



Monogatari Corporation

TSE 1st Section 3097 Industry: Food service, retail

July sales, positive impression

Monthly data for July: significant improvement from June

Monogatari Corporation (3097) disclosed monthly data for July (on a preliminary basis). The impression is positive. This could be a trigger for a recovery in its stock price, which adjusted after the release of monthly data for June.

For directly-owned stores, same-store sales for July were 91.7% of July 2020 figure (same month last year = 100%; 76.9% for June), of which number of customers was 94.9% (82.3% for June). The number of holidays was one more than in July 2020.

Same-store sales were 95.4% of July 2019 figure (our estimate, same as follows), 21.5ppt higher than 73.9% for June. There were two more holidays than in July 2019.

The number of domestic directly-owned stores at end of July was 343 (+3 MoM).

For directly-owned stores, same-store sales by division were: Yakiniku 91.5% vs. July 2020, 102.0% vs. July 2019; Ramen 95.4% ditto, 89.4% ditto; Okonomiyaki 83.4% ditto, 80.7% ditto; Yuzuan 90.7% ditto, 87.2% ditto.

Please refer to the report dated June 22, 2021 for the rationale of the rating and target price.

MITA SECURITIES Co., Ltd.
Junichi Shimizu
Chief Analyst, Head of Research

jshimizu@mitasec.com

Update

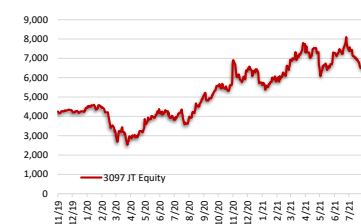
Rating
Buy

Target price (JPY)	9,100
Stock price (JPY) (Aug 11)	6,710
Market cap (JPYbn)	81.0

Key changes

Rating	No
Target price	No
Earnings forecast	No

Stock price (JPY)



Source: Bloomberg Finance LP

Earnings

		6/19	6/20	6/21E	6/22E	6/23E
Sales	JPYbn	58.9	58.0	65.0	74.9	83.8
OP	JPYbn	3.9	3.0	3.4	5.0	6.2
RP	JPYbn	4.7	3.0	4.9	6.0	6.2
NP	JPYbn	2.9	0.5	3.0	3.8	4.0
EPS	JPY	244.1	37.9	246.4	319.0	333.4
BPS	JPY	1,461	1,444	1,641	1,900	2,154
DPS	JPY	45.0	47.5	60.0	80.0	90.0
PER	x	17.6	110.7	27.2	21.0	20.1
PBR	x	2.9	2.9	4.1	3.5	3.1
Div. yield	%	1.0	1.1	0.9	1.2	1.3
ROA	%	9.4	1.3	7.0	7.9	7.5
ROE	%	17.9	2.6	16.0	18.0	16.4

Source: Company data, Mita Securities

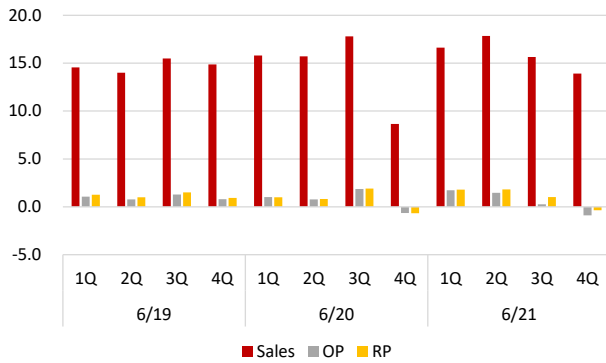
Company profile

Monogatari Corporation is a restaurant company based in Aichi Prefecture that operates "Yakiniku King" nationwide. As of June 30, 2021, the company had 584 stores in Japan (340 directly-owned stores and 229 FC stores) and 15 overseas stores (directly-owned). Sales in FY6/21 were 64.0bn yen.

Quarterly data

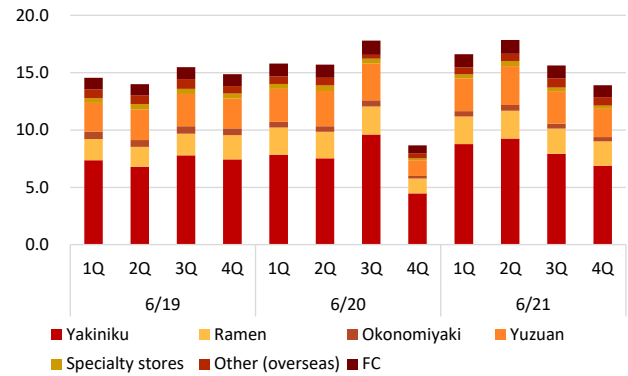
Quarterly data

Figure: Quarterly earnings (JPYbn)



Source: Company data, Mita Securities

Figure: Sales by division (JPYbn)

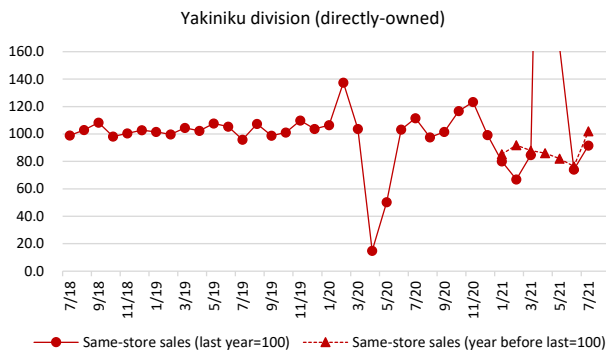


Source: Company data, Mita Securities

Monthly same-store sales data

Yakiniku (Japanese BBQ)

