



February 7, 2024

Consolidated Financial Results for the Nine Months Ended December 31, 2023 (IFRS)

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 Stock exchange listing: Tokyo Stock Exchange
 Stock code: 6005
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 Scheduled date for filing of quarterly securities report: February 14, 2024
 Scheduled date of commencement of dividend payment: —
 Supplementary documents for quarterly financial results: None
 Quarterly financial results briefing: None

(Units of less than 1 million yen have been omitted)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2023 (April 1, 2023 – December 31, 2023)

(1) Consolidated Operating Results (cumulative)

(Percentages show year-on-year changes)

	Revenue		Operating profit		Profit before income taxes		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2023	107,957	2.1	15,702	5.1	18,496	13.5	13,761	14.9
December 31, 2022	105,725	5.8	14,944	5.5	16,302	12.4	11,977	15.7

	Profit attributable to owners of parent		Comprehensive income		Basic earnings per share	Diluted earnings per share
	Million yen	%	Million yen	%	Yen	Yen
Nine months ended December 31, 2023	13,687	14.3	16,553	35.8	123.52	123.44
December 31, 2022	11,975	15.5	12,190	7.9	105.88	105.78

(Reference) Share of profit in investments accounted for using the equity method:

Nine months ended December 31, 2023: ¥1,598 million

Nine months ended December 31, 2022: ¥788 million

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Million yen	Million yen	Million yen	%
As of December 31, 2023	227,276	174,170	173,378	76.3
March 31, 2023	229,560	168,912	168,348	73.3

2. Dividends

	Dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total
Fiscal year ended March 31, 2023	—	19.00	—	26.00	45.00
Fiscal year ending March 31, 2024	—	23.00	—		
Fiscal year ending March 31, 2024 (Forecasts)				26.00	49.00

(Note) Revisions to the dividend forecasts most recently announced: None

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2024 (April 1, 2023 – March 31, 2024)

(Percentages show the rate of increase or decrease from the previous corresponding period)

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full-year	151,500	(4.3)	22,100	0.8	24,600	4.8	18,000	6.7	159.48

(Note) Revisions to the consolidated forecasts most recently announced: None

* Notes

(1) Changes of significant subsidiaries during the period (Changes of specific subsidiaries in accordance with changes in the scope of consolidation): None

(2) Changes in accounting policies and accounting estimates

(i) Changes in accounting policies required by IFRS: Yes

(ii) Changes in accounting policies other than (i): None

(iii) Changes in accounting estimates: None

(Note) For details, please refer to “3. Notes on Condensed Consolidated Financial Statements (Changes in Accounting Policies) on page 14 of the attached materials.

(3) Numbers of outstanding shares (Common shares)

(i) Number of shares outstanding at the end of the period (including treasury shares)

As of December 31, 2023: 125,291,112 shares

As of March 31, 2023: 125,291,112 shares

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

As of December 31, 2023: 15,041,537 shares

As of March 31, 2023: 13,359,047 shares

(iii) Weighted-average number of common shares outstanding for the period

Nine months ended December 31, 2023: 110,817,039 shares

Nine months ended December 31, 2022: 113,102,950 shares

* Financial summaries are not required to be audited.

* Explanation of the Proper Use of Financial Results Forecast and Other Notes

(Notes on forward-looking statements)

The forward-looking statements herein are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. The Company makes no warranty as to the achievability of what is described in the statements. Actual results may differ significantly from these forecasts due to various factors. For the assumptions underlying the forecasts and precautions when using the forecasts, please refer to “1. Qualitative Information Regarding Results for the Nine Months Ended December 31, 2023, (3) Explanation of Consolidated Forecasts and Other Forward-Looking Statements” on page 4 of the attached materials.

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1. Qualitative Information Regarding Results for the Nine Months Ended December 31, 2023

(1) Explanation of Operating Results

Looking back on the state of the Japanese economy during the nine months ended December 31, 2023, the economic activities are moving normalization due to the downgrade of COVID-19 to a “Class 5” infectious disease.

On the other hand, the uncertainty surrounding the outlook remains high due to ongoing concerns such as the impact of increasing energy, raw material, and logistics prices and geopolitical issues.

