May 14, 2024

# Consolidated Financial Results for the FY2023 Ended March 31, 2024 (IFRS)

| | |
|---|---|
| Company name: | MIURA CO.,LTD. |
| Stock exchange listing: | Tokyo Stock Exchange |
| Stock code: | 6005 |
| URL: | https://www.miuraz.co.jp/ |
| Representative: | YONEDA Tsuyoshi, President & CEO & CTO |
| Contact: | HIROI Masayuki, Director & Senior Managing Executive Officer of Administration Headquarters |
| Telephone: | +81-89-979-7012 |

| | |
|---|---|
| Scheduled date of ordinary shareholders' meeting: | June 27, 2024 |
| Scheduled date of commencement of dividend payment: | June 28, 2024 |
| Scheduled date for filing of annual securities report: | June 28, 2024 |
| Supplementary documents for financial results: | Yes |
| Financial results briefing: | Yes (for analysts and institutional investors) |

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 – March 31, 2024)

(1) Consolidated Operating Results (Percentages show year-on-year changes)

| | Revenue | | Operating profit | | Profit before income taxes | | Profit | | Profit attributable to owners of parent | | Comprehensive income | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| Fiscal year ended | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| March 31, 2024 | 159,695 | 0.8 | 23,061 | 5.2 | 26,789 | 14.2 | 19,467 | 14.6 | 19,368 | 14.8 | 23,884 | 39.1 |
| March 31, 2023 | 158,377 | 10.3 | 21,928 | 12.8 | 23,467 | 15.9 | 16,986 | 19.4 | 16,876 | 18.5 | 17,171 | 0.6 |

| | Basic earnings per share | Diluted earnings per share | Ratio of profit to equity attributable to owners of parent | Ratio of profit before income taxes to total assets | Ratio of operating profit to revenue |
|---|---|---|---|---|---|
| Fiscal year ended | Yen | Yen | % | % | % |
| March 31, 2024 | 175.00 | 174.89 | 11.1 | 11.4 | 14.4 |
| March 31, 2023 | 149.52 | 149.39 | 10.3 | 10.5 | 13.8 |

(Reference) Share of profit in investments accounted for using the equity method:
Fiscal year ended March 31, 2024: ¥2,802 million Fiscal year ended March 31, 2023: ¥1,230 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 | Equity attributable to owners of parent per share |
|---|---|---|---|---|---|
| As of | Million yen | Million yen | Million yen | % | Yen |
| March 31, 2024 | 240,962 | 181,515 | 180,695 | 75.0 | 1,638.97 |
| March 31, 2023 | 229,560 | 168,912 | 168,348 | 73.3 | 1,504.02 |

(3) Consolidated Cash Flows

| | Net cash provided by (used in) operating activities | Net cash provided by (used in) investing activities | Net cash provided by (used in) financing activities | Cash and cash equivalents at the end of the year |
|---|---|---|---|---|
| Year ended | Million yen | Million yen | Million yen | Million yen |
| March 31, 2024 | 20,810 | (1,270) | (15,403) | 37,287 |
| March 31, 2023 | 17,844 | (12,535) | (13,766) | 30,565 |

2. Dividends

| | Dividends per share | | | | | Total amount of dividends (Total) | Payout ratio (Consolidated) | Ratio of dividends to equity attributable to owners of parent (Consolidated) |
|---|---|---|---|---|---|---|---|---|
| | End of first quarter | End of second quarter | End of third quarter | Year-end | Total | | | |
| | Yen | Yen | Yen | Yen | Yen | Million yen | % | % |
| Fiscal year ended March 31, 2023 | — | 19.00 | — | 26.00 | 45.00 | 5,061 | 30.1 | 3.1 |
| March 31, 2024 | — | 23.00 | — | 30.00 | 53.00 | 5,847 | 30.3 | 3.4 |
| Fiscal year ending March 31, 2025 (Forecasts) | — | 24.00 | — | 31.00 | 55.00 | | 28.4 | |

(Note) The year-end dividend per share for the fiscal year ended March 31, 2024 has been changed from 26 yen to 30 yen.

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2025 (April 1, 2024 – March 31, 2025)

(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 |
| First half | 80,700 | 15.0 | 12,000 | 21.7 | 13,600 | 12.6 | 10,100 | 12.6 | 91.26 |
| Full-year | 175,500 | 9.9 | 25,600 | 11.0 | 29,200 | 9.0 | 21,400 | 10.5 | 193.36 |

(Note) As announced in the “Notice regarding Acquisition of Cleaver-Brooks, Inc.” dated March 29, 2024, we resolved to acquire all shares of The Cleaver-Brooks Company, Inc. at the Board of Directors meeting held on March 29, 2024. The acquisition is expected to be completed by the first half of the fiscal year ending March 31, 2025, but it is not included in the Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2025, at this time.

* 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 “5. Notes on Consolidated Financial Statements (Changes in Accounting Policies)” on page 16 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 March 31, 2024: 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 March 31, 2024: 15,041,593 shares
  - As of March 31, 2023: 13,359,047 shares
- (iii) Weighted-average number of common shares outstanding for the period
  - Fiscal year ended March 31, 2024: 110,675,934 shares
  - Fiscal year ended March 31, 2023: 112,869,795 shares

(Reference) Summary of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 – March 31, 2024)

(1) Non-Consolidated Operating Results (Percentages show year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|---|---|---|---|---|---|---|---|---|
| Fiscal year ended | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| March 31, 2024 | 117,924 | 9.4 | 16,139 | 8.4 | 21,216 | 1.3 | 14,935 | (3.8) |
| March 31, 2023 | 107,828 | 5.1 | 14,893 | 9.7 | 20,954 | 27.0 | 15,519 | 35.2 |

| | Net income per share | Diluted net income per share |
|---|---|---|
| Fiscal year ended | Yen | Yen |
| March 31, 2024 | 134.95 | 134.86 |
| March 31, 2023 | 137.50 | 137.38 |

(2) Non-Consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|---|---|---|---|---|
| As of | Million yen | Million yen | % | Yen |
| March 31, 2024 | 186,452 | 150,276 | 80.5 | 1,362.08 |
| March 31, 2023 | 176,133 | 144,877 | 82.2 | 1,293.19 |

(Reference) Shareholders' equity

As of March 31, 2024 : ¥150,168 million

As of March 31, 2023 : ¥144,749 million

* 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. Overview of Operating Results etc., (4) Forecasts" on page 4 of the attached materials.