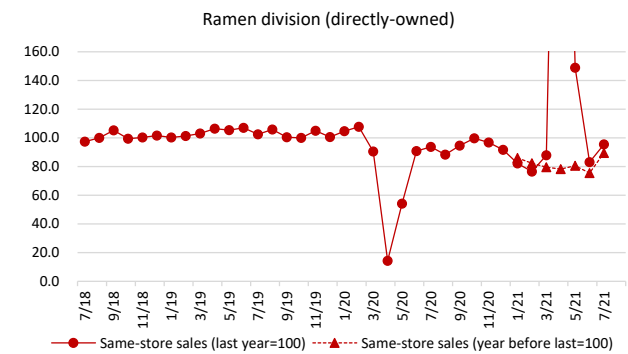
Figure: Monthly data (directly-owned)



Source: Company data, Mita Securities

Ramen

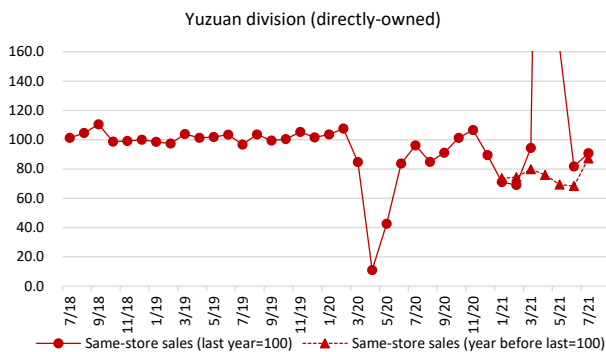
Figure: Monthly data (directly-owned)



Source: Company data, Mita Securities

Yuzuan

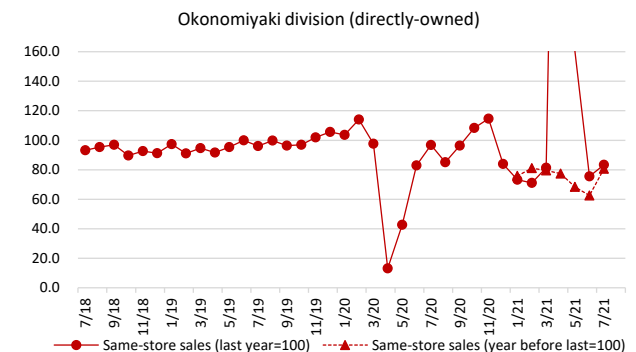
Figure: Monthly data (directly-owned)



Source: Company data, Mita Securities

Okonomiyaki

Figure: Monthly data (directly-owned)

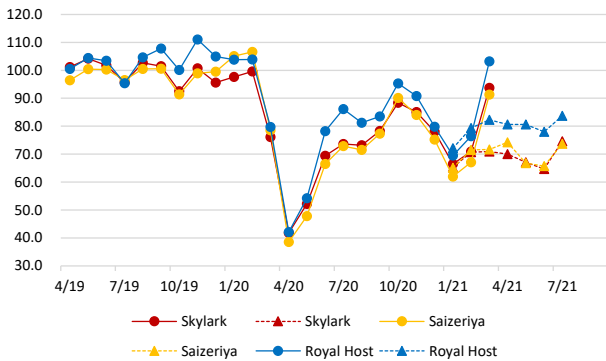


Source: Company data, Mita Securities

Food service industry data

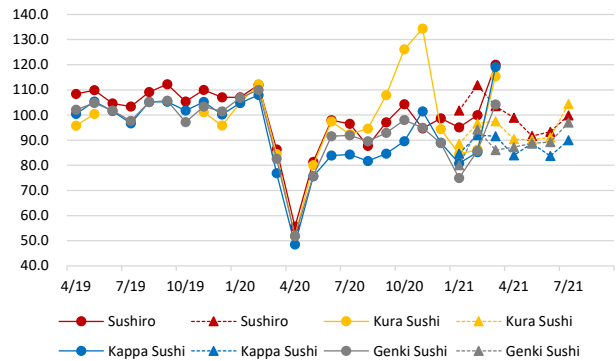
Same-store sales (compared to last year or year before last)

Figure: Family restaurants



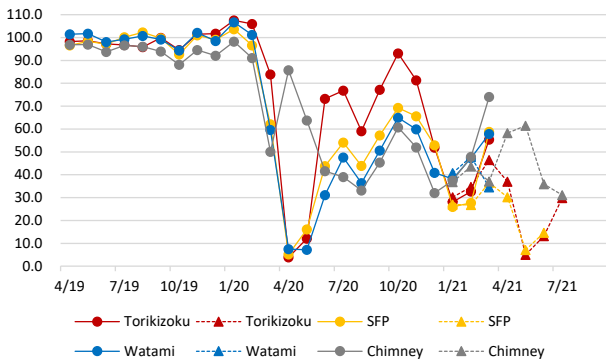
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Sushi restaurants



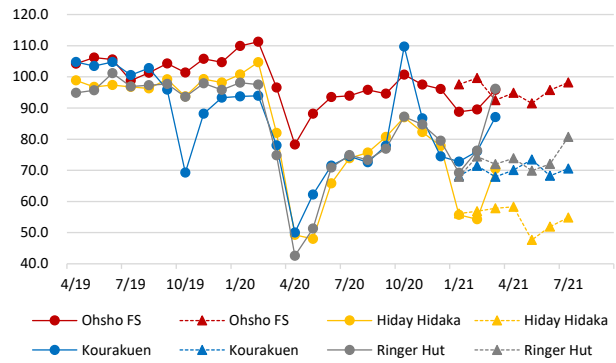
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Izakaya (Japanese style pubs)