Under these circumstances, the Miura Group has made efforts to improve the quality of our services by implementing optimal energy proposals in order to reduce environmental load and promoting the expansion of the number of equipment connected to customers’ facilities in order to achieve the “Super maintenance company.”

Regarding the consolidated results for the nine months ended December 31, 2023, sales in the Domestic Manufacturing and Sales of Products business decreased due to the impact of Inax Corporation (hereinafter referred to as Inax) becoming an equity-method affiliate, despite sales of small once-through boiler and related equipment were solid.

Overseas, sales increased due to solid boiler sales in Korea and China.

In terms of profits, profits increased due in part to changes in composition of products sales mix and the impact of increased sales in the Maintenance business, while expenses increased due to energized sales activities and an increase in system-related expenses.

As a result, revenue was ¥107,957 million, up 2.1% from the same period of the previous fiscal year, operating profit was ¥15,702 million, up 5.1%, profit before income taxes amounted to ¥18,496 million, up 13.5% and profit attributable to owners of parent stood at ¥13,687 million, up 14.3%.

Operating results for each business segment are as follows.

Furthermore, the Company made a contribution in kind of a portion of the shares of Inax and closed a capital contribution agreement and a joint venture agreement in JENSEN-GROUP NV (head office: Belgium) for the purpose of a capital and business alliance for the manufacture and sale of industrial laundry and related equipment. As a result, Inax has been changed from a consolidated subsidiary to an equity-method affiliate of the Company. Accordingly, following a review of the management category, the “Domestic Laundry” category has been integrated into “Domestic Manufacturing and Sales of Products” category from the second quarter ended September 30, 2023.

(i) Domestic Manufacturing and Sales of Products

In the Domestic Manufacturing and Sales of Products business, sales decreased due to the impact of Inax becoming an equity-method affiliate, although sales of small once-through boiler and related equipment, aqua equipment, and compressors were solid.

As a result, revenue in this business was ¥50,731 million, down 5.2% from the same period of the previous fiscal year (¥53,537 million). Segment profit was ¥4,531 million, up 10.0% from the same period of the previous fiscal year (¥4,119 million), due to changes in composition of products sales mix, while expenses increased due to increases in raw material prices and expenses associated with sales activities.

(ii) Domestic Maintenance

In the Domestic Maintenance business, sales grew due to increases in the number of paid maintenance contracts for boilers and marine equipment parts sales.

As a result, revenue in this business was ¥30,438 million, up 8.1% from the same period of the previous fiscal year (¥28,152 million). Segment profit was ¥8,713 million, up 7.8% from the same period of the previous fiscal year (¥8,080 million).

(iii) Overseas Manufacturing and Sales of Products

In the Overseas Manufacturing and Sales of Products business, sales increased due to solid boiler sales in Korea and China.

As a result, revenue in this business was ¥18,518 million, up 9.1% from the same period of the previous fiscal year (¥16,976 million). Segment profit was ¥1,378 million down 20.1% from the same period of the previous fiscal year (¥1,725 million), due to an increase in SG&A expenses, with the impact of an increase in personnel expenses and energized sales activities.

(iv) Overseas Maintenance

In the Overseas Maintenance business, sales grew due to our proactively securing paid maintenance contracts in each country.

As a result, revenue in this business was ¥8,229 million, up 17.2% from the same period of the previous fiscal year (¥7,023 million). Segment profit was ¥1,220 million, up 4.7% from the same period of the previous fiscal year (¥1,165 million), due in part to the impact of increased sales, while SG&A expenses increased due to an increase in personnel expenses and the lifting of behavioral restrictions.

(2) Explanation of Financial Position

(i) Overview of Financial Position

(Million yen)

	As of March 31, 2023	As of December 31, 2023	Change
Total assets	229,560	227,276	(2,283)
Total liabilities	60,648	53,105	(7,542)
Total equity	168,912	174,170	5,258

Total assets as of December 31, 2023, were ¥227,276 million, a decrease of ¥2,283 million compared to the previous fiscal year-end. Current assets decreased by ¥20,900 million, mainly due to decreases in, assets held for sale by ¥20,366 million, cash and cash equivalents by ¥4,646 million, and other current assets by ¥3,234 million, while inventories increased by ¥8,119 million. Non-current assets increased by ¥18,617 million, mainly due to increases in, investments accounted for using the equity method by ¥17,107 million, and other financial assets by ¥1,231 million.

