Yen	%
December 31, 2020	10,934	4,138	37.8
March 31, 2020	11,033	4,107	37.2

(Note) Equity capital (Millions of Yen): As of December 31, 2020 4,138
 As of March 31, 2020 4,107

2. Status of Distribution

	Dividends per share				
	First quarter end	Second quarter end	Third quarter end	Year end	Full year
	Yen	Yen	Yen	Yen	Yen
FY2020	—	—	—	0.00	0.00
FY2021	—	—	—	—	—
FY2021 (Expected)	—	—	—	—	—

Note: Revisions to dividend forecasts published most recently: None

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2021 (April 1, 2020 – March 31, 2021)

(%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
Full 2021 December	7,100 △3.2	300 —	110 —	△50 —	△4.42

(Note) Revision of forecast for dividends published most recently: None

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, 2020	12,081,920	March 31, 2020	12,081,920
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2. Numbers of treasury stock

December 31, 2020	212,450	March 31, 2020	281,706
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3. Numbers of average shares outstanding (cumulative, consolidated at the end of the third quarter)

December 31, 2020	11,841,775	December 31, 2019	11,807,324
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Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousands of Yen)

	End of previous fiscal year (March 31, 2020)	End of third quarter of current fiscal year (December 31, 2020)
Assets		
Current assets		
Cash and deposits	2,737,370	2,624,308
Notes and accounts receivable - trade	1,639,715	1,754,482
Electronically recorded monetary claims - operating	170,719	187,075
Merchandise and finished goods	628,984	751,854
Work in process	1,313,961	1,233,079
Raw materials and supplies	395,802	438,468
Other	275,116	420,251
Allowance for doubtful accounts	-3,962	-4,092
Total current assets	7,157,707	7,405,427
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,845,067	4,831,123
Machinery, equipment and vehicles	2,992,833	3,019,802
Tools, furniture and fixtures	366,321	346,872
Land	1,084,328	1,082,144
Leased assets	722,572	747,729
Construction in progress	66,412	119,801
Accumulated depreciation	-6,739,972	-6,925,769
Total property, plant and equipment	3,337,563	3,221,703
Intangible assets		
Software	120,112	22,737
Telephone subscription right	377	377
Total intangible assets	120,490	23,115
Investments and other assets		
Investment securities	10,000	10,000
Retirement benefit asset	295,568	204,131
Deferred tax assets	4,419	2,987
Other	108,968	67,547
Allowance for doubtful accounts	-819	-819
Total investments and other assets	418,136	283,847
Total non-current assets	3,876,190	3,528,666
Total assets	11,033,897	10,934,093

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousands of Yen)

	End of previous fiscal year (March 31, 2020)	End of third quarter of current fiscal year (December 31, 2020)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	774,631	633,277
Short-term loans borrowings	400,000	400,000
Current portion of bonds payable	219,200	180,000
Current portion of long-term borrowings	871,918	1,078,172
Lease obligations	91,921	87,090
Accounts payable - other	498,597	262,776
Income taxes payable	85,131	36,633
Provision for bonuses	92,712	20,562
Provision for share-based remuneration	40,166	-
Provision for loss on liquidation of subsidiaries and associates	129,001	23,619
Other	407,254	453,833
Total current liabilities	3,610,535	3,175,965
Non-current liabilities		
Bonds payable	302,500	142,500
Long-term borrowings	2,251,332	2,920,346
Lease obligations	338,431	300,926
Deferred tax liabilities	284,718	235,270
Retirement benefit liability	124,581	-
Other	14,313	20,965
Total non-current liabilities	3,315,878	3,620,009
Total liabilities	6,926,413	6,795,975
Net assets		
Shareholders' equity		
Share capital	2,365,898	2,365,898
Capital surplus	1,912,110	1,912,110
Retained earnings	68,007	11,836
Treasury shares	-129,910	-104,086
Total shareholders' equity	4,216,105	4,185,757
Accumulated other comprehensive income		
Foreign currency translation adjustment	-108,621	-47,639
Total accumulated other comprehensive income	-108,621	-47,639
Total net assets	4,107,484	4,138,118
Total liabilities and net assets	11,033,897	10,934,093

Consolidated Financial Statements

(2) Consolidated Income Statements & Comprehensive Income

(Thousands of Yen)

	First nine-month period of previous fiscal year (April 1, 2019 to December 31, 2019)	First nine-month period of current fiscal year (April 1, 2020 to December 31, 2020)
Net sales	5,666,851	5,237,783
Cost of sales	3,928,813	3,279,542
Gross profit	1,738,038	1,958,240
Selling, general and administrative expenses	1,844,824	1,702,335
Operating profit (loss)	-106,786	255,904
Non-operating income		
Interest income	6,019	4,891
Dividend income	360	360
Foreign exchange gains	7,486	-
Compensation for forced relocation	2,720	-
Miscellaneous income	9,367	5,216
Total non-operating income	25,953	10,467
Non-operating expenses		
Interest expenses	29,382	32,720
Commission expenses	5,203	17,202
Foreign exchange losses	-	91,284
Guarantee commission	2,513	1,638
Other	1,179	496
Total non-operating expenses	38,278	143,342
Ordinary profit (loss)	-119,110	123,029
Extraordinary income		
Gain on sales of non-current assets	78	16,278
Total extraordinary income	78	16,278
Extraordinary losses		
Loss on retirement of non-current assets	96	36,511
Impairment loss	-	136,832
Head office relocation expenses	-	4,334
Total extraordinary losses	96	177,679
Profit (loss) before income taxes	-119,128	-38,371
Income taxes - current	60,163	65,751
Income taxes - deferred	17,398	-47,951
Total income taxes	77,561	17,799
Profit (loss)	-196,690	-56,171
Profit attributable to		
Profit (loss) attributable to owners of parent	-196,690	-56,171
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Foreign currency translation adjustment	-55,699	60,982
Total other comprehensive income	-55,699	60,982
Comprehensive income	-252,390	4,810
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	-252,390	4,810
Comprehensive income attributable to non-controlling interests	-	-