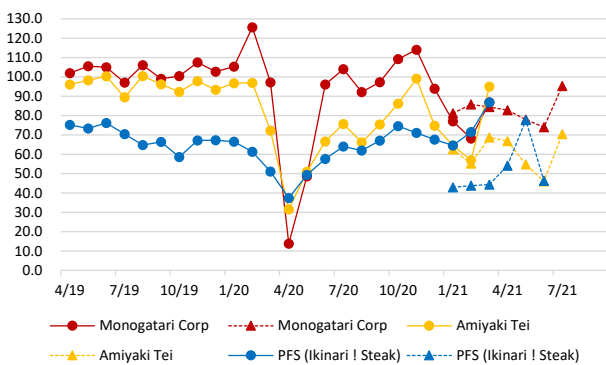
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Chinese restaurants



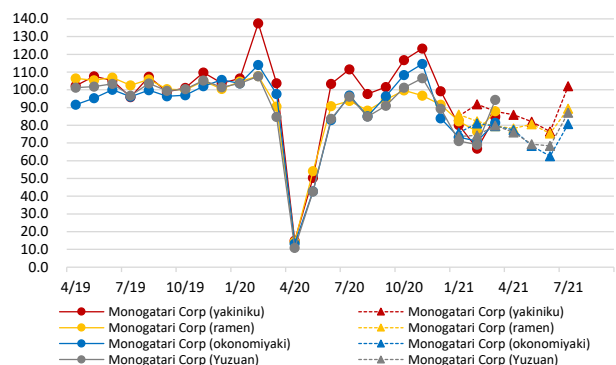
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Yakiniku (Japanese BBQ), steak



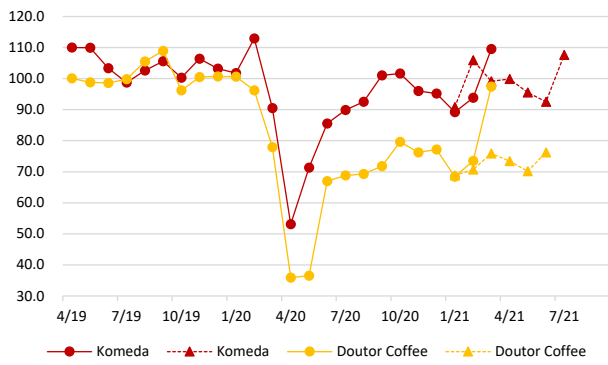
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Monogatari Corporation by division



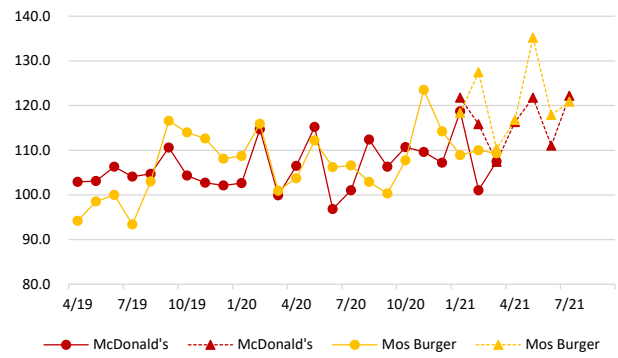
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Coffee shops



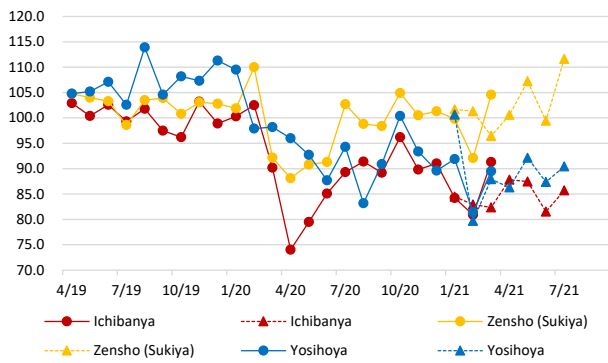
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Hamburger shops



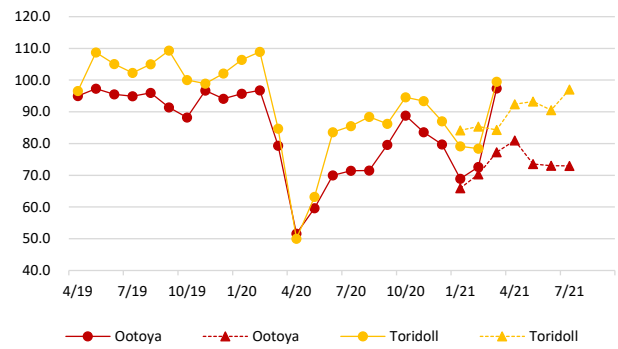
Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Curry, Beef bowl



Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Figure: Set meal, Udon noodle



Source: Companies data, Mita Securities Note: Solid line vs last yr, dotted line vs yr before last

Comparison of valuations with similar companies (reference)