Attached Materials

## Index

# 1. Overview of Operating Results etc.

## (1) Overview of Operating Results

### (i) Operating Results for the Current Fiscal Year

Looking back on the state of the Japanese economy during the fiscal year ended March 2024, the economic activities are moving toward normalization due to the downgrade of COVID-19 to a "Class 5" infectious disease.
However, 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 been promoting activities in Japan to realize the "Super maintenance company" proposing "total solutions" that solve customers' problems and preparing to provide one-stop service, such as implementing optimal energy proposals in order to reduce environmental load.

Regarding the consolidated financial results for the current consolidated fiscal year, 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.

Revenue was ¥159,695 million, up 0.8% from the previous fiscal year, operating profit was ¥23,061 million, up 5.2% from the previous fiscal year, profit before income taxes was ¥26,789 million, up 14.2% from the previous fiscal year, and profit attributable to owners of parent was ¥19,368 million, up 14.8%, resulting in new highs for all profits.

Overview of the business performance for each business segment is 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 fiscal year ended March 31, 2024.

### (ii) Overview of Each Business Segment

[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, and compressors were solid.
As a result, revenue in this business was ¥77,358 million, down 7.5% from the previous fiscal year (¥83,621 million).
Segment profit was ¥7,560 million, up 0.6% from the previous fiscal year (¥7,513 million), due in part to changes in composition of products sales mix, while expenses increased due to increases in raw material prices and expenses associated with sales activities.

[Domestic Maintenance]
In the Domestic Maintenance business, sales grew due to increases in the number of paid maintenance contracts for boilers with extended contract terms and marine equipment parts sales.
As a result, revenue in this business was ¥41,439 million, up 7.3% from the previous fiscal year (¥38,605 million).
Segment profit was ¥11,392 million, up 12.1% from the previous fiscal year (¥10,164 million).

[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 ¥29,672 million, up 11.9% from the previous fiscal year (¥26,517 million).
Segment profit was ¥2,803 million down 5.7% from the previous fiscal year (¥2,972 million), due to an increase in SG&A expenses, with the impact of an increase in personnel expenses and energized sales activities.

[Overseas Maintenance]

In the Overseas Maintenance business, sales grew due to an increase in the number of contracts with our proactively proposals of securing paid maintenance contracts.

As a result, revenue in this business was ¥11,167 million, up 16.7% from the previous fiscal year (¥9,573 million). Segment profit was ¥1,439 million, up 3.3% from the same period of the previous fiscal year (¥1,394 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) Overview of Financial Position

(Million yen)

| | As of March 31, 2023 | As of March 31, 2024 | Change |
|---|---|---|---|
| Total assets | 229,560 | 240,962 | 11,401 |
| Total liabilities | 60,648 | 59,446 | (1,201) |
| Total equity | 168,912 | 181,515 | 12,603 |

Total assets as of March 31, 2024, were ¥240,962 million, an increase of ¥11,401 million compared to the previous fiscal year-end. Current assets decreased by ¥9,723 million, mainly due to decreases in, assets held for sale by ¥20,366 million and other current assets by ¥2,977 million, while cash and cash equivalents increased by ¥6,722 million, and trade and other receivables by ¥6,358 million. Non-current assets increased by ¥21,125 million, mainly due to increases in, investments accounted for using the equity method by ¥18,425 million, and other financial assets by ¥2,059 million.

Total liabilities were ¥59,446 million, a decrease of ¥1,201 million compared to the previous fiscal year-end. Current liabilities decreased by ¥1,626 million, mainly due to decreases in, liabilities directly associated with assets held for sale by ¥8,286 million, while other current liabilities increased by ¥2,548, income taxes payable by ¥2,104 million, and trade and other payables by ¥1,868 million. Non-current liabilities increased by ¥425 million, mainly due to increases in, lease liabilities by ¥279 million, net defined benefit liabilities by ¥64 million, and provisions by ¥55 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 ¥181,515 million, an increase of ¥12,603 million compared to the previous fiscal year-end. This was mainly due to increases in, retained earnings by ¥13,014 million, and other components of equity by ¥5,189 million, while treasury shares increased by ¥5,898 million.

As a result, the ratio of equity attributable to owners of parent to total assets comes to 75.0%.

(3) Cash Flows for the Period under Review

The following outlines the state of cash flows by category for the fiscal year under review.

Net cash provided by operating activities totaled ¥20,810 million (¥17,844 million provided in the same period of the previous year). The increase was mainly due to profit before income taxes of ¥26,789 million and depreciation and amortization of ¥6,707 million. The decrease was mainly due to an increase in trade and other receivables of ¥5,531 million and income taxes paid of ¥5,146 million.

Net cash used in investing activities totaled ¥1,270 million (¥12,535 million used in the same period of the previous year). This was mainly due to payments into time deposits of ¥35,131 million, purchase of property, plant and equipment of ¥2,205 million, purchase of investments accounted for using equity method of ¥1,621 million, and proceeds from withdrawal of time deposits of ¥37,983 million.

Net cash used in financing activities totaled ¥15,403 million (¥13,766 million used in the same period of the previous year). This was mainly due to purchase of treasury shares of ¥5,925 million, dividends paid of ¥5,441 million, and repayments of lease liabilities of ¥3,095 million.