Total liabilities were ¥53,105 million, a decrease of ¥7,542 million compared to the previous fiscal year-end. Current liabilities decreased by ¥7,752 million, mainly due to decreases in, liabilities directly associated with assets held for sale by ¥8,286 million, income taxes payable by ¥912 million, and trade and other payables by ¥848 million, while contract liabilities increased by ¥2,672 million. Non-current liabilities increased by ¥210 million, mainly due to increases in, lease liabilities by ¥102 million, net defined benefit liabilities by ¥64 million, and deferred tax liabilities by ¥20 million.

Furthermore, in March 2023, the Company resolved to make a contribution in kind of a portion of the shares of Inax and closed a capital contribution agreement and a joint venture agreement in JENSEN-GROUP NV for the purpose of a capital and business alliance for the manufacture and sale of industrial laundry and related equipment. Based on the conclusion of this agreement, in the previous fiscal year, assets and liabilities held by Inax have been reclassified to “Assets held for sale” and “Liabilities directly associated with assets held for sale” in accordance with IFRS 5 “Non-current Assets Held for Sale and Discontinued Operations.” On April 3, 2023, the Company completed a contribution in kind to JENSEN-GROUP NV of a portion of Inax shares held by the Company. As a result of this contribution in kind, Inax has been changed from a consolidated subsidiary to an equity method affiliate of the Company. Therefore, investments accounted for using the equity method increased due to the amount of remaining investments held, while assets held for sale decreased.

Total equity was ¥174,170 million, an increase of ¥5,258 million compared to the previous fiscal year-end. This was mainly due to increases in, retained earnings by ¥8,105 million, and other components of equity by ¥2,786 million, while treasury shares increased by ¥5,905 million.

As a result, the ratio of equity attributable to owners of parent to total assets comes to 76.3%.

(ii) Cash Flows for the Period under Review

The following outlines the state of cash flows by category during the nine months ended December 31, 2023 under review.

Net cash provided by operating activities totaled ¥9,458 million (¥7,036 million provided in the same period of the previous year). The increase was mainly due to profit before income taxes of ¥18,496 million, and depreciation and amortization of ¥4,974 million. The decrease was mainly due to an increase in inventories of ¥7,285 million, and income taxes paid of ¥5,537 million.

Net cash used in investing activities totaled ¥1,806 million (¥6,156 million used in the same period of the previous year). This was mainly due to proceeds from withdrawal of time deposits of ¥27,392 million, payments into time deposits of ¥25,169 million, purchase of property, plant and equipment of ¥1,854 million, and purchase of investments accounted for using equity method of ¥1,619 million.

Net cash used in financing activities totaled ¥14,319 million (¥9,667 million used in the same period of the previous year). This was mainly due to purchase of treasury shares of ¥5,932 million, and dividends paid of ¥5,446 million.

As a result of the above, cash and cash equivalents as of December 31, 2023, were ¥25,919 million, a decrease of ¥6,132 million compared to the previous fiscal year-end.

(3) Explanation of Consolidated Forecasts and Other Forward-Looking Statements

The full-year consolidated forecast for the fiscal year ending March 31, 2024 that the Company announced on May 12, 2023, remains unchanged.