Figure: Comparison of valuations for food service companies

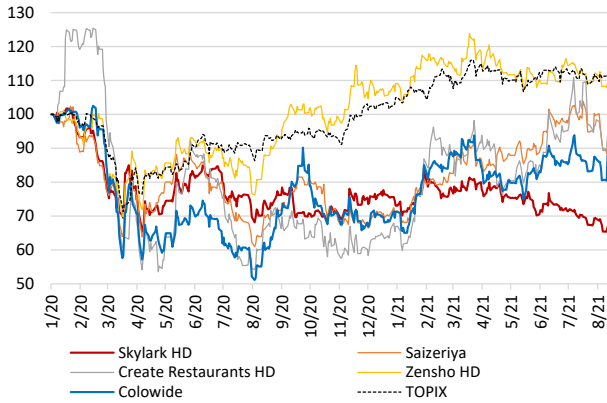
Company name	Ticker	PX 8/10	Mkt cap JPYbn	Net D/E Last	Sales YoY LTM	EBITDA Mgn LTM	ROE LTM	ROE Cur E	ROE Nxt E	PER LTM	PER Cur E	PER Nxt E	PBR Last	EV/EBITDA Cur E	EV/Sales Cur E	Div yield Cur E	1M Chg	3M Chg	1YR Chg
KURA SUSHI INC	2695	4,295	177.8	-0.1	7.4	4.6	3.1	8.3	12.3	124.5	44.5	27.8	3.8	15.0	1.2	0.6	3.4	10.7	82.0
MCDONALD'S HOLDINGS CO JAPAN	2702	4,875	648.2	-0.2	2.4	14.8	12.7	11.4	10.9	30.5	30.4	28.6	3.7	13.1	2.0	0.8	-1.1	-2.3	-9.2
OOTOYA HOLDINGS CO LTD	2705	2,776	20.1	0.2	-21.3	-24.0	-193.4	NA	NA	NA	NA	NA	12.7	NA	NA	NA	1.2	4.8	-1.4
FUJIO FOOD GROUP INC	2752	1,333	59.4	3.6	-33.9	-12.3	-81.6	11.5	NA	NA	128.2	35.1	16.5	NA	2.2	0.0	3.9	-6.1	5.3
AMİYAKI TEI CO LTD	2753	2,869	19.6	-0.1	-18.3	-9.6	-2.5	2.0	NA	NA	49.1	19.7	1.0	NA	0.5	0.0	-1.3	2.1	7.8
HIRAMATSU INC	2764	190	9.2	4.1	-36.6	-32.2	-79.3	NA	NA	NA	NA	NA	2.6	NA	NA	NA	-9.5	20.3	7.3
PEPPER FOOD SERVICE CO LTD	3053	390	15.3	2.4	NA	NA	NA	NA	NA	NA	NA	NA	25.8	NA	NA	NA	-8.2	38.8	-15.2
ARCLAND SERVICE HOLDINGS CO	3085	2,296	76.0	-0.6	26.3	12.8	16.9	18.9	13.0	19.8	16.6	22.7	3.2	11.0	1.4	1.3	3.6	2.9	18.1
CHOSHIMARU CO LTD	3075	1,142	16.6	-0.8	-1.6	3.7	5.6	NA	NA	42.0	NA	NA	2.3	NA	NA	NA	0.4	-1.5	16.2
DOUTOR NICHIRETS HOLDINGS CO	3087	1,648	75.2	-0.3	-11.4	-0.8	-5.3	4.0	3.1	NA	19.3	18.6	0.8	7.5	0.4	1.5	-5.9	1.0	10.1
BRONCO BILLY CO LTD	3091	2,404	36.2	-0.3	-12.1	5.7	4.0	NA	NA	52.8	NA	NA	2.1	NA	NA	0.7	2.0	0.1	16.8
MONOGATARI CORP	3097	6,690	80.8	0.2	10.5	8.5	7.8	NA	NA	52.9	23.8	21.1	4.0	11.6	1.1	1.0	-10.0	2.1	72.9
(TP 9,100 Buy)																			
CHIMNEY CO LTD	3178	1,436	27.8	0.8	-60.7	-38.2	-65.7	NA	NA	NA	NA	NA	4.5	NA	NA	NA	2.3	16.8	11.8
TORIKIZOKU HOLDINGS CO LTD	3193	1,716	19.9	0.0	-40.8	-9.9	-39.3	NA	NA	NA	NA	27.6	4.1	NA	0.9	0.0	-6.8	5.6	28.1
HOTLAND CO LTD	3196	1,260	27.1	0.6	1.7	5.2	9.1	15.3	NA	41.0	24.7	24.2	3.5	NA	1.0	0.4	-3.9	-5.6	13.1
SKYLARK HOLDINGS CO LTD	3197	1,437	326.9	2.1	-27.6	6.9	-15.9	1.6	5.3	NA	189.1	45.2	2.5	8.0	1.6	0.3	-3.8	-11.9	-8.9
(TP 1,550 Hold)																			
SFP HOLDINGS CO LTD	3198	1,417	36.5	-0.1	-49.8	-15.3	-34.0	5.3	NA	NA	60.8	28.1	3.4	NA	2.0	0.0	-3.1	8.4	1.9
CREATE RESTAURANTS HOLDINGS	3387	888	168.2	3.5	-32.6	10.6	-40.0	14.7	NA	NA	55.2	43.7	9.1	NA	2.8	0.0	-6.6	12.3	42.3
SAINT MARC HOLDINGS CO LTD	3395	1,532	34.9	-0.2	-13.7	-6.3	-11.6	0.7	3.0	NA	136.2	33.7	0.9	11.7	0.5	2.9	-5.3	-9.6	-1.0
TORIDOLL HOLDINGS CORP	3397	1,987	173.5	3.0	-13.9	5.4	-18.5	4.0	7.9	NA	113.8	38.5	6.0	12.4	2.0	0.3	5.4	15.9	63.8
KOMEDA HOLDINGS CO LTD	3543	2,039	94.1	1.5	4.7	23.0	12.7	13.8	14.1	21.8	18.8	17.4	2.7	15.8	4.2	2.6	-0.6	0.8	16.6
(TP 3,000 Buy)																			
KUSHIKATSU TANAKA HOLDINGS C	3547	1,875	17.5	0.3	-29.4	-13.1	-19.4	4.1	30.0	NA	230.5	38.9	11.9	NA	3.4	0.3	0.5	11.1	35.0
CHIKARANOMOTO HOLDINGS CO LT	3561	601	16.3	3.7	-43.2	-7.6	-93.5	NA	NA	NA	NA	NA	11.0	NA	NA	NA	-2.1	0.7	-7.3
FOOD & LIFE COMPANIES LTD	3563	4,425	513.6	2.4	14.3	16.5	23.6	22.7	24.4	39.6	41.4	34.7	8.4	17.4	2.6	0.5	3.9	-3.9	85.6
