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## Non-consolidated Financial Results for the Year Ended March 31, 2022 [Japanese GAAP]

May 13, 2022

Company name: Meiho Facility Works Ltd.

Stock exchange listing: Tokyo

Code number: 1717

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

Representative: Yoshi Onuki

President and Representative Director

Executive Director General Manager of Corporate Planning  
Division

Contact: Kazuo Oshima

Phone: 03-5211-0066

Scheduled date of Annual General Meeting of Shareholders: June 24, 2022

Scheduled date of commencing dividend payments: June 07, 2022

Scheduled date of filing annual securities report: June 24, 2022

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: Yes (Scheduled to be distributed as a video for the purpose of preventing the spread of covid-19 infection)

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

### 1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (April 01, 2021 to March 31, 2022)

#### (1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2022	4,260	0.5	865	(4.9)	865	(5.0)	606	(2.3)
March 31, 2021	4,240	(2.6)	909	0.8	910	0.5	620	(3.0)

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2022	52.99	52.45	14.8	15.4	20.3
March 31, 2021	52.30	51.38	15.6	16.5	21.5

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2022: ¥ - million  
Fiscal year ended March 31, 2021: ¥ - million

#### (2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2022	5,718	4,283	74.7	371.54
March 31, 2021	5,504	3,966	71.0	343.49

(Reference) Equity: As of March 31, 2022: ¥ 4,270 million  
As of March 31, 2021: ¥ 3,907 million

#### (3) Non-consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2022	971	(166)	(308)	1,935
March 31, 2021	590	(135)	(850)	1,438

## 2. Dividends

	Annual dividends					Total dividends	Payout ratio	Dividends to net assets
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2021	-	0.00	-	26.00	26.00	309	49.7	7.7
March 31, 2022	-	0.00	-	28.00	28.00	336	52.8	7.8
Fiscal year ending								
March 31, 2023 (Forecast)	-	0.00	-	29.00	29.00		55.6	

## 3. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended									
September 30, 2022	2,050	1.6	370	(8.2)	370	(8.6)	257	(8.5)	22.36
Full year	4,500	5.6	865	0.0	865	0.0	600	(1.0)	52.19

\* Notes:

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

- 1) Changes in accounting policies due to the revision of accounting standards: Yes
- 2) Changes in accounting policies other than 1) above: No
- 3) Changes in accounting estimates: No
- 4) Retrospective restatement: No

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

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

March 31, 2022:	12,775,900 shares
March 31, 2021:	12,775,900 shares

2) Total number of treasury shares at the end of the period:

March 31, 2022:	1,281,903 shares
March 31, 2021:	1,401,403 shares

3) Average number of shares during the period:

Fiscal Year ended March 31, 2022:	11,440,938 shares
Fiscal Year ended March 31, 2021:	11,863,987 shares

(Note) We have introduced a stock benefit trust for employees (J-ESOP). Since the shares owned by the trust are shown as treasury stock, they are included in the treasury stock in the calculation of the average number of shares during the period.

\*This Financial Results is not subject to audit procedures.

## Non-consolidated Financial Statements

### Non-consolidated Balance Sheets

(Thousand yen)

	As of March 31,2021	As of March 31,2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	1,438,834	1,935,404
Notes receivable - trade	75,600	-
Accounts receivable - trade	3,084,726	1,212,091
Contract assets	-	1,548,855
Work in process	7,482	8,149
Supplies	1,217	1,200
Prepaid expenses	64,397	67,778
Other	13,421	6,914
<b>Total current assets</b>	<b>4,685,680</b>	<b>4,780,394</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings	123,225	123,225
Accumulated depreciation	(59,630)	(66,392)
Buildings, net	63,595	56,832
Tools, furniture and fixtures	155,495	163,711
Accumulated depreciation	(113,382)	(129,839)
Tools, furniture and fixtures, net	42,113	33,871
<b>Total property, plant and equipment</b>	<b>105,708</b>	<b>90,704</b>
<b>Intangible assets</b>		
Patent right	1,026	1,064
Trademark right	-	854
Software	10,633	6,805
Telephone subscription right	1,467	-
<b>Total intangible assets</b>	<b>13,127</b>	<b>8,724</b>
<b>Investments and other assets</b>		
Investment securities	100,000	220,000
Deferred tax assets	349,802	330,141
Guarantee deposits	19,800	39,112
Leasehold deposits	155,414	154,431
Insurance funds	75,156	95,416
<b>Total investments and other assets</b>	<b>700,173</b>	<b>839,101</b>
<b>Total non-current assets</b>	<b>819,010</b>	<b>938,530</b>
<b>Total assets</b>	<b>5,504,690</b>	<b>5,718,924</b>