As a result of the above, cash and cash equivalents as of March 31, 2024, were ¥37,287 million, an increase of ¥5,235 million compared to the previous fiscal year-end.

(4) Forecasts

Regarding the domestic business environment surrounding the Miura Group in the fiscal year ending March 31, 2025, material costs and logistics costs are expected to rise associated with increasing personnel expenses and energy prices. However, the demand for capital investment will continue to recover due to the normalization of economic activities. In the overseas business environment, it is difficult to make a uniform judgement since the business environment varies greatly depending on the country or region. We, however, will promote sales activities tailored to the situation in each country.

As for the Group's outlook, in Japan, we recognize that the significance of our existence is to supply clean heat in order to realize a carbon-free society, and we will continue to step up efforts to offer "Total Solutions" from the perspective of our customers.

Overseas, although the situations vary greatly by countries, we will promote the sales of our products by providing proposals on our boilers that adapt to environmental regulations, reducing environmental load, acquiring new customers, and strengthening energy-saving proposal sales by conducting stem load analysis. Regarding the Maintenance business, we will focus on human resource development and strive to increase the number of paid maintenance contracts acquired and improve the re-contract rate.

As a result, for the full fiscal year ending March 31, 2025, is expected to be as follows.

[Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2025]

| | Fiscal year ending March 31, 2025 |
|---|---|
| | Amount (Million yen) |
| Revenue | 175,500 |
| Operating profit | 25,600 |
| Profit before income taxes | 29,200 |
| Profit attributable to owners of parent | 21,400 |

We plan to pay an annual dividend of ¥55 per share.
As announced in the "Notice regarding Acquisition of Cleaver-Brooks, Inc." dated March 29, 2024, we resolved to acquire all shares of The Cleaver-Brooks Company, Inc. at the Board of Directors meeting held on March 29, 2024. The acquisition is expected to be completed by the first half of the fiscal year ending March 31, 2025, but it is not included in the Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2025, at this time.

(5) Basic Policies Concerning the Allocation of Profits, and Dividends for the Period under Review and the Next Period

With respect to the allocation of profits, in keeping with the basic policy to ensure the continuous and stable dividends distribution, we believe that the Company should engage in appropriate return of profits to shareholders in line with the Company's performance, while also working to strengthen our management foundation and increase our internal reserves in preparation for future business expansion. In accordance with this guideline, we will decide by comprehensively taking into account our consolidated performance and financial situation.

The Company will utilize internal reserves primarily for investments to strengthen our competitiveness and our business foundation, including the research and development of new products and new services and M&A to acquire original technologies. We will also use internal reserves for the purposes of investments to enhance environmental protection, safety, and quality, etc., as well as for reconstruction of information systems for productivity improvement, and employee trainings in order to increase our corporate value.

With regard to dividends for the period under review, we plan to pay a year-end dividend of ¥30 per share, and as a result, the annual dividend will be ¥53 per share including an interim dividend of ¥23 per share.

Taking into account the Company's consolidated performance forecasts, for the next period we plan to pay an annual dividend of ¥55 per share.

## 2. Management Policies

### (1) Basic Policies for Corporate Management

As a Group, we have made it our core principle "We will contribute to creating a society that is environmentally friendly and ways of living that are clean and comfortable through our work in the field of the Energy, Water, and Environment." In order to achieve this, the Miura Group creates beneficial new products and provides services in fields related to the environment and effective utilization of energy, and thus help customers all over the world.

We will also strive for transparent and efficient management with the aim of maximizing our corporate value, will live up to the expectations and trust of our shareholders and other stakeholders, and at the same time, will work toward sound growth and will fulfill our social responsibilities as a company.

The Miura Group aims to create open workplaces that tie people with trust, solidarity, and pride under the motto "Let's create a workplace that makes it easy and conductive to work." We will engage in the creation of a motivating corporate culture and in human resources development and will work to strengthen our foundations for continued growth.

### (2) Management Indicators as Targets

The Miura Group believes that steadily expanding profits, regardless of the market environment, will lead to the enhancement of our corporate value and the increase of shareholder return.
Therefore, the Group has set further increase of operating profit and ROE (return on equity) of 10% as management targets. We will work toward improved profitability in the fiscal year ending March 31, 2025, with ¥25,600 million in operating profit and ¥21,400 million in profit attributable to owners of parent for the period as our management targets.

### (3) Medium- and Long-Term Corporate Management Strategy

The Group aims to be a super maintenance company (a company that continues to connect with customers through products and services), and in Japan, we will continue to expand our business by providing total solutions to our customers, with our original technology in the fields of heat, water and environment, drawn from our technological prowess and channels, continually evolving these solutions with the collective energies of the Group.

Overseas, we will strive to expand the business model we have built up over many years in Japan, including solutions for energy conservation and environmental preservation, and will strengthen our business foundation and improve our earning power. We will also strive for development of new products that meet the needs from the global market and quality improvement sought throughout the design and production processes to promote our company brand.

In addition, we will continue with our effort for ESG management in order to improve the corporate value in the medium-to-long-term. Furthermore, we will strengthen our foundation for growth, through IT technology, to achieve work style reform and increase productivity.

As a medium-term plan, we will conduct management with the following as our aims. We will draft our medium-term plan using a "rolling method," by which we review the plan in accordance with changes in the management environment every year.

(Million yen)

| | Fiscal year ending March 31, 2025 | Fiscal year ending March 31, 2026 | Fiscal year ending March 31, 2027 |
|---|---|---|---|
| Revenue | 175,500 | 185,500 | 197,000 |
| Operating profit | 25,600 | 27,000 | 29,000 |

As announced in the "Notice regarding Acquisition of Cleaver-Brooks, Inc." dated March 29, 2024, we resolved to acquire all shares of The Cleaver-Brooks Company, Inc. at the Board of Directors meeting held on March 29, 2024. The acquisition is expected to be completed by the first half of the fiscal year ending March 31, 2025, but it is not included in the medium-term plan at this time.