ATOM CORP	7412	774	149.8	0.2	-23.8	-3.4	-17.1	NA	NA	NA	NA	NA	16.0	NA	NA	NA	-0.6	2.7	-3.7
KAPPA CREATE CO LTD	7421	1,376	68.0	0.4	-2.5	0.7	3.2	NA	NA	199.4	NA	NA	6.3	NA	NA	NA	-4.8	-5.9	1.4
WATAMI CO LTD	7522	932	39.8	3.5	-33.1	-14.9	-131.5	NA	NA	NA	NA	NA	11.7	NA	NA	NA	-4.6	-2.6	0.8
ZENSHO HOLDINGS CO LTD	7550	2,733	423.2	2.2	-5.6	5.6	2.6	12.6	13.2	182.3	36.4	33.1	4.9	13.0	0.9	0.7	-1.8	-1.7	27.7
KOURAKUEN HOLDINGS CORP	7554	1,475	24.7	1.1	-19.5	-3.3	-2.2	NA	NA	NA	86.8	NA	6.9	NA	0.9	0.0	-2.4	-8.6	-13.3
ANRAKUTEI CO LTD	7562	5,680	12.2	1.6	58.9	-2.1	2.9	NA	NA	93.5	NA	NA	2.7	NA	NA	NA	3.6	9.2	18.1
SAIZERIYA CO LTD	7581	2,484	129.8	-0.3	-10.5	5.6	0.8	4.1	5.0	173.9	39.9	26.8	1.5	16.9	0.9	0.7	-6.2	4.0	36.4
HIDAY HIDAKA CORP	7611	1,681	64.1	-0.3	-23.6	-6.6	-7.0	NA	NA	NA	NA	NA	3.0	NA	NA	0.0	-10.5	-1.9	1.8
COLOWIDE CO LTD	7616	2,027	152.6	3.6	-14.4	8.7	-31.8	NA	NA	NA	NA	NA	9.4	NA	NA	NA	0.0	10.6	43.5
UKAI CO LTD	7621	3,095	16.2	1.5	-35.5	-14.5	-45.4	NA	NA	NA	NA	NA	5.7	NA	NA	NA	-1.0	1.8	1.1
GLOBAL-DINING INC	7625	459	4.8	0.9	7.5	-1.1	0.7	NA	NA	333.8	NA	NA	1.8	NA	NA	NA	-6.3	31.1	192.4
ICHIBANYA CO LTD	7630	4,870	155.5	-0.5	-8.3	10.0	9.2	11.4	NA	56.7	43.4	49.3	5.2	NA	2.9	1.6	-0.7	0.9	-3.8
ASAKUMA CO LTD	7678	1,521	8.2	-0.4	-27.9	-23.3	-51.6	NA	NA	NA	NA	NA	3.6	NA	NA	NA	-2.4	0.7	7.4
MOS FOOD SERVICES INC	8153	3,070	98.3	-0.2	4.3	7.4	2.2	3.7	NA	95.0	55.7	47.3	2.1	NA	1.2	0.8	-1.1	0.8	12.4
KISOJI CO LTD	8160	2,332	60.4	0.0	-12.3	-7.0	-16.5	NA	NA	NA	NA	NA	2.6	NA	NA	NA	-1.6	3.5	5.7
SRS HOLDINGS CO LTD	8163	807	30.2	0.5	5.7	-4.9	-9.6	NA	NA	NA	NA	NA	2.7	NA	NA	NA	-0.1	-1.9	-7.3
ROYAL HOLDINGS CO LTD	8179	1,946	88.3	2.3	-45.2	-26.7	-71.9	3.8	4.4	NA	NA	37.6	3.0	11.1	1.2	0.4	-5.5	1.5	11.5
RINGER HUT CO LTD	8200	2,207	57.5	1.0	-18.6	-9.3	-51.4	NA	NA	NA	NA	NA	5.5	NA	NA	NA	-5.3	-1.0	-4.9
GIFT INC	9279	2,254	22.4	0.2	19.6	6.0	9.1	23.0	NA	75.5	26.6	19.6	6.6	NA	1.6	0.7	-4.2	6.5	67.3
GENKI SUSHI CO LTD	9828	2,511	22.3	0.6	1.9	5.9	3.2	NA	NA	85.2	NA	NA	2.7	NA	NA	NA	-0.6	3.1	21.5
GINZA RENJOIR CO LTD	9853	812	5.1	0.1	-33.6	-52.4	-39.1	NA	NA	NA	NA	NA	1.5	NA	NA	NA	-0.7	-0.2	1.4
GOURMET KINEYA CO LTD	9850	945	21.4	1.5	-28.3	-7.1	-46.7	NA	NA	NA	NA	NA	2.5	NA	NA	NA	-1.6	0.5	0.2
YOSHINOYA HOLDINGS CO LTD	9861	2,039	132.8	0.8	-17.7	3.4	-4.5	6.9	3.6	NA	45.4	82.3	3.2	16.0	1.0	0.0	-1.8	-1.7	1.5
KFC HOLDINGS JAPAN LTD	9873	2,788	62.5	-0.8	12.6	8.6	12.3	NA	NA	22.2	22.5	23.0	2.6	NA	0.5	1.8	-1.5	-4.2	5.4
MATSUYAFOODS HOLDINGS CO LTD	9887	3,570	68.1	0.3	-6.2	-0.2	1.3	NA	NA	130.5	28.5	18.1	1.7	NA	0.8	0.7	1.9	3.9	1.7
SAGAMI HOLDINGS CORP	9900	1,008	29.5	-0.2	-9.2	-9.2	-20.7	NA	NA	NA	NA	NA	2.4	NA	NA	NA	-1.3	-2.0	-17.8
OHSHO FOOD SERVICE CORP	9936	5,870	136.7	-0.2	-0.2	11.6	11.8	11.7	NA	18.1	16.3	18.5	2.0	NA	1.4	1.7	1.4	4.1	1.6
(TP 7,250 Buy)																			
JOYFULL CO LTD	9942	840	26.8	37.9	-33.1	-11.1	-110.8	NA	NA	NA	NA	NA	9.5	NA	NA	NA	7.1	18.1	1.4
DAISYO CORP	9979	996	21.1	0.3	-24.0	-10.2	-47.7	NA	NA	NA	NA	NA	1.9	NA	NA	NA	-5.4	1.1	-18.2
Average				1.6	-13.5	-3.6	-24.0	9.4	10.7	90.1	60.9	31.9	5.2	12.9	1.5	0.7	-1.9	3.5	16.7
Median				0.3	-13.8	-1.6	-8.3	8.3	9.4	56.7	42.4	28.1	3.4	12.7	1.2	0.6	-1.5	1.1	5.7

