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August 10,2022

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2022 (Under Japanese GAAP)

Company name: Nippon Beet Sugar Manufacturing Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2108
 URL: <https://www.nitten.co.jp/>
 Representative: Shu Ishikuri, Representative Director and President
 Inquiries: Takahiro Kusano, General Manager of Legal Department
 Telephone: +81-3-6414-5527
 Scheduled date to file quarterly securities report: August 10,2022
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly 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, 2022 (from April 1, 2022 to June 30, 2022)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|--------------------|-----------------|------|------------------|--------|-----------------|--------|---|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Three months ended | | | | | | | | |
| June 30, 2022 | 15,366 | 17.8 | 502 | (37.2) | 741 | (32.5) | 492 | (35.7) |
| June 30, 2021 | 13,047 | 2.5 | 799 | 96.8 | 1,098 | 69.3 | 766 | 76.9 |

Note: Comprehensive income For the three months ended June 30, 2022:¥281 million [—%]
 For the three months ended June 30, 2021:¥(0) million [—%]

| | Basic earnings per share | Diluted earnings per share |
|--------------------|--------------------------|----------------------------|
| | Yen | Yen |
| Three months ended | | |
| June 30, 2022 | 36.52 | — |
| June 30, 2021