

Note : This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



February 14, 2025

To Whom It May Concern:

Company Name: MEC COMPANY LTD.
Representative: CEO & President Kazuo MAEDA
(Securities Code: 4971, TSE Prime Market)
Contact: Corporate Communication Office Head
Aya MATSUSHITA
(TEL +81-(0)6-6401-8160)

Differences between Consolidated Earnings Forecast and Actual Results for the Fiscal Year Ended December 31, 2024

We hereby notify you that differences have arisen between the Company's consolidated earnings forecast for the fiscal year ended December 31, which was announced on August 8, 2024 and the actual results, which were announced today, as described below.

Details

1. Differences between consolidated earnings forecasts and actual results for the fiscal year ended December 31, 2024 (January 1, 2024 to December 31, 2024)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Previously announced forecast (A)	18,500	4,900	5,200	3,600	192.26
Actual results (B)	18,234	4,562	4,682	2,291	122.38
Difference (B-A)	-265	-337	-517	-1,308	
Percentage change (%)	-1.4	-6.9	-9.9	-36.3	
(Reference) Results for the previous term (Fiscal year ended December 31, 2023)	14,020	2,492	2,683	2,304	122.29

2. Reason for the revision

At the Board of Directors meeting held on October 22, 2024, taking into consideration business rationality and management efficiency on our way towards the ideal corporate image for 2030, it was decided to dissolve and liquidate MEC (HONG KONG) LTD. whose sales activities are continuously being reduced, and to make its subsidiary MEC FINE CHEMICAL (ZHUHAI) LTD. a wholly owned subsidiary of the Company.

These group reorganizations resulted in an increase in corporate taxes and other taxes due to tax accounting in both Japan and China, which resulted in a difference between the previous forecast and the actual results.