Source: Bloomberg Finance LP data, Mita Securities

Note: Forecasts are based on Bloomberg consensus. Shading indicates stocks covered by Mita Securities

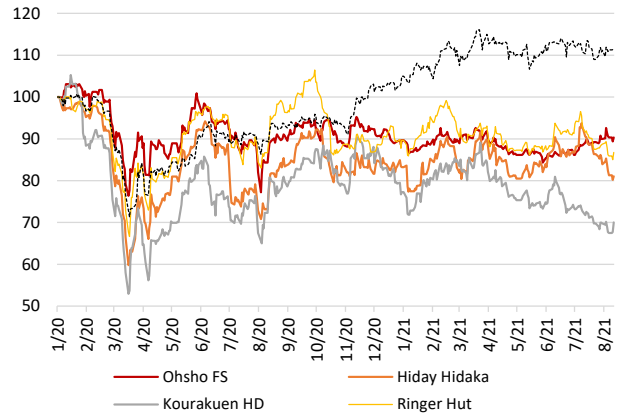
Stock price trends for food service companies

Figure: Stock price trends (family restaurants, general type)



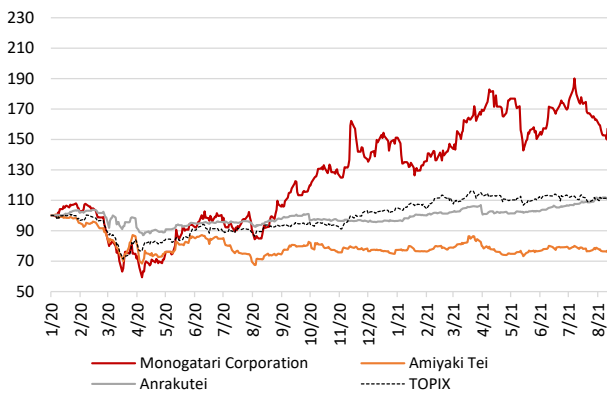
Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Figure: Stock price trends (Chinese restaurants)



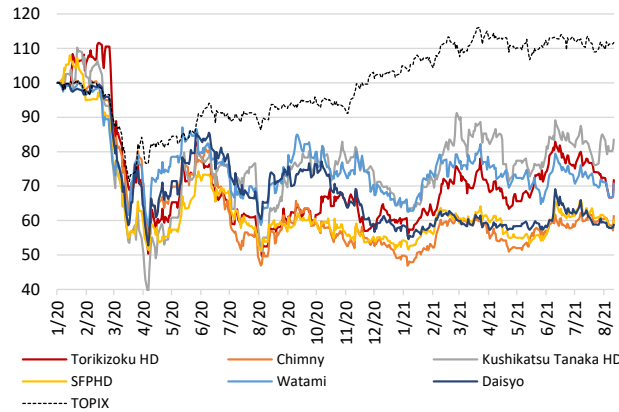
Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Figure: Stock price trends (Japanese BBQ)



