



Consolidated Financial Results for the Six Months Ended September 30, 2023 [Japanese GAAP]

November 8, 2023

Company name: Maruichi Steel Tube Ltd.

Stock exchange listing: Tokyo

Code number: 5463

URL: <https://www.maruichikokan.co.jp>

Representative: Hiroyuki Suzuki

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Scheduled date of filing quarterly securities report: November 14, 2023

Scheduled date of commencing dividend payments: November 30, 2023

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: Yes

Chairman Representative Director and CEO
General Manager of Finance Department

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Six Months Ended September 30, 2023 (April 1, 2023 to September 30, 2023)

(1) Consolidated Operating Results

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2023	135,173	(2.3)	19,268	4.7	21,049	0.8	14,098	1.1
September 30, 2022	138,399	39.0	18,412	6.4	20,874	12.0	13,946	3.7

(Note) Comprehensive income: Six months ended September 30, 2023: ¥ 28,673 million [54.3%]
Six months ended September 30, 2022: ¥ 18,584 million [(24.1) %]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2023	177.02	176.86
September 30, 2022	175.05	174.86

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	420,643	348,534	80.0
March 31, 2023	393,165	324,220	79.7

(Reference) Equity: As of September 30, 2023: ¥ 336,574 million
As of March 31, 2023: ¥ 313,468 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	40.00	-	69.50	109.50
Fiscal year ending March 31, 2024	-	55.00			
Fiscal year ending March 31, 2024 (Forecast)			-	67.50	122.50

(Note) Revision to the forecast for dividends announced most recently: Yes

(Note) Breakdown of the 2nd quarter dividend for the fiscal year ending March 31, 2024 :

Commemorative dividend - yen
Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024(April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	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
Full year	270,000	(1.2)	33,500	11.6	35,800	4.0	24,400	1.0	306.30

(Note) Revision to the financial results forecast announced most recently: Yes

* Notes:

(1) Changes in significant subsidiaries during the six months ended September 30, 2023

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name:)

Exclusion: - (Company name:)

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

September 30, 2023: 84,000,000 shares

March 31, 2023: 84,000,000 shares

2) Number of treasury shares at the end of the period:

September 30, 2023: 4,324,455 shares

March 31, 2023: 4,376,545 shares

3) Average number of shares outstanding during the period:

Six months ended September 30, 2023: 79,647,258 shares

Six months ended September 30, 2022: 79,675,271 shares

Quarterly Consolidated Financial Statements
Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	88,542	85,127
Notes and accounts receivable - trade	52,835	57,548
Securities	11,615	15,594
Finished goods	20,771	21,890
Raw materials and supplies	39,789	41,235
Other	3,856	4,904
Allowance for doubtful accounts	(34)	(59)
Total current assets	217,377	226,242
Non-current assets		
Property, plant and equipment		
Land	37,402	38,681
Other	54,307	60,413
Total property, plant and equipment	91,710	99,094
Intangible assets		
Goodwill	192	190
Other	1,451	1,526
Total intangible assets	1,644	1,717
Investments and other assets		
Investment securities	79,008	89,571
Other	3,428	4,021
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	82,433	93,589
Total non-current assets	175,788	194,401
Total assets	393,165	420,643

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	33,832	34,399
Short-term borrowings	6,482	4,301
Income taxes payable	5,679	5,079
Provision for bonuses	1,433	1,460
Provision for bonuses for directors (and other officers)	182	119
Other	7,837	8,918
Total current liabilities	55,447	54,279
Non-current liabilities		
Long-term borrowings	1,652	2,613
Provision for retirement benefits for directors (and other officers)	142	128
Provision for share awards	266	312
Retirement benefit liability	3,808	3,925
Deferred tax liabilities	6,906	10,085
Other	720	764
Total non-current liabilities	13,497	17,830
Total liabilities	68,945	72,109
Net assets		
Shareholders' equity		
Share capital	9,595	9,595
Capital surplus	13,436	13,434
Retained earnings	274,533	284,409
Treasury shares	(11,061)	(10,929)
Total shareholders' equity	286,503	296,509
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	19,694	27,007
Foreign currency translation adjustment	6,599	12,387
Remeasurements of defined benefit plans	670	670
Total accumulated other comprehensive income	26,964	40,064
Share acquisition rights	162	107
Non-controlling interests	10,589	11,852
Total net assets	324,220	348,534
Total liabilities and net assets	393,165	420,643

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the six months)

(Millions of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Net sales	138,399	135,173
Cost of sales	111,814	106,912
Gross profit	26,585	28,261
Selling, general and administrative expenses	8,172	8,992
Operating profit	18,412	19,268
Non-operating income		
Interest income	108	270
Dividend income	1,837	1,107
Share of profit of entities accounted for using equity method	208	199
Foreign exchange gains	74	63
Rental income from real estate	390	298
Other	188	200
Total non-operating income	2,807	2,141
Non-operating expenses		
Interest expenses	52	92
Rental expenses on real estate	153	146
Other	139	121
Total non-operating expenses	345	360
Ordinary profit	20,874	21,049
Extraordinary income		
Gain on sale of non-current assets	89	19
Gain on sale of investment securities	449	18
Gain on sale of shares of subsidiaries and associates	-	559
Other	0	35
Total extraordinary income	539	632
Extraordinary losses		
Loss on sale of non-current assets	-	0
Loss on retirement of non-current assets	96	123
Loss on sale of investment securities	375	37
Other	21	32
Total extraordinary losses	492	194
Profit before income taxes	20,920	21,488
Income taxes	6,100	6,530
Profit	14,820	14,957
Profit attributable to non-controlling interests	873	858
Profit attributable to owners of parent	13,946	14,098

Quarterly Consolidated Statements of Comprehensive Income (For the six months)

(Millions of yen)

	For the six months ended September 30, 2022	For the six months ended September 30, 2023
Profit	14,820	14,957
Other comprehensive income		
Valuation difference on available-for-sale securities	(4,490)	7,606
Foreign currency translation adjustment	9,205	5,894
Remeasurements of defined benefit plans, net of tax	(80)	0
Share of other comprehensive income of entities accounted for using equity method	(871)	214
Total other comprehensive income	3,763	13,715
Comprehensive income	18,584	28,673
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,320	27,199
Comprehensive income attributable to non-controlling interests	2,263	1,474