(Thousand yen)

	As of March 31,2021	As of March 31,2022
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	37,769	26,553
Accounts payable - other	88,354	108,436
Accrued expenses	98,021	113,333
Income taxes payable	198,528	108,182
Accrued consumption taxes	50,545	54,037
Contract liabilities	-	28,040
Advances received on construction contracts in progress	57,653	-
Deposits received	33,715	31,445
Provision for bonuses	334,925	276,259
Provision for loss on project contracts	-	3,986
Total current liabilities	899,515	750,275
Non-current liabilities		
Long-term accounts payable - other	199,841	198,092
Provision for retirement benefits	438,658	486,830
Total non-current liabilities	638,499	684,922
Total liabilities	1,538,014	1,435,197
<b>Net assets</b>		
Shareholders' equity		
Share capital	543,404	543,404
Capital surplus		
Legal capital surplus	349,676	349,676
Other capital surplus	303,788	316,569
Total capital surplus	653,464	666,245
Retained earnings		
Legal retained earnings	6,159	6,159
Other retained earnings		
General reserve	300,000	300,000
Retained earnings brought forward	3,143,964	3,440,471
Total retained earnings	3,450,123	3,746,630
Treasury shares	(739,935)	(685,801)
Total shareholders' equity	3,907,058	4,270,479
Share acquisition rights	59,617	13,248
Total net assets	3,966,675	4,283,727
Total liabilities and net assets	5,504,690	5,718,924

Non-consolidated Statements of Income

(Thousand yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
Net sales	4,240,560	4,260,273
Cost of sales	1,940,954	1,978,776
Gross profit	2,299,605	2,281,496
Selling, general and administrative expenses	1,389,680	1,416,105
Operating profit	909,925	865,391
Non-operating income		
Interest income	3	3
Gain on forfeiture of unclaimed dividends	358	589
Gain on reversal of subscription rights to shares	651	873
Administrative service fee income	-	605
Other	839	150
Total non-operating income	1,852	2,222
Non-operating expenses		
Commission for purchase of treasury shares	1,035	-
Loss on retirement of non-current assets	0	2,046
Total non-operating expenses	1,035	2,046
Ordinary profit	910,742	865,567
Extraordinary losses		
Cost of integration of offices	14,689	-
Total extraordinary losses	14,689	-
Profit before income taxes	896,053	865,567
Income taxes - current	297,405	239,634
Income taxes - deferred	(21,833)	19,661
Total income taxes	275,572	259,296
Profit	620,481	606,270

Non-consolidated Statements of Changes in Net Assets

For the fiscal year ended March 31, 2021

(Thousand yen)

	Shareholders' equity							
	Share capital	Capital surplus			Legal retained earnings	Retained earnings		Total retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus		General reserve	Retained earnings brought forward	
Balance at beginning of period	543,404	349,676	157,681	507,358	6,159	300,000	2,784,577	3,090,737
Changes during period								
Exercise of share acquisition rights			20,923	20,923				
Dividends of surplus							(261,094)	(261,094)
Profit							620,481	620,481
Purchase of treasury shares								
Disposal of treasury shares			125,183	125,183				
Net changes in items other than shareholders' equity								
Total changes during period	-	-	146,106	146,106	-	-	359,386	359,386
Balance at end of period	543,404	349,676	303,788	653,464	6,159	300,000	3,143,964	3,450,123