### (4) Issues to be Addressed by the Company

The Group has been proceeding with initiatives centered on becoming "a company group has a continual bond with its customers through as many products and services as possible." We will continue to consider the various changes to our business environment, and while accelerating our responses to new societal needs, we will make efforts to strengthen the profitability of our existing businesses, provide products and services that can newly provide bonds with many more customers, and grow and develop the business models we have cultivated in Japan under our slogans (i) reduce environmental load, (ii) total solutions, (iii) one-stop service. To succeed in our endeavors, we will aggressively invest in R&D for new products and services, M&A to acquire original technologies, investments to enhance environmental protection, safety, and quality, etc., rebuilding of information systems for improved productivity, and skill development and education for our employees, etc.

#### (i) Development of New Products and Services

In Japan, we will continue to proactively develop new products to solve environmental issues and maintenance based services that provide solutions to maximize added value for our customers in addition to our existing lineup of boilers, laundry equipment, marine equipment, water treatment equipment, food processing equipment, medical equipment, unutilized heat recovery systems, environmental analysis equipment and fuel cells.

#### (ii) Expansion of Our Japanese Business Model to Overseas Markets

In order to offer the same level of services as we provide in Japan to customers around the world, we will aggressively make human resource investments, focusing our efforts on the global expansion of production sites, the enhancement of site networks in each country, and employee education. In addition, we will continue to proactively promote collaboration with other overseas companies and M&A in order to accelerate the development of our overseas business.

#### (iii) Expansion of our business with total solutions

As part of our medium-to-long-term management strategy, we are committed to driving forward with total solutions. Specifically, with our key product, boilers, at the core, we will link this core product with peripheral devices. In this way, we will solve the problems that affect our customers' facilities in an all-encompassing manner to deliver an environment that further improvement at customer's end. To expand and refine our total solutions, we will continue to explore possible joint ventures and M&A opportunities.

#### (iv) Work Style Reform

Accumulating experience and providing high quality services is paramount to winning the trust of customers. This is only possible with a positive work environment that enables our employees to communicate with each other effectively. Until now, we have improved our personnel frameworks and promoted a healthy work-life balance. As part of these efforts, we have explored ways of supporting our employees with child or elder care needs. Since our Group now includes many non-Japanese employees and employees with disabilities, we intend to go even further to pursue workplace diversity, recognize individual differences and perspectives, and ensure that every one of our employees can flourish.

## 3. Basic Concepts Concerning the Selection of Accounting Standards

The Miura Group aims to further advance our global management through improvement in our ability to make international comparisons of financial information in capital markets, and through the unification of accounting practices within the Group. We have voluntarily applied International Financial Reporting Standards (IFRS) from the first quarter of the fiscal year ended March 31, 2018.

# 4. Consolidated Financial Statements

## (1) Consolidated Statements of Financial Position

(Million yen)

| | As of March 31, 2023 | As of March 31, 2024 |
|---|---|---|
| Assets | | |
| Current assets | | |
| Cash and cash equivalents | 30,565 | 37,287 |
| Trade and other receivables | 41,575 | 47,934 |
| Other financial assets | 23,169 | 20,511 |
| Inventories | 26,891 | 30,087 |
| Other current assets | 5,337 | 2,360 |
| Subtotal | 127,538 | 138,181 |
| Assets held for sale | 20,366 | — |
| Total current assets | 147,904 | 138,181 |
| Non-current assets | | |
| Property, plant and equipment | 39,682 | 40,590 |
| Right-of-use assets | 6,517 | 6,936 |
| Goodwill and intangible assets | 4,085 | 4,017 |
| Investments accounted for using the equity method | 15,205 | 33,630 |
| Other financial assets | 13,599 | 15,658 |
| Net defined benefit asset | 429 | 404 |
| Deferred tax assets | 2,014 | 1,435 |
| Other non-current assets | 121 | 108 |
| Total non-current assets | 81,655 | 102,780 |
| Total assets | 229,560 | 240,962 |

(Million yen)

| | As of March 31, 2023 | As of March 31, 2024 |
|---|---|---|
| Liabilities and equity | | |
| Liabilities | | |
| Current liabilities | | |
| Lease liabilities | 2,470 | 2,599 |
| Trade and other payables | 12,395 | 14,263 |
| Other financial liabilities | 974 | 70 |
| Income taxes payable | 2,535 | 4,640 |
| Provisions | 747 | 899 |
| Contract liabilities | 16,495 | 17,256 |
| Other current liabilities | 12,266 | 14,815 |
| Subtotal | 47,885 | 54,544 |
| Liabilities directly associated with assets held for sale | 8,286 | — |
| Total current liabilities | 56,171 | 54,544 |
| Non-current liabilities | | |
| Lease liabilities | 3,766 | 4,045 |
| Other financial liabilities | 17 | 4 |
| Net defined benefit liability | 71 | 135 |
| Provisions | 1 | 57 |
| Deferred tax liabilities | 81 | 99 |
| Other non-current liabilities | 538 | 560 |
| Total non-current liabilities | 4,476 | 4,902 |
| Total liabilities | 60,648 | 59,446 |
| Equity | | |
| Capital stock | 9,544 | 9,544 |
| Capital surplus | 12,403 | 12,445 |
| Retained earnings | 150,912 | 163,926 |
| Treasury shares | (10,787) | (16,686) |
| Other components of equity | 6,276 | 11,465 |
| Other comprehensive income related to disposal groups held for sale | (0) | — |
| Total equity attributable to owners of parent | 168,348 | 180,695 |
| Non-controlling interests | 564 | 819 |
| Total equity | 168,912 | 181,515 |
| Total liabilities and equity | 229,560 | 240,962 |

