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July 30, 2024

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Under Japanese GAAP)

Company name: Mars Group Holdings Corporation
 Listing: Tokyo Stock Exchange Prime
 Stock code: 6419 (URL: <https://www.mars-ghd.co.jp/>)
 Representative: President and CEO Akihiro Matsunami
 Inquiries: Director Joji Takahashi (Tel: +81-3-3352-8555)
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
June 30, 2024	13,563	62.2	4,893	75.5	5,320	69.6	3,698	66.0
June 30, 2023	8,359	144.4	2,788	826.6	3,136	489.3	2,227	534.2

Note: Comprehensive income For the three months ended June 30, 2024: 3,336 million yen [(1.1%)]
 For the three months ended June 30, 2023: 3,373 million yen [197.5%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2024	204.44	-
June 30, 2023	135.69	135.60

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of				
June 30, 2024	84,423	73,702	87.3	4,058.34
March 31, 2024	83,956	71,254	84.9	3,975.65

(Reference) Shareholders' equity: As of June 30, 2024: 73,702 million yen As of March 31, 2024: 71,242 million yen

2. Cash dividends

	Annual dividends per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2024	-	60.00	-	90.00	150.00
FY2025	-				
FY2025 (Forecast)		120.00	-	75.00	195.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share yen
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	
Six months ending September 30, 2024	20,700	19.3	7,040	20.8	7,440	17.9	5,040	15.7	279.11
Full year	37,000	1.2	11,700	0.0	12,520	0.2	8,600	0.2	476.19

Note: Revisions to the forecast of operating results most recently announced: None

* Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly included: - companies (Company name)

Excluded: - companies (Company name)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

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

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

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

As of June 30, 2024	22,720,000 shares
As of March 31, 2024	22,720,000 shares

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

As of June 30, 2024	4,559,190 shares
As of March 31, 2024	4,800,290 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	18,090,789 shares
Three months ended June 30, 2023	16,418,660 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

- All forward-looking statements in this document such as financial forecasts and outlooks are based on the information currently available to and certain assumptions deemed reasonable by the company and are not a promise that the company is committed to achieving them. In addition, they may be materially different from actual results etc. due to various factors.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	29,353,869	29,270,225
Notes and accounts receivable - trade	6,002,812	7,273,541
Lease receivables and investments in leases	420,918	370,662
Securities	350,035	350,140
Merchandise and finished goods	5,051,742	4,598,976
Work in process	326,269	401,208
Raw materials and supplies	6,230,298	5,935,977
Other	1,570,216	1,734,631
Allowance for doubtful accounts	(57,271)	(53,948)
Total current assets	49,248,890	49,881,414
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,077,238	5,644,412
Land	10,007,470	10,007,470
Other, net	1,003,762	714,966
Total property, plant and equipment	16,088,471	16,366,849
Intangible assets	323,054	332,557
Investments and other assets		
Investment securities	16,600,901	16,258,309
Retirement benefit asset	49,974	55,513
Other	2,104,738	1,734,005
Allowance for doubtful accounts	(459,126)	(205,489)
Total investments and other assets	18,296,486	17,842,339
Total non-current assets	34,708,012	34,541,745
Total assets	83,956,902	84,423,159
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,338,627	4,350,890
Lease liabilities	240,783	222,194
Income taxes payable	3,667,889	1,408,318
Provision for bonuses	431,123	234,238
Other	1,648,862	1,923,728
Total current liabilities	10,327,285	8,139,369
Non-current liabilities		
Lease liabilities	288,543	286,719
Provision for retirement benefits for directors (and other officers)	195,480	199,980
Asset retirement obligations	61,914	62,032
Other	1,829,642	2,032,362
Total non-current liabilities	2,375,580	2,581,093
Total liabilities	12,702,865	10,720,463

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
Net assets		
Shareholders' equity		
Share capital	7,934,100	7,934,100
Capital surplus	9,500,829	9,753,163
Retained earnings	58,102,153	60,187,786
Treasury shares	(9,584,281)	(9,100,520)
Total shareholders' equity	65,952,801	68,774,529
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,926,520	4,568,685
Remeasurements of defined benefit plans	363,216	359,482
Total accumulated other comprehensive income	5,289,737	4,928,167
Share acquisition rights	11,497	—
Total net assets	71,254,036	73,702,696
Total liabilities and net assets	83,956,902	84,423,159

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(Quarterly Consolidated Statements of Income)
(For the three months ended June 30, 2024)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	8,359,941	13,563,129
Cost of sales	3,637,501	6,583,009
Gross profit	4,722,439	6,980,119
Selling, general and administrative expenses	1,934,255	2,086,199
Operating profit	2,788,184	4,893,919
Non-operating income		
Dividend income	308,080	386,585
Other	40,618	40,357
Total non-operating income	348,698	426,942
Ordinary profit	3,136,882	5,320,862
Extraordinary income		
Gain on sale of investment securities	81,267	27,194
Total extraordinary income	81,267	27,194
Profit before income taxes	3,218,150	5,348,057
Income taxes - current	960,916	1,372,355
Income taxes - deferred	29,383	277,295
Total income taxes	990,299	1,649,650
Profit	2,227,850	3,698,406
Profit attributable to owners of parent	2,227,850	3,698,406

(Quarterly Consolidated Statements of Comprehensive Income)
(For the three months ended June 30, 2024)

(Thousands of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	2,227,850	3,698,406
Other comprehensive income		
Valuation difference on available-for-sale securities	1,135,827	(357,835)
Remeasurements of defined benefit plans, net of tax	10,152	(3,734)
Total other comprehensive income	1,145,980	(361,569)
Comprehensive income	3,373,830	3,336,836
Comprehensive income attributable to owners of parent	3,373,830	3,336,836