	Shareholders' equity		Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity		
Balance at beginning of period	(85,776)	4,055,723	71,319	4,127,042
Changes during period				
Exercise of share acquisition rights	34,974	55,897		55,897
Dividends of surplus		(261,094)		(261,094)
Profit		620,481		620,481
Purchase of treasury shares	(695,320)	(695,320)		(695,320)
Disposal of treasury shares	6,188	131,371		131,371
Net changes in items other than shareholders' equity			(11,702)	(11,702)
Total changes during period	(654,158)	(148,665)	(11,702)	(160,367)
Balance at end of period	(739,935)	3,907,058	59,617	3,966,675

For the fiscal year ended March 31,2022

(Thousand yen)

	Shareholders' equity							
	Share capital	Capital surplus			Legal retained earnings	Retained earnings		Total retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus		General reserve	Retained earnings brought forward	
Balance at beginning of period	543,404	349,676	303,788	653,464	6,159	300,000	3,143,964	3,450,123
Changes during period								
Exercise of share acquisition rights			3,052	3,052				
Dividends of surplus							(309,763)	(309,763)
Profit							606,270	606,270
Purchase of treasury shares								
Disposal of treasury shares			9,728	9,728				
Net changes in items other than shareholders' equity								
Total changes during period	-	-	12,780	12,780	-	-	296,506	296,506
Balance at end of period	543,404	349,676	316,569	666,245	6,159	300,000	3,440,471	3,746,630

	Shareholders' equity		Share acquisition rights	Total net assets
	Treasury shares	Total shareholders' equity		
Balance at beginning of period	(739,935)	3,907,058	59,617	3,966,675
Changes during period				
Exercise of share acquisition rights	42,536	45,589		45,589
Dividends of surplus		(309,763)		(309,763)
Profit		606,270		606,270
Purchase of treasury shares				
Disposal of treasury shares	11,596	21,324		21,324
Net changes in items other than shareholders' equity			(46,369)	(46,369)
Total changes during period	54,133	363,420	(46,369)	317,051
Balance at end of period	(685,801)	4,270,479	13,248	4,283,727

Non-consolidated Statements of Cash Flows

(Thousand yen)

	For the fiscal year ended March 31,2021	For the fiscal year ended March 31,2022
<b>Cash flows from operating activities</b>		
Profit before income taxes	896,053	865,567
Depreciation	30,987	31,538
Increase (decrease) in provision for bonuses	(20,802)	(58,665)
Increase (decrease) in provision for retirement benefits	54,033	48,171
Interest and dividend income	(3)	(3)
Decrease (increase) in trade receivables	(267,517)	-
Decrease (increase) in notes and accounts receivable-trade and contract assets	-	399,379
Decrease (increase) in inventories	2,053	(649)
Increase (decrease) in trade payables	5,717	(11,216)
Increase (decrease) in contract liabilities	-	(29,612)
Increase (decrease) in advances received on construction contracts in progress	53,400	-
Increase (decrease) in provision for loss on project contracts	-	3,986
Other, net	85,130	51,797
Subtotal	839,052	1,300,292
Interest received	3	3
Income taxes paid	(248,103)	(328,796)
Net cash provided by (used in) operating activities	590,951	971,499
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(76,493)	(8,989)
Purchase of intangible assets	(701)	(1,183)
Purchase of investment securities	-	(120,000)
Payments of leasehold deposits	(64,338)	(500)
Proceeds from refund of leasehold deposits	33,362	108
Payments of guarantee deposits	-	(19,312)
Other, net	(27,542)	(16,145)
Net cash provided by (used in) investing activities	(135,712)	(166,025)
<b>Cash flows from financing activities</b>		
Proceeds from exercise of employee share options	128	93
Proceeds from disposal of treasury shares	105,300	-
Purchase of treasury shares	(695,320)	-
Dividends paid	(259,574)	(308,998)
Other, net	(1,035)	-
Net cash provided by (used in) financing activities	(850,502)	(308,904)
Net increase (decrease) in cash and cash equivalents	(395,263)	496,570
Cash and cash equivalents at beginning of period	1,834,097	1,438,834
Cash and cash equivalents at end of period	1,438,834	1,935,404