



News Release



October 31, 2024

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(Correction, correction of numerical data)
Notice Concerning Partial Corrections to Summary of Consolidated Financial Results
for the Three Months Ended March 31, 2024 (Based on Japanese GAAP)

Mitsubishi Pencil Company, Limited (hereinafter the “Company”) hereby announces that there were some items that needed to be corrected in the “Summary of Consolidated Financial Results for the Three Months Ended March 31, 2024 (Based on Japanese GAAP),” which were previously announced on April 25, 2024 as follows. Corrections were also made to numerical data, and the corrected numerical data are included in the details of the corrections.

1. Reasons for the correction

Please refer to the “Notice Concerning Filing of Amendment Reports to Annual, Quarterly and Semi-annual Securities Reports for Previous Fiscal Years and Partial Corrections to Summaries of Consolidated Financial Results for Previous Fiscal Years” released separately today (October 31, 2024) for details and reasons for the corrections.

2. Corrections

Correction items are underlined, indicated by__.

3. Details of the correction

Summary of Consolidated Financial Results for the Three Months Ended March 31, 2024 (Based on Japanese GAAP)

Summary Information of the Attached Material

1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

(2) Consolidated financial position

(Before correction)

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	<u>168,989</u>	<u>119,211</u>	69.2	<u>2,153.04</u>
As of December 31, 2023	<u>145,472</u>	<u>116,489</u>	<u>78.6</u>	<u>2,103.23</u>

(After correction)

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	<u>171,406</u>	<u>120,888</u>	69.2	<u>2,183.89</u>
As of December 31, 2023	<u>146,007</u>	<u>116,860</u>	<u>78.5</u>	<u>2,110.06</u>

Quarterly consolidated financial statements

Consolidated balance sheets

(Before correction)

	(Millions of yen)	
	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	57,914	49,148
Notes and accounts receivable - trade	17,270	19,911
Inventories	20,665	27,178
Other	2,645	3,923
Allowance for doubtful accounts	(214)	(212)
Total current assets	<u>98,281</u>	<u>99,949</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,026	15,327
Other, net	8,522	13,724
Total property, plant and equipment	<u>22,549</u>	<u>29,052</u>
Intangible assets		
Goodwill	-	11,140
Other	1,089	1,194
Total intangible assets	<u>1,089</u>	<u>12,334</u>
Investments and other assets		
Investment securities	<u>19,470</u>	<u>20,505</u>
Investment property, net	-	2,340
Other	4,164	4,891
Allowance for doubtful accounts	(83)	(83)
Total investments and other assets	<u>23,551</u>	<u>27,653</u>
Total non-current assets	<u>47,190</u>	<u>69,040</u>
Total assets	<u>145,472</u>	<u>168,989</u>

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,298	9,968
Short-term borrowings	1,518	16,526
Income taxes payable	2,094	1,943
Provision for bonuses	666	1,275
Other	6,221	7,726
Total current liabilities	<u>19,798</u>	<u>37,440</u>
Non-current liabilities		
Long-term borrowings	1,857	1,677
Retirement benefit liability	3,115	5,501
Provision for retirement benefits for directors (and other officers)	61	71
Other	4,149	5,086
Total non-current liabilities	<u>9,183</u>	<u>12,337</u>
Total liabilities	<u>28,982</u>	<u>49,778</u>
Net assets		
Shareholders' equity		
Share capital	4,497	4,497
Capital surplus	3,978	3,978
Retained earnings	100,018	100,966
Treasury shares	(8,005)	(8,005)
Total shareholders' equity	<u>100,490</u>	<u>101,437</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,527	9,161
Foreign currency translation adjustment	4,526	5,663
Remeasurements of defined benefit plans	750	738
Total accumulated other comprehensive income	<u>13,804</u>	<u>15,564</u>
Non-controlling interests	<u>2,194</u>	<u>2,209</u>
Total net assets	<u>116,489</u>	<u>119,211</u>
Total liabilities and net assets	<u>145,472</u>	<u>168,989</u>

(After correction)

	(Millions of yen)	
	As of December 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	57,914	49,148
Notes and accounts receivable - trade	17,270	19,911
Inventories	20,665	27,178
Other	2,645	3,923
Allowance for doubtful accounts	(214)	(212)
Total current assets	<u>98,281</u>	<u>99,949</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,026	15,327
Other, net	8,522	13,724
Total property, plant and equipment	<u>22,549</u>	<u>29,052</u>
Intangible assets		
Goodwill	-	11,140
Other	1,089	1,194
Total intangible assets	<u>1,089</u>	<u>12,334</u>
Investments and other assets		
Investment securities	<u>20,004</u>	<u>22,921</u>
Investment property, net	-	2,340
Other	4,164	4,891
Allowance for doubtful accounts	(83)	(83)
Total investments and other assets	<u>24,086</u>	<u>30,069</u>
Total non-current assets	<u>47,725</u>	<u>71,456</u>
Total assets	<u>146,007</u>	<u>171,406</u>

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,298	9,968
Short-term borrowings	1,518	16,526
Income taxes payable	2,094	1,943
Provision for bonuses	666	1,275
Other	6,221	7,726
Total current liabilities	<u>19,798</u>	<u>37,440</u>
Non-current liabilities		
Long-term borrowings	1,857	1,677
Retirement benefit liability	3,115	5,501
Provision for retirement benefits for directors (and other officers)	61	71
Other	<u>4,313</u>	<u>5,826</u>
Total non-current liabilities	<u>9,347</u>	<u>13,076</u>
Total liabilities	<u>29,146</u>	<u>50,517</u>
Net assets		
Shareholders' equity		
Share capital	4,497	4,497
Capital surplus	3,978	3,978
Retained earnings	100,018	100,966
Treasury shares	(8,005)	(8,005)
Total shareholders' equity	<u>100,490</u>	<u>101,437</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	<u>8,898</u>	<u>10,838</u>
Foreign currency translation adjustment	4,526	5,663
Remeasurements of defined benefit plans	750	738
Total accumulated other comprehensive income	<u>14,175</u>	<u>17,240</u>
Non-controlling interests	<u>2,194</u>	<u>2,209</u>
Total net assets	<u>116,860</u>	<u>120,888</u>
Total liabilities and net assets	<u>146,007</u>	<u>171,406</u>

Consolidated statements of comprehensive income (cumulative)

(Before correction)

	(Millions of yen)	
	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit	2,484	2,219
Other comprehensive income		
Valuation difference on available-for-sale securities	245	<u>634</u>
Foreign currency translation adjustment	262	1,147
Remeasurements of defined benefit plans, net of tax	(18)	(12)
Total other comprehensive income	<u>489</u>	<u>1,768</u>
Comprehensive income	<u>2,973</u>	<u>3,988</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,904	<u>3,877</u>
Comprehensive income attributable to non-controlling interests	69	110

(After correction)

	(Millions of yen)	
	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit	2,484	2,219
Other comprehensive income		
Valuation difference on available-for-sale securities	245	<u>1,939</u>
Foreign currency translation adjustment	262	1,147
Remeasurements of defined benefit plans, net of tax	(18)	(12)
Total other comprehensive income	<u>489</u>	<u>3,074</u>
Comprehensive income	<u>2,973</u>	<u>5,293</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,904	<u>5,182</u>
Comprehensive income attributable to non-controlling interests	69	110

MITSUBISHI PENCIL COMPANY, LIMITED