2. Condensed Consolidated Financial Statements

(1) Condensed Consolidated Statements of Financial Position

(Million yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and cash equivalents	30,565	25,919
Trade and other receivables	41,575	42,304
Other financial assets	23,169	21,666
Inventories	26,891	35,010
Other current assets	5,337	2,103
Subtotal	127,538	127,003
Assets held for sale	20,366	—
Total current assets	147,904	127,003
Non-current assets		
Property, plant and equipment	39,682	39,760
Right-of-use assets	6,517	6,576
Goodwill and intangible assets	4,085	3,904
Investments accounted for using the equity method	15,205	32,313
Other financial assets	13,599	14,830
Net defined benefit asset	429	1,339
Deferred tax assets	2,014	1,438
Other non-current assets	121	109
Total non-current assets	81,655	100,272
Total assets	229,560	227,276

(Million yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities and equity		
Liabilities		
Current liabilities		
Lease liabilities	2,470	2,429
Trade and other payables	12,395	11,546
Other financial liabilities	974	367
Income taxes payable	2,535	1,623
Provisions	747	726
Contract liabilities	16,495	19,168
Other current liabilities	12,266	12,557
Subtotal	47,885	48,418
Liabilities directly associated with assets held for sale	8,286	—
Total current liabilities	56,171	48,418
Non-current liabilities		
Lease liabilities	3,766	3,869
Other financial liabilities	17	7
Net defined benefit liability	71	135
Provisions	1	17
Deferred tax liabilities	81	102
Other non-current liabilities	538	555
Total non-current liabilities	4,476	4,687
Total liabilities	60,648	53,105
Equity		
Capital stock	9,544	9,544
Capital surplus	12,403	12,445
Retained earnings	150,912	159,017
Treasury shares	(10,787)	(16,692)
Other components of equity	6,276	9,063
Other comprehensive income related to disposal groups held for sale	(0)	—
Total equity attributable to owners of parent	168,348	173,378
Non-controlling interests	564	792
Total equity	168,912	174,170
Total liabilities and equity	229,560	227,276

(2) Condensed Consolidated Statements of Income and Consolidated Statements of Comprehensive Income
(Condensed Consolidated Statements of Income)

(Million yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Revenue	105,725	107,957
Cost of revenue	61,030	61,093
Gross profit	44,695	46,863
Selling, general and administrative expenses	30,391	31,717
Other income	754	662
Other expenses	114	106
Operating profit	14,944	15,702
Finance income	655	1,657
Finance costs	86	461
Share of profit of investments accounted for using the equity method	788	1,598
Profit before income taxes	16,302	18,496
Income tax expenses	4,325	4,735
Profit	11,977	13,761
Profit attributable to:		
Owners of parent	11,975	13,687
Non-controlling interests	1	73
Profit	11,977	13,761
Earnings per share		
Basic (Yen)	105.88	123.52
Diluted (Yen)	105.78	123.44

(Consolidated Statements of Comprehensive Income)

(Million yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	11,977	13,761
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(73)	1,091
Share of other comprehensive income of investments accounted for using the equity method	(48)	(112)
Total items that will not be reclassified to profit or loss	(121)	979
Items that may be reclassified to profit or loss		
Translation adjustments of foreign operations	455	1,886
Share of other comprehensive income of investments accounted for using the equity method	(120)	(74)
Total items that may be reclassified to profit or loss	335	1,812
Other comprehensive income, net of taxes	213	2,792
Comprehensive income	12,190	16,553
Comprehensive income attributable to:		
Owners of parent	12,188	16,474
Non-controlling interests	2	78
Comprehensive income	12,190	16,553

(3) Condensed Consolidated Statements of Changes in Equity

For the nine months ended December 31, 2022 (April 1, 2022 – December 31, 2022)

(Million yen)

	Equity attributable to owners of parent					
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Financial assets measured at FVTOCI	Translation adjustments of foreign operations
As of April 1, 2022	9,544	12,393	138,956	(6,697)	2,606	2,874
Profit	—	—	11,975	—	—	—
Other comprehensive income (loss)	—	—	—	—	(73)	454
Comprehensive income (loss)	—	—	11,975	—	(73)	454
Disposal of treasury stock accompanying stock option exercise	—	(40)	—	—	—	—
Restricted stock	—	49	—	—	—	—
Dividends	—	—	(4,639)	—	—	—
Changes in ownership interest in subsidiaries	—	(23)	—	—	—	—
Acquisition of treasury shares	—	—	—	(1,688)	—	—
Disposal of treasury shares	—	—	—	52	—	—
Increase (decrease) by business combination	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	—	—	—	—
Other	—	—	—	—	—	—
Total transactions with the owners	—	(13)	(4,639)	(1,636)	—	—
As of December 31, 2022	9,544	12,380	146,292	(8,334)	2,533	3,329