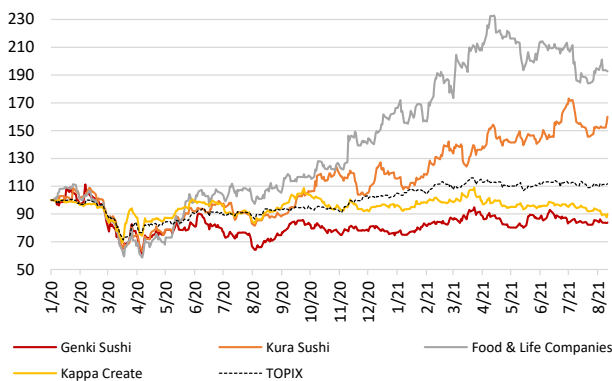
Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Figure: Stock price trends (Japanese style pubs)



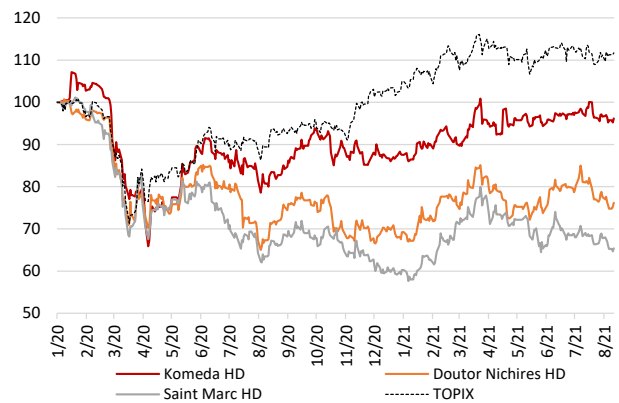
Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Figure: Stock price trends (sushi restaurants)



Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Figure: Stock price trends (coffee shops)



Source: Bloomberg Finance LP data, Mita Securities Note: Indexed to 100 at the end of 2019

Examples of recapitalization

Figure: Examples of recapitalization for food service companies

Announcement	Company name	Ticker	Funding method	Funding amount (JPYm)	Note
07/28/20	Colowide	7616	Preferred shares	9,000	Dividend 3.5% per annum. No conversion right to common shares
07/31/20	Pepper Food Service	3053	Warrants	6,740	Exercise price 415 yen (initial), with downward adjustment clause (last closing price x 90%, minimum exercise price 208 yen)
			Warrants	2,883	Exercise price 415 yen (initial), with downward adjustment clause (minimum exercise price 312 yen) Maximum dilution of the above total 99.96%
11/11/20	Joyfull	9942	Treasury share sale	1,000	
11/11/20	SRS HD	8163	Warrants	6,186	Exercise price 922 yen (initial), with downward adjustment clause (last closing price x 92%, minimum exercise price 646 yen). Maximum dilution 19.27%
11/19/20	Sagami HD	9900	Warrants	4,910	Exercise price 1,291 yen (initial), with downward adjustment clause (last closing price x 92%, minimum exercise price 904 yen). Maximum dilution 14.34%
12/24/20	Ootoya HD	2705	Preferred shares	3,000	With conversion right to common shares
01/26/21	Ringer Hut	8200	Subordinated loans	5,000	
			Warrants	2,359	Exercise price 2,363 yen (initial), with downward adjustment clause (last closing price x 92%, minimum exercise price 1,655 yen). Maximum dilution 3.84%
02/02/21	Create Restaurants HD	3387	Undated subordinated loans	15,000	Recorded as equity under IFRS
02/05/21	Zensho HD	7550	Subordinated loans	10,000	JCR recognizes 50% as equity
02/08/21	Monogatari Corporation	3097	CB	6,120	Conversion price of 12,500 yen (initial, before 1:2 stock split), with downward adjustment clause (minimum conversion price of 11,250 yen). Maximum dilution 8.69%
02/15/21	Royal HD	8179	Common shares	10,000	Issue price 1,718 yen
			Warrants	7,847	Exercise price 1,908 yen (initial), with upward and downward adjustment clauses (minimum exercise price 1,431 yen)
			Preferred shares	3,000	Dividend 8.5% per annum. No conversion right to common shares
			Preferred shares	3,000	Dividend 8.5% per annum, with conversion right to common shares Maximum dilution of the above total 29.69%
05/14/21	Chikaranomoto HD	3561	Common shares	1,646	Issue price 558 yen
			Warrants	1,182	Exercise price 587 yen (fixed)
			Warrants	765	Exercise price 764 yen (fixed) Maximum dilution of the above total 24.71%
05/20/21	Fujio Food Group	2752	Subordinated loans	3,700	
			Treasury share sale	851	Sale price 1,216 yen
			Warrants	1,919	Exercise price 1,399 yen (fixed). Maximum dilution 3.21%
05/20/21	Saint Marc HD	3395	Warrants	967	Exercise price 1,662 yen (initial), with downward adjustment clause (minimum exercise price 1,280 yen)
			CB	6,057	Conversion price 1,662 yen (initial), with downward adjustment clause (minimum conversion price 1,280 yen) Maximum dilution of the above total 23.09%
05/21/21	Skylark HD	3197	Common shares	42,610	Public offering of new shares. Issue price 1,495 yen. Dilution 15.19%
05/24/21	Watami	7522	Preferred shares	12,000	Dividend 4% per annum. No conversion right to common shares
06/25/21	Zensho HD	7550	Subordinated loans	20,000	
06/28/21	Chimny	3178	Subordinated loans	1,000	
07/16/21	Hiramatsu		Common shares	4,600	Issue price 176 yen
			Warrants	3,152	Exercise price 176 yen Maximum dilution of the above total 90.37% (shares O/S), 100.00% (voting rights)
07/19/21	Create Restaurants HD	3387	Common shares	20,000	Registration of new share issuance. Maximum issuance 20 bn yen

Source: Companies data, Mita Securities

APPENDIX

[Analyst Certification]

We hereby certify that the views on securities and issuers expressed in this report accurately reflect the personal views of the analyst(s) listed on the cover page of this report. The analyst(s) also certifies that the analyst(s) has not been compensated, directly or indirectly, or promised to be compensated, for expressing any particular view in this report.

