



Financial Statement for the Six Months Ended September 30, 2022

November 14, 2022

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): November 14, 2022

Listing: Tokyo Stock Exchange Inc. Standard Market

1. Consolidated Financial Result for the Six Months Ended September 30, 2022 (April 1, 2022 – September 30, 2022)

(Figures are rounded down to the nearest million)

(1) Consolidated Operating Result (% 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	%
September 30, 2022	5,469	8.2	357	△57.4	725	△8.3	588	△9.7
September 30, 2021	5,054	45.3	840	560.4	791	—	652	—
Note: Comprehensive Income:	707million yen (11.9%) for the Six Months ended September 30, 2022							
	631million yen (710.6%) for the Six Months ended September 30, 2021							

	Net Income or, Net loss (△) Per Share		Net Income or, Net loss (△) Per Share(diluted)	
	Yen		Yen	
September 30, 2022	41.36		—	
September 30, 2021	54.98		—	

(2) Consolidated Financial Position

	Total Assets	Total Net Assets	Shareholders' Equity Ratio
	Millions of Yen	Millions of Yen	%
September 30, 2022	16,299	8,584	52.7
March 31, 2022	14,606	8,091	55.4

(Note) Equity capital (Millions of Yen): As of September 30, 2022 8,584
 As of March 31, 2022 8,091

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
FY2022	—	0.00	—	15.00	15.00
FY2023	—	0.00	—	—	—
FY2023 (Expected)	—	—	—	10.00	10.00

Note: Revisions to dividend forecasts published most recently: None

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2023 (April 1, 2022 – March 31, 2023)

(%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 year	10,000	△4.3	500	△65.9	900	△44.2	700	△54.8	49.16	

(Note)Revision of forecast for dividends 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

(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)

September 30, 2022	14,451,920	March 31, 2022	14,451,920
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2. Numbers of treasury stock

September 30, 2022	212,630	March 31, 2022	212,610
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3. Numbers of average shares outstanding (cumulative, consolidated at the end of the second quarter)

September 30, 2022	14,239,307	September 30, 2021	11,869,427
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Consolidated Financial Statements
(1) Consolidated Balance Sheets

(Thousands of Yen)

	End of previous fiscal year (March 31, 2022)	End of second quarter of current fiscal year (September 30, 2022)
Assets		
Current assets		
Cash and deposits	2,394,382	2,852,557
Notes receivable - trade	309,907	308,367
Accounts receivable - trade	1,789,097	1,886,630
Electronically recorded monetary claims - operating	216,222	262,963
Merchandise and finished goods	789,147	738,674
Work in process	1,365,509	1,596,274
Raw materials and supplies	582,096	660,094
Advance payments	2,755,980	-
Other	412,225	825,892
Allowance for doubtful accounts	△2,943	△3,150
Total current assets	10,611,626	9,128,304
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,899,229	7,115,266
Machinery, equipment and vehicles	3,232,820	3,287,402
Tools, furniture and fixtures	378,283	433,192
Land	859,156	2,019,286
Leased assets	835,496	855,592
Construction in progress	391,626	300,730
Accumulated depreciation	△7,246,189	△7,473,542
Total property, plant and equipment	3,350,423	6,537,928
Intangible assets		
Goodwill	80,978	71,980
Software	9,755	4,339
Telephone subscription right	377	377
Total intangible assets	91,111	76,698
Investments and other assets		
Investment securities	55,000	55,000
Shares of subsidiaries and associates	-	38,102
Retirement benefit asset	224,480	199,044
Deferred tax assets	201,601	172,670
Other	72,363	91,580
Total investments and other assets	553,445	556,397
Total non-current assets	3,994,979	7,171,024
Total assets	14,606,606	16,299,328

Consolidated Financial Statements
(1) Consolidated Balance Sheets

(Thousands of Yen)

	End of previous fiscal year (March 31, 2022)	End of second quarter of current fiscal year (September 30, 2022)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	756,521	798,019
Short-term borrowings	400,000	700,000
Current portion of bonds payable	100,000	40,000
Current portion of long-term borrowings	1,005,392	1,159,559
Lease liabilities	88,588	81,839
Accounts payable - other	418,090	818,965
Income taxes payable	308,831	120,429
Advances received	237,350	46,948
Provision for bonuses	237,754	178,336
Provision for loss on liquidation of subsidiaries and associates	92,109	80,019
Other	357,938	279,333
Total current liabilities	4,002,578	4,303,451
Non-current liabilities		
Bonds payable	42,500	22,500
Long-term borrowings	2,173,056	3,136,841
Lease liabilities	280,828	219,173
Deferred tax liabilities	919	16,499
Other	15,436	16,343
Total non-current liabilities	2,512,740	3,411,357
Total liabilities	6,515,318	7,714,808
Net assets		
Shareholders' equity		
Share capital	3,379,569	3,379,569
Capital surplus	2,925,782	2,925,782
Retained earnings	1,705,371	2,080,418
Treasury shares	△104,219	△104,230
Total shareholders' equity	7,906,504	8,281,540
Accumulated other comprehensive income		
Foreign currency translation adjustment	184,783	302,980
Total accumulated other comprehensive income	184,783	302,980
Total net assets	8,091,287	8,584,520
Total liabilities and net assets	14,606,606	16,299,328