	Equity attributable to owners of parent					
	Other components of equity			Total	Non-controlling interests	Total equity
	Share of other comprehensive income of investments accounted for using equity method	Total	Other comprehensive income related to disposal groups held for sale			
As of April 1, 2022	339	5,820	—	160,017	39	160,056
Profit	—	—	—	11,975	1	11,977
Other comprehensive income (loss)	(168)	212	—	212	1	213
Comprehensive income (loss)	(168)	212	—	12,188	2	12,190
Disposal of treasury stock accompanying stock option exercise	—	—	—	(40)	—	(40)
Restricted stock	—	—	—	49	—	49
Dividends	—	—	—	(4,639)	(0)	(4,639)
Changes in ownership interest in subsidiaries	—	—	—	(23)	23	—
Acquisition of treasury shares	—	—	—	(1,688)	—	(1,688)
Disposal of treasury shares	—	—	—	52	—	52
Increase (decrease) by business combination	—	—	—	—	410	410
Transfer from other components of equity to retained earnings	—	—	—	—	—	—
Other	—	—	—	—	—	—
Total transactions with the owners	—	—	—	(6,289)	433	(5,855)
As of December 31, 2022	170	6,033	—	165,916	475	166,392

For the nine months ended December 31, 2023 (April 1, 2023 – December 31, 2023)

(Million yen)

	Equity attributable to owners of parent					
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Financial assets measured at FVTOCI	Translation adjustments of foreign operations
As of April 1, 2023	9,544	12,403	150,912	(10,787)	2,312	3,742
Profit	—	—	13,687	—	—	—
Other comprehensive income (loss)	—	—	—	—	1,091	1,881
Comprehensive income (loss)	—	—	13,687	—	1,091	1,881
Disposal of treasury stock accompanying stock option exercise	—	(9)	—	9	—	—
Restricted stock	—	52	—	17	—	—
Dividends	—	—	(5,449)	—	—	—
Changes in ownership interest in subsidiaries	—	—	—	—	—	—
Acquisition of treasury shares	—	—	—	(5,932)	—	—
Disposal of treasury shares	—	—	—	—	—	—
Increase (decrease) by business combination	—	—	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	(0)	—	—	—
Other	—	—	(132)	—	—	—
Total transactions with the owners	—	42	(5,582)	(5,905)	—	—
As of December 31, 2023	9,544	12,445	159,017	(16,692)	3,404	5,624

For the nine months ended December 31, 2023 (April 1, 2023 – December 31, 2023)

(Million yen)

	Equity attributable to owners of parent						Total equity
	Other components of equity			Total	Non-controlling interests		
	Share of other comprehensive income of investments accounted for using equity method	Total	Other comprehensive income related to disposal groups held for sale				
As of April 1, 2023	221	6,276	(0)	168,348	564	168,912	
Profit	—	—	—	13,687	73	13,761	
Other comprehensive income (loss)	(186)	2,786	—	2,786	5	2,792	
Comprehensive income (loss)	(186)	2,786	—	16,474	78	16,553	
Disposal of treasury stock accompanying stock option exercise	—	—	—	0	—	0	
Restricted stock	—	—	—	69	—	69	
Dividends	—	—	—	(5,449)	—	(5,449)	
Changes in ownership interest in subsidiaries	—	—	—	—	—	—	
Acquisition of treasury shares	—	—	—	(5,932)	—	(5,932)	
Disposal of treasury shares	—	—	—	—	—	—	
Increase (decrease) by business combination	—	—	—	—	149	149	
Transfer from other components of equity to retained earnings	—	—	0	—	—	—	
Other	—	—	—	(132)	—	(132)	
Total transactions with the owners	—	—	0	(11,444)	149	(11,295)	
As of December 31, 2023	34	9,063	—	173,378	792	174,170	