[Ratings]

Ratings are based on the following definitions.

The target price and ratings are based on our views for the next 12 months or so.

Buy: Stocks whose total return (percentage change in share price from current price to projected target price plus projected dividend yield), as of the time the target price is set or changed, is expected to be 15% or more.

Hold: Stocks whose total return (percentage change in share price from current price to projected target price plus projected dividend yield), as of the time the target price is set or changed, is expected to be between -15% and +15%.

Sell: Stocks whose total return (percentage change in share price from current price to projected target price plus projected dividend yield), as of the time the target price is set or changed, is expected to be -15% or less.

RS: Rating Suspended - Stocks for which the target price and rating have been temporarily suspended.

NR: No Rating - Stocks for which no target price or rating is assigned.

[Potential Conflicts of Interest]

Mita Securities Co., Ltd. and its affiliates have or may in the future have transactions with the companies mentioned in this report, such as providing investment banking services to them. Therefore, investors viewing this report should be aware that Mita Securities Co., Ltd. and its affiliates may have conflicts of interest that could affect the objectivity of this report. Mita Securities Co., Ltd. may in the future hold or trade shares of the stocks listed in this report. Mita Securities Co., Ltd. may also take positions to sell or buy in a manner that conflicts or is inconsistent with the investment decisions and views expressed in this report. Please refer to this report only as one factor for reference in making investment decisions.

[Important Disclosures]

1. Mita Securities Co., Ltd. has a parent company, subsidiary, affiliated company or related company relationship with the company covered by this report: N/A
2. An officer of Mita Securities Co., Ltd. is concurrently an officer of the company covered by this report: N/A
3. Mita Securities Co., Ltd. owns 5% or more of the total number of issued common shares, etc. of the company covered by this report (as of the end of the previous month): N/A
4. Mita Securities Co., Ltd. has acted as lead manager or joint lead manager for the public offering of securities of the company covered by this report in the past 12 months: N/A
5. The analyst(s) listed on the cover of this report is a director or advisor of the company covered by this report: N/A
6. Any family member of the analyst(s) listed on the cover of this report is a director or an advisor of the company covered by this report: N/A
7. The analyst(s) listed on the cover of this report or their family members hold securities (common stock, corporate bonds, convertible bonds, etc.) of the company covered by this report: N/A

[General Disclaimer]

The contents and descriptions in this report are based on publicly available information, and have been prepared by analysts with necessary supplements through interviews. The authors of this report are prohibited from using insider information as well as from obtaining such information. The information contained in this report is believed to be accurate and reliable, but its accuracy has not been objectively verified. This report is not intended to contain all the information required by investors. The information contained in this report may be out of date due to changes in the financial market or economic environment. Stocks mentioned directly or indirectly in this report are subject to the risk of losing the principal amount invested due to factors such as changes in stock prices, changes in the management and financial conditions of the issuer, and fluctuations in interest rates and exchange rates. Past performance does not imply or guarantee future performance. The views expressed in this report are subject to change without notice, and Mita Securities Co., Ltd. assumes no obligation to update the information or views contained in this report. Mita Securities Co., Ltd. assumes no responsibility whatsoever for any direct or indirect loss or damage, including lost profits, resulting from the use of or reliance on this report by investors. The information provided by the Company is intended to serve as a reference for investment decisions and is not intended to promise future results. Final investment decisions should be made by investors themselves. The copyright of this report belongs to Mita Securities Co., Ltd. and may not be reproduced, transcribed, or quoted without permission. This report does not constitute a prospectus or other offering document and is not intended as an offer to sell or a solicitation of an offer to buy any securities in any country or region where the solicitation of securities is not permitted. No person to whom this report has been delivered may deliver, circulate or distribute this report, or reproduce, grant or make available for inspection, this report to any other person.

[Disclaimer for the English version of the report]

The Japanese version of this report is the official version, and the English version is a translation of the Japanese version. In the event of any discrepancy between the Japanese and English versions, the Japanese version shall always take precedence. Mita Securities Co., Ltd. makes no guarantee as to the accuracy and completeness of the content of the English version of this report.

[Important notes concerning the Financial Instruments and Exchange Act]

When conducting transactions in accordance with the contents of this report, the customer may be required to bear the prescribed fees and expenses for each service or product. In addition, there is a possibility that each service or product may incur losses due to price fluctuations, etc. Since each service or product has different fees, etc. and risks, please read carefully the documents for listed securities, etc., pre-contract documents for the relevant service or product, etc., or materials for customers.

Company Name

Mita Securities Co., Ltd. / Financial Instruments Business Operator, Director-General of the Kanto Local Finance Bureau (Kinsho) No. 175

Memberships

Japan Securities Dealers Association