Consolidated Financial Statements

(2) Consolidated Income Statements & Comprehensive Income

(Thousands of Yen)

	First six-month period of previous fiscal year (April 1, 2021 to September 30, 2021)	First six-month period of current fiscal year (April 1, 2022 to September 30, 2022)
Net sales	5,054,378	5,469,563
Cost of sales	2,791,394	3,415,211
Gross profit	2,262,984	2,054,352
Selling, general and administrative expenses	1,422,962	1,696,675
Operating profit	840,022	357,676
Non-operating income		
Interest income	2,326	3,483
Dividend income	360	360
Rental income	-	82,614
Foreign exchange gains	-	350,903
Miscellaneous income	3,803	13,728
Total non-operating income	6,489	451,089
Non-operating expenses		
Interest expenses	25,578	31,949
Commission expenses	11,027	24,188
Rental expenses	-	25,791
Foreign exchange losses	17,683	-
Guarantee commission	669	316
Other	289	833
Total non-operating expenses	55,248	83,078
Ordinary profit	791,263	725,687
Extraordinary income		
Gain on sale of non-current assets	-	1,022
Total extraordinary income	-	1,022
Extraordinary losses		
Loss on sale of non-current assets	136	-
Loss on retirement of non-current assets	4,849	4,602
Total extraordinary losses	4,985	4,602
Profit before income taxes	786,277	722,107
Income taxes - current	116,945	89,063
Income taxes - deferred	16,785	44,056
Total income taxes	133,730	133,120
Profit	652,546	588,986
Profit attributable to		
Profit attributable to owners of parent	652,546	588,986
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Foreign currency translation adjustment	△20,578	118,196
Total other comprehensive income	△20,578	118,196
Comprehensive income	631,967	707,182
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	631,967	707,182
Comprehensive income attributable to non-controlling interests	-	-

Consolidated Financial Statements

(3) Consolidated Statements of Cash Flows

(Thousands of Yen)

	First six-month period of previous fiscal year (April 1, 2021 to September 30, 2021)	First six-month period of current fiscal year (April 1, 2022 to September 30, 2022)
Cash flows from operating activities		
Profit before income taxes	786,277	722,107
Depreciation	158,826	248,131
Amortization of goodwill	-	8,997
Increase (decrease) in allowance for doubtful accounts	△1,680	△61
Increase (decrease) in provision for bonuses	75,687	△60,536
Decrease (increase) in retirement benefit asset	△15,672	25,435
Increase (decrease) in provision for loss on liquidation of subsidiaries and associates	-	△15,691
Interest and dividend income	△2,686	△3,843
Rental income	-	△82,614
Interest expenses	25,578	31,949
Commission expenses	11,027	24,188
Loss (gain) on sale of non-current assets	136	△1,022
Loss on retirement of non-current assets	4,849	4,602
Decrease (increase) in trade receivables	△183,472	△87,899
Decrease (increase) in inventories	△189,368	△150,953
Decrease (increase) in accounts receivable - other	105,809	△191,502
Increase (decrease) in trade payables	168,973	△76,196
Increase (decrease) in accounts payable - other	△29,880	51,037
Increase (decrease) in advances received	△5,428	△191,490
Other, net	△57,300	△423,983
Subtotal	851,676	△169,344
Interest and dividends received	2,730	3,843
Proceeds from rental income	-	97,034
Interest paid	△26,403	△29,881
Commission fee paid	△11,027	△24,188
Income taxes paid	△44,148	△275,029
Net cash provided by (used in) operating activities	772,827	△397,565
Cash flows from investing activities		
Purchase of property, plant and equipment	△113,227	△304,363
Proceeds from sale of property, plant and equipment	215,359	1,028
Purchase of intangible assets	△22,573	△820
Purchase of shares of subsidiaries and associates	-	△38,102
Expenditure due to absorption split	△100,000	-
Other, net	△45,108	△11,739
Net cash provided by (used in) investing activities	△65,549	△353,995
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	-	300,000
Proceeds from long-term borrowings	250,000	1,717,582
Repayments of long-term borrowings	△574,796	△614,399
Redemption of bonds	△80,000	△80,000
Purchase of treasury shares	△23	△11
Repayments of lease liabilities	△46,161	△74,167
Dividends paid	△43	△211,447
Net cash provided by (used in) financing activities	△451,025	1,037,557
Effect of exchange rate change on cash and cash equivalents	3,642	170,761
Net increase (decrease) in cash and cash equivalents	259,895	456,757
Cash and cash equivalents at beginning of period	2,862,715	2,234,708
Cash and cash equivalents at end of period	3,122,611	2,691,465