(4) Condensed Consolidated Statements of Cash Flows

(Million yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Cash flows from operating activities		
Profit before income taxes	16,302	18,496
Depreciation and amortization	5,291	4,974
Shares of profit on equity method	(788)	(1,598)
Interest and dividend income	(482)	(722)
Foreign exchange losses (gains)	(114)	66
Decrease (increase) in trade and other receivables	3,147	(225)
Decrease (increase) in inventories	(11,000)	(7,285)
Increase (decrease) in trade and other payables	(1,820)	(677)
Increase (decrease) in accrued bonuses	(3,372)	(2,481)
Decrease (increase) in retirement benefit assets	(54)	(877)
Increase (decrease) in retirement benefit liabilities	7	9
Increase (decrease) in contract liabilities	6,923	2,390
Other	(195)	1,543
Subtotal	13,842	13,614
Interest and dividends received	974	1,443
Interest paid	(61)	(61)
Income taxes paid	(7,719)	(5,537)
Net cash provided by (used in) operating activities	7,036	9,458
Cash flows from investing activities		
Payments into time deposits	(28,827)	(25,169)
Proceeds from withdrawal of time deposits	25,456	27,392
Purchase of property, plant and equipment	(1,223)	(1,854)
Purchase of intangible assets	(891)	(412)
Purchase of securities	(1,503)	(1,074)
Proceeds from sale or redemption of securities	1,000	1,000
Purchase of investments accounted for using equity method	—	(1,619)
Other	(167)	(68)
Net cash provided by (used in) investing activities	(6,156)	(1,806)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(540)	(300)
Repayment of long-term borrowings	(433)	(334)
Repayments of lease liabilities	(2,368)	(2,305)
Purchase of treasury shares	(1,688)	(5,932)
Dividends paid	(4,636)	(5,446)
Other	(0)	0
Net cash provided by (used in) financing activities	(9,667)	(14,319)
Foreign currency transaction adjustments on cash and cash equivalents	194	534
Net increase (decrease) in cash and cash equivalents	(8,592)	(6,132)
Cash and cash equivalents at the beginning of the year	40,041	32,051
Cash and cash equivalents at the end of the year	31,448	25,919

3. Notes on Condensed Consolidated Financial Statements

(Notes on Going Concern Assumptions)

None

(Changes in Accounting Policies)

Except for those stated below, material accounting policies adopted in the condensed consolidated financial statements for the nine months ended December 31, 2023, basically remain the same as those adopted in the consolidated financial statements for the previous fiscal year. In addition, income tax expenses for the nine months ended December 31, 2023, are calculated based upon an estimated annual effective tax rate.

IFRS	Title	Summaries of new IFRS and amendments
IAS1	Presentation of financial statements	Requires that an entity discloses its material accounting policies, instead of its significant accounting policies.
IAS8	Accounting policies, changes in accounting estimates and errors	Replaces the definition of a change in accounting estimates with a definition of accounting estimates.
IAS12	Income taxes	Clarifies that the initial recognition exemption does not apply to transactions in which equal amounts of deductible and taxable temporary differences arise on initial recognition.
IAS12	Income taxes	Clarifies the application of IAS 12 Income taxes to income taxes arising from tax law enacted or substantively enacted to implement the OECD/G20 Inclusive Framework on BEPS Pillar Two model rules.

The effect of the application of the above standards on the condensed consolidated financial statements is immaterial.

(Segment Information)

(1) General Information on Reporting Segments

Financial information which is broken down within each component unit is available for the Miura Group's reporting segments. The information is subject to regular review by the Board of Directors in order to make decisions about resources to be allocated and to assess performance.

The Miura Group is engaged primarily in the manufacture, sales, and maintenance of boilers and related equipment. The Company and domestic affiliated companies undertake our domestic business, and our overseas affiliated companies undertake our overseas business. Each of our local subsidiaries is an independent management unit that proposes comprehensive strategy for the products it handles in each region and engages in business activities.

The Company made a contribution in kind of a portion of the shares of Inax Corporation (hereinafter referred to as Inax) and closed a capital contribution agreement and a joint venture agreement in JENSEN-GROUP NV (head office: Belgium) for the purpose of a capital and business alliance for the manufacture and sale of industrial laundry and related equipment. As a result, Inax has been changed from a consolidated subsidiary to an equity-method affiliate of the Company. Accordingly, following a review of the management category, the "Domestic Laundry" category has been integrated into "Domestic Manufacturing and Sales of Products" category from the second quarter ended September 30, 2023.