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

(Million yen)

| | Fiscal year ended March 31, 2023 | Fiscal year ended March 31, 2024 |
|---|---|---|
| Revenue | 158,377 | 159,695 |
| Cost of revenue | 94,058 | 92,868 |
| Gross profit | 64,318 | 66,826 |
| Selling, general and administrative expenses | 43,116 | 44,754 |
| Other income | 914 | 1,195 |
| Other expenses | 188 | 205 |
| Operating profit | 21,928 | 23,061 |
| Finance income | 905 | 2,077 |
| Finance costs | 596 | 1,152 |
| Share of profit of investments accounted for using the equity method | 1,230 | 2,802 |
| Profit before income taxes | 23,467 | 26,789 |
| Income tax expenses | 6,480 | 7,321 |
| Profit | 16,986 | 19,467 |
| | | |
| Profit attributable to: | | |
| Owners of parent | 16,876 | 19,368 |
| Non-controlling interests | 110 | 99 |
| Profit | 16,986 | 19,467 |
| | | |
| Earnings per share | | |
| Basic (Yen) | 149.52 | 175.00 |
| Diluted (Yen) | 149.39 | 174.89 |

(Consolidated Statements of Comprehensive Income)

(Million yen)

| | Fiscal year ended March 31, 2023 | Fiscal year ended March 31, 2024 |
|---|---|---|
| Profit | 16,986 | 19,467 |
| Other comprehensive income | | |
| Items that will not be reclassified to profit or loss | | |
| Financial assets measured at fair value through other comprehensive income | (116) | 1,733 |
| Remeasurement of defined benefit plans | (451) | (804) |
| Share of other comprehensive income of investments accounted for using the equity method | (66) | (129) |
| Total items that will not be reclassified to profit or loss | (634) | 800 |
| Items that may be reclassified to profit or loss | | |
| Translation adjustments of foreign operations | 871 | 3,576 |
| Share of other comprehensive income of investments accounted for using the equity method | (51) | 40 |
| Total items that may be reclassified to profit or loss | 819 | 3,616 |
| Other comprehensive income, net of taxes | 185 | 4,416 |
| Comprehensive income | 17,171 | 23,884 |
| | | |
| Comprehensive income attributable to: | | |
| Owners of parent | 17,057 | 23,778 |
| Non-controlling interests | 113 | 106 |
| Comprehensive income | 17,171 | 23,884 |

(3) Consolidated Statements of Changes in Equity

For the Fiscal Year Ended March 31, 2023 (April 1, 2022 – March 31, 2023)

(Million yen)

| | Equity attributable to owners of parent | | | | | |
|---|---|---|---|---|---|---|
| | | | | | Other components of equity | |
| | Capital stock | Capital surplus | Retained earnings | Treasury shares | 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 | — | — | 16,876 | — | — | — |
| Other comprehensive income (loss) | — | — | — | — | (116) | 867 |
| Comprehensive income (loss) | — | — | 16,876 | — | (116) | 867 |
| Disposal of treasury stock accompanying stock option exercise | — | (40) | — | — | — | — |
| Restricted stock | — | 49 | — | — | — | — |
| Dividends | — | — | (4,639) | — | — | — |
| Acquisition of treasury shares | — | — | — | (4,142) | — | — |
| Disposal of treasury shares | — | — | — | 52 | — | — |
| Increase (decrease) by business combination | — | — | — | — | — | — |
| Transfer from other components of equity to retained earnings | — | — | (274) | — | (177) | — |
| Transfer to other comprehensive income related to disposal groups held for sale | — | — | — | — | 0 | — |
| Other | — | — | (6) | — | — | — |
| Total transactions with the owners | — | 9 | (4,920) | (4,089) | (177) | — |
| As of March 31, 2023 | 9,544 | 12,403 | 150,912 | (10,787) | 2,312 | 3,742 |

For the Fiscal Year Ended March 31, 2023 (April 1, 2022 – March 31, 2023)

(Million yen)

| | Equity attributable to owners of parent | | | | | | |
|---|---|---|---|---|---|---|---|
| | Other components of equity | | | | | | |
| | Remeasurement of defined benefit plans | Share of other comprehensive income of investments accounted for using equity method | Total | Other comprehensive income related to disposal groups held for sale | Total | Non-controlling interests | Total equity |
| As of April 1, 2022 | — | 339 | 5,820 | — | 160,017 | 39 | 160,056 |
| Profit | — | — | — | — | 16,876 | 110 | 16,986 |
| Other comprehensive income (loss) | (451) | (118) | 181 | — | 181 | 3 | 185 |
| Comprehensive income (loss) | (451) | (118) | 181 | — | 17,057 | 113 | 17,171 |
| Disposal of treasury stock accompanying stock option exercise | — | — | — | — | (40) | — | (40) |
| Restricted stock | — | — | — | — | 49 | — | 49 |
| Dividends | — | — | — | — | (4,639) | — | (4,639) |
| Acquisition of treasury shares | — | — | — | — | (4,142) | — | (4,142) |
| Disposal of treasury shares | — | — | — | — | 52 | — | 52 |
| Increase (decrease) by business combination | — | — | — | — | — | 410 | 410 |
| Transfer from other components of equity to retained earnings | 451 | — | 274 | — | — | — | — |
| Transfer to other comprehensive income related to disposal groups held for sale | — | — | 0 | (0) | — | — | — |
| Other | — | — | — | — | (6) | — | (6) |
| Total transactions with the owners | 451 | — | 274 | (0) | (8,727) | 410 | (8,316) |
| As of March 31, 2023 | — | 221 | 6,276 | (0) | 168,348 | 564 | 168,912 |

For the Fiscal Year Ended March 31, 2024 (April 1, 2023 – March 31, 2024)

(Million yen)

| | Equity attributable to owners of parent | | | | | |
|---|---|---|---|---|---|---|
| | | | | | Other components of equity | |
| | Capital stock | Capital surplus | Retained earnings | Treasury shares | 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 | — | — | 19,368 | — | — | — |
| Other comprehensive income (loss) | — | — | — | — | 1,733 | 3,570 |
| Comprehensive income (loss) | — | — | 19,368 | — | 1,733 | 3,570 |
| Disposal of treasury stock accompanying stock option exercise | — | (9) | — | 9 | — | — |
| Restricted stock | — | 52 | — | 17 | — | — |
| Dividends | — | — | (5,449) | — | — | — |
| Acquisition of treasury shares | — | — | — | (5,925) | — | — |
| Disposal of treasury shares | — | — | — | — | — | — |
| Increase (decrease) by business combination | — | — | — | — | — | — |
| Transfer from other components of equity to retained earnings | — | — | (779) | — | (25) | — |
| Transfer to other comprehensive income related to disposal groups held for sale | — | — | — | — | — | — |
| Other | — | — | (124) | — | — | — |
| Total transactions with the owners | — | 42 | (6,353) | (5,898) | (25) | — |
| As of March 31, 2024 | 9,544 | 12,445 | 163,926 | (16,686) | 4,021 | 7,312 |

For the Fiscal Year Ended March 31, 2024 (April 1, 2023 – March 31, 2024)

(Million yen)

| | Equity attributable to owners of parent | | | | | | |
|---|---|---|---|---|---|---|---|
| | Other components of equity | | | | | | |
| | Remeasurement of defined benefit plans | Share of other comprehensive income of investments accounted for using equity method | Total | Other comprehensive income related to disposal groups held for sale | Total | Non-controlling interests | Total equity |
| As of April 1, 2023 | — | 221 | 6,276 | (0) | 168,348 | 564 | 168,912 |
| Profit | — | — | — | — | 19,368 | 99 | 19,467 |
| Other comprehensive income (loss) | (804) | (89) | 4,410 | — | 4,410 | 6 | 4,416 |
| Comprehensive income (loss) | (804) | (89) | 4,410 | — | 23,778 | 106 | 23,884 |
| Disposal of treasury stock accompanying stock option exercise | — | — | — | — | 0 | — | 0 |
| Restricted stock | — | — | — | — | 69 | — | 69 |
| Dividends | — | — | — | — | (5,449) | — | (5,449) |
| Acquisition of treasury shares | — | — | — | — | (5,925) | — | (5,925) |
| Disposal of treasury shares | — | — | — | — | — | — | — |
| Increase (decrease) by business combination | — | — | — | — | — | 149 | 149 |
| Transfer from other components of equity to retained earnings | 804 | — | 778 | 0 | — | — | — |
| Transfer to other comprehensive income related to disposal groups held for sale | — | — | — | — | — | — | — |
| Other | — | — | — | — | (124) | — | (124) |
| Total transactions with the owners | 804 | — | 778 | 0 | (11,431) | 149 | (11,281) |
| As of March 31, 2024 | — | 131 | 11,465 | — | 180,695 | 819 | 181,515 |

(4) Consolidated Statements of Cash Flows

(Million yen)

| | Fiscal year ended March 31, 2023 | Fiscal year ended March 31, 2024 |
|---|---|---|
| Cash flows from operating activities | | |
| Profit before income taxes | 23,467 | 26,789 |
| Depreciation and amortization | 7,033 | 6,707 |
| Shares of profit on equity method | (1,230) | (2,802) |
| Interest and dividend income | (635) | (932) |
| Foreign exchange losses (gains) | (193) | (111) |
| Loss (gain) on assessment of investment securities | 500 | 1,054 |
| Decrease (increase) in trade and other receivables | (2,240) | (5,531) |
| Decrease (increase) in inventories | (5,183) | (2,000) |
| Increase (decrease) in trade and other payables | 806 | 976 |
| Increase (decrease) in accrued bonuses | 1 | 358 |
| Decrease (increase) in retirement benefit assets | (201) | (1,052) |
| Increase (decrease) in retirement benefit liabilities | (47) | (11) |
| Increase (decrease) in contract liabilities | 2,019 | 294 |
| Other | 620 | 651 |
| Subtotal | 24,717 | 24,387 |
| Interest and dividends received | 1,112 | 1,650 |
| Interest paid | (84) | (80) |
| Income taxes paid | (7,899) | (5,146) |
| Net cash provided by (used in) operating activities | 17,844 | 20,810 |
| Cash flows from investing activities | | |
| Payments into time deposits | (42,767) | (35,131) |
| Proceeds from withdrawal of time deposits | 37,773 | 37,983 |
| Purchase of property, plant and equipment | (1,610) | (2,205) |
| Purchase of intangible assets | (1,048) | (767) |
| Purchase of securities | (1,245) | (1,579) |
| Proceeds from sale or redemption of securities | 488 | 2,168 |
| Purchase of investments accounted for using equity method | (150) | (1,621) |
| Other | (3,975) | (116) |
| Net cash provided by (used in) investing activities | (12,535) | (1,270) |
| Cash flows from financing activities | | |
| Net increase (decrease) in short-term borrowings | (877) | (450) |
| Repayment of long-term borrowings | (939) | (491) |
| Repayments of lease liabilities | (3,172) | (3,095) |
| Proceeds from sales of treasury shares | 0 | 0 |
| Purchase of treasury shares | (4,142) | (5,925) |
| Dividends paid | (4,634) | (5,441) |
| Net cash provided by (used in) financing activities | (13,766) | (15,403) |
| Foreign currency transaction adjustments on cash and cash equivalents | 467 | 1,099 |
| Net increase (decrease) in cash and cash equivalents | (7,989) | 5,235 |
| Cash and cash equivalents at the beginning of the year | 40,041 | 32,051 |
| Cash and cash equivalents at the end of the year | 32,051 | 37,287 |
| Increase (decrease) in cash and cash equivalents due to transfer to assets held for sale | (1,486) | — |
| Cash and cash equivalents at the end of the year (Statement of financial position) | 30,565 | 37,287 |

## 5. Notes on Consolidated Financial Statements

(Notes on Going Concern Assumptions)

None

(Changes in Accounting Policies)

The Miura group adopted following accounting policies from the fiscal year ended March 31, 2024.

| 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. |
| 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.

(Additional Information)

Acquisition of a Company through Share Acquisition

At the Board of Directors meeting held on March 29, 2024, the Company resolved to acquire The Cleaver-Brooks Company, Inc. (hereinafter referred to as "Cleaver-Brooks")(hereinafter referred to as the "Acquisition") and entered into the following definitive agreement regarding the Acquisition, effective March 29, 2024. Pursuant to the definitive agreement among Miura International Americas, Inc. (hereinafter referred to as "MIA"), a subsidiary of the Company in the United States, its subsidiary SPC, CBE Enterprises, Inc. (hereinafter referred to as "CBE ENTERPRISES"), the ultimate parent company of Cleaver-Brooks, and Harbour Group VIII Management Co., L.L.C. (hereinafter referred to as the "Seller"), the seller, the Acquisition is expected to be completed by the first half of the fiscal year ending March 31, 2025, subject to approval of the merger at the meeting of shareholders of CBE ENTERPRISES, regulatory approvals, etc.

(1) Reason for Acquisition of Shares

In addition to energy-efficient utilization technology and water treatment technology, we have created safe and high-quality products and services with our unique technological capabilities in business fields centered on environmental-related technologies. Based on our management philosophy of "Helping customers all over the world in energy conservation and environmental preservation," we have been striving to grow as a global company.

Cleaver-Brooks manufactures, sells, maintains, and engineers small to large boilers, and has a strong business foundation in the United States.

Through this transaction, in addition to the business of Miura America Co., Ltd. (a subsidiary of MIA), which is already engaged in once-through steam boiler business, maintenance and boiler water treatment business in the United States, we will acquire the manufacturing, sales and engineering business of a wide range of steam and hot water-related equipment of Cleaver-Brooks and utilize the sales and maintenance service network of both companies. In this way, we will accelerate the expansion of our total solutions for energy conservation and environmental preservation in the United States and develop our business while expanding our contribution to the marketplace based on our philosophy.

(2) Method of Acquisition of Shares

The Acquisition will be executed through a merger of BLUE MILE, INC. (the "Merger Sub"), a wholly-owned subsidiary that MIA will establish for the Acquisition, and CBE ENTERPRISES (the reverse triangular merger). The surviving company after the merger will be CBE ENTERPRISES, and cash consideration will be provided to the shareholders of CBE ENTERPRISES as consideration for the merger, while the Merger Sub owned by MIA will be absorbed by CBE ENTERPRISES and dissolved, and the surviving company will become a wholly owned subsidiary of MIA.

(3) Outline of the Subsidiary Acquiring the Shares (MIA)

(i) Company name: MIURA INTERNATIONAL AMERICAS, INC.
(ii) Company location: 2200 Steven B. Smith Blvd. Rockmart, GA, USA, 30153
(iii) Business description: Management and operation of group companies
(iv) Capital stock: US$41 million

(Note) We plan to increase its capital prior to the completion of the Acquisition.

(4) Outline of the Subsidiary to be Transferred (Surviving Company: CBE ENTERPRISES)

( i ) Company name: CBE ENTERPRISES, INC.

(ii) Company location: 7733 Forsyth Blvd, 23rd Floor, St Louis, MO, USA, 63105

(iii) Business description: Management and operation of group companies

(iv) Capital stock: US$1

( v ) Consolidated operating results for the past there fiscal years

(Million US$)

| | Fiscal year ended March 31, 2021 | Fiscal year ended March 31, 2022 | Fiscal year ended March 31, 2023 |
|---|---|---|---|
| Consolidated net assets | (14.9) | (50.5) | (78.2) |
| Consolidated total assets | 577.1 | 499.2 | 513.6 |
| Consolidated net sales | 383.1 | 433.6 | 486.7 |
| Consolidated operating profit | (7.5) | 10.5 | 15.2 |
| Consolidated EBITDA | 35.2 | 33.5 | 55.3 |

(Note) Upon completion of the Acquisition, a capital increase from MIA to CBE ENTERPRISES is planned, and CBE ENTERPRISES' insolvent status is expected to be eliminated upon completion of this acquisition.

(5) Outline of the Counterparties of the Acquisition of Shares

( i ) Outline of the Counterparty of the Acquisition of Shares

a. Name: HarbourGroup Investments V, L.P

b. Location: 7733 Forsyth Blvd, 23rd Floor, St Louis, MO, USA, 63105

(ii) Outline of the Counterparty of the Acquisition of Shares

a. Name: HarbourGroup Investments VIII, L.P

b. Location: 7733 Forsyth Blvd, 23rd Floor, St Louis, MO, USA, 63105

(iii) Outline of the Counterparty of the Acquisition of Shares

In addition to the above, we plan to acquire shares from 11 corporate shareholders and 12 individual shareholders.

(6) Number of Shares Acquired, Acquisition price and Status of Shares Held Before and After the Acquisition

| | |
|---|---|
| ( i ) Number of shares held before the change | 0 shares (Shareholding ratio: 0%)<br>(Number of voting rights: 0)<br>(Percentage of voting rights held: 0.0%) |
| (ii) Number of shares acquired | 1,081,454.45 shares |
| (iii) Acquisition price | CBE ENTERPRISES common stock, etc.: US$774 million<br>Advisor fees, etc. (estimated amount): approximately US$20 million<br>Total (estimated amount): approximately US$794 million |
| (iv) Number of shares held after the change | 1,081,454.45 shares (Shareholding ratio: 100.0%)<br>(Number of voting rights: 1,022,231.67)<br>(Percentage of voting rights held: 100%) |

(Note) The acquisition price will be determined based on the terms and conditions stated in the definitive agreement, including net debt, and may vary from the above amounts.

(7) Schedule

| | |
|---|---|
| ( i ) Date of Resolution of the Board of Directors | March 29, 2024 (Japan time) |
| (ii) Signing Date | March 29, 2024 (Japan time) |
| (iii) Date of the Meeting of Shareholders of CBE | First half of the fiscal year ending March 31, 2025 (planned) |
| (iv) Date of Acquisition | First half of the fiscal year ending March 2025 (planned) |

(Note) The Acquisition is subject to approval of the merger at the meeting of shareholders of CBE ENTERPRISES, obtaining the necessary approvals from the relevant authority and the fulfillment of other conditions set forth in the merger agreement.

(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 fiscal year ended March 31, 2024.

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 previous fiscal year ended March 31, 2023, 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 Fiscal Year Ended March 31, 2023 (Million yen)

| | Reportable segments | | | | | Others (Note 2) | Total | Adjustment (Note 3) | Consolidated |
|---|---|---|---|---|---|---|---|---|---|
| | Domestic (Note 1) | | Overseas (Note 1) | | Subtotal | | | | |
| | Manufacturing and Sales of Products | Maintenance | Manufacturing and Sales of Products | Maintenance | | | | | |
| Revenue | | | | | | | | | |
| Revenue to external customers | 83,621 | 38,605 | 26,517 | 9,573 | 158,317 | 59 | 158,377 | — | 158,377 |
| Intersegment revenue and transfers | 2,845 | 274 | 250 | 101 | 3,470 | 605 | 4,076 | (4,076) | — |
| Total | 86,466 | 38,880 | 26,767 | 9,674 | 161,788 | 664 | 162,453 | (4,076) | 158,377 |
| Segment profit | 7,513 | 10,164 | 2,972 | 1,394 | 22,044 | 45 | 22,090 | (162) | 21,928 |
| Finance income | — | — | — | — | — | — | — | — | 905 |
| Finance costs | — | — | — | — | — | — | — | — | 596 |
| Share of profit on equity method | — | — | — | — | — | — | — | — | 1,230 |
| Profit before income taxes | — | — | — | — | — | — | — | — | 23,467 |
| Other items | | | | | | | | | |
| Depreciation and amortization (Note 4) | 3,437 | 1,913 | 647 | 388 | 6,386 | 5 | 6,391 | 640 | 7,032 |
| Impairment losses | — | — | — | — | — | — | — | — | — |
| Capital expenditures (Note 5) | 2,833 | 1,910 | 466 | 413 | 5,623 | 0 | 5,623 | 650 | 6,274 |

(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.
   The adjustment amount for the “Other items” primarily includes corporate expenses not attributable to reportable segments.
4. Includes property, plant and equipment, intangible assets and depreciation arising from right-of-use assets.
5. Includes property, plant and equipment, intangible assets and investments in right-of-use assets.

For the Fiscal Year Ended March 31, 2024 (Million yen)

| | Reportable segments | | | | | Others (Note 2) | Total | Adjustment (Note 3) | Consolidated |
|---|---|---|---|---|---|---|---|---|---|
| | Domestic (Note 1) | | Overseas (Note 1) | | Subtotal | | | | |
| | Manufacturing and Sales of Products | Maintenance | Manufacturing and Sales of Products | Maintenance | | | | | |
| Revenue | | | | | | | | | |
| Revenue to external customers | 77,358 | 41,439 | 29,672 | 11,167 | 159,638 | 56 | 159,695 | — | 159,695 |
| Intersegment revenue and transfers | 3,384 | 290 | 226 | 91 | 3,993 | 603 | 4,597 | (4,597) | — |
| Total | 80,743 | 41,729 | 29,899 | 11,259 | 163,632 | 660 | 164,292 | (4,597) | 159,695 |
| Segment profit | 7,560 | 11,392 | 2,803 | 1,439 | 23,195 | 43 | 23,239 | (177) | 23,061 |
| Finance income | — | — | — | — | — | — | — | — | 2,077 |
| Finance costs | — | — | — | — | — | — | — | — | 1,152 |
| Share of profit on equity method | — | — | — | — | — | — | — | — | 2,802 |
| Profit before income taxes | — | — | — | — | — | — | — | — | 26,789 |
| Other items | | | | | | | | | |
| Depreciation and amortization (Note 4) | 3,005 | 1,937 | 713 | 447 | 6,103 | 4 | 6,108 | 598 | 6,707 |
| Impairment losses | — | — | — | — | — | — | — | 13 | 13 |
| Capital expenditures (Note 5) | 3,302 | 2,096 | 657 | 472 | 6,529 | 1 | 6,530 | 596 | 7,126 |

(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.
   The adjustment amount for the “Other items” primarily includes corporate expenses not attributable to reportable segments.
4. Includes property, plant and equipment, intangible assets and depreciation arising from right-of-use assets.
5. Includes property, plant and equipment, intangible assets and investments in right-of-use assets.

(Per Share Information)

The basis for calculating basic profit per share and diluted profit per share is as follows.

| | Fiscal year ended March 31, 2023 | Fiscal year ended March 31, 2024 |
|---|---|---|
| Basis for calculating basic earnings per share<br>Profit attributable to owners of parent (Million yen) | 16,876 | 19,368 |
| Profit used in calculating basic earnings per share (Million yen) | 16,876 | 19,368 |
| Average number of common stock shares during the period (Thousand shares) | 112,869 | 110,675 |
| Basis for calculating diluted earnings per share<br>Profit used in calculating basic earnings per share (Million yen) | 16,876 | 19,368 |
| Profit used in calculating diluted earnings per share (Million yen) | 16,876 | 19,368 |
| Average number of common stock shares during the period (Thousand shares)<br>Effect of dilutive shares (Thousand shares) | 112,869<br>101 | 110,675<br>70 |
| Average number of common stock shares after adjustment for dilution (Thousand shares) | 112,971 | 110,746 |

(Important Subsequent Events)

None