Accordingly, the Miura Group is composed of domestic and overseas segments founded upon a manufacturing, sales, and maintenance framework, with Domestic Manufacturing and Sales of Products, Domestic Maintenance, Overseas Manufacturing and Sales of Products, and Overseas Maintenance as our reporting segments.

In addition, the segment information for the nine months ended December 31, 2022, has been prepared based on the classification after the change.

(2) Segment revenue and performance

Revenue and performance of each reportable segment of the Miura Group are as follows.

Intersegment revenue and transfers are based on current market values.

For the nine months ended December 31, 2022

(Million yen)

	Reportable segments				Subtotal	Others (Note 2)	Total	Adjustment (Note 3)	Consolidated
	Domestic (Note 1)		Overseas (Note 1)						
	Manufacturing and sales of products	Maintenance	Manufacturing and sales of products	Maintenance					
Revenue									
Revenue to external customers	53,537	28,152	16,976	7,023	105,689	36	105,725	—	105,725
Intersegment revenue and transfers	2,161	203	200	71	2,636	448	3,085	(3,085)	—
Total	55,698	28,355	17,177	7,095	108,326	485	108,811	(3,085)	105,725
Segment profit	4,119	8,080	1,725	1,165	15,091	36	15,127	(182)	14,944
Finance income	—	—	—	—	—	—	—	—	655
Finance costs	—	—	—	—	—	—	—	—	86
Share of profit on equity method	—	—	—	—	—	—	—	—	788
Profit before income taxes	—	—	—	—	—	—	—	—	16,302

(Notes)

1. The “Domestic” and “Overseas” categories among the reportable segments pertain to the business activities of domestic consolidated companies and overseas consolidated companies, respectively.
2. The “Others” category consists of business that is not included in reportable segments. It includes Real estate management business and Enterprise and personal non-life insurance and life insurance agent business and so on.
3. Adjustment of segment profit includes the elimination of internal transactions among segments.

For the nine months ended December 31, 2023

(Million yen)

	Reportable segments				Subtotal	Others (Note 2)	Total	Adjustment (Note 3)	Consolidated
	Domestic (Note 1)		Overseas (Note 1)						
	Manufacturing and sales of products	Maintenance	Manufacturing and sales of products	Maintenance					
Revenue									
Revenue to external customers	50,731	30,438	18,518	8,229	107,918	38	107,957	—	107,957
Intersegment revenue and transfers	2,347	211	137	73	2,769	447	3,217	(3,217)	—
Total	53,079	30,650	18,655	8,302	110,688	486	111,175	(3,217)	107,957
Segment profit	4,531	8,713	1,378	1,220	15,843	30	15,873	(170)	15,702
Finance income	—	—	—	—	—	—	—	—	1,657
Finance costs	—	—	—	—	—	—	—	—	461
Share of profit on equity method	—	—	—	—	—	—	—	—	1,598
Profit before income taxes	—	—	—	—	—	—	—	—	18,496

(Notes)

1. The “Domestic” and “Overseas” categories among the reportable segments pertain to the business activities of domestic consolidated companies and overseas consolidated companies, respectively.
2. The “Others” category consists of business that is not included in reportable segments. It includes Real estate management business and Enterprise and personal non-life insurance and life insurance agent business and so on.
3. Adjustment of segment profit includes the elimination of internal transactions among segments.

(Investments Accounted for Using the Equity Method)

Finalization of Provisional Accounting Treatment

With regard to the conversion of JENSEN-GROUP NV into an equity-method affiliate company on April 3, 2023, although provisional accounting treatment was applied in the three months ended June 30, 2023 and the six months ended September 30, 2023, it has been finalized in the nine months ended December 31, 2023. Along with the finalization of provisional accounting treatment, amortization of intangible assets of ¥114 million was recorded in “share of profit of investments accounted for using the equity method” in the nine months ended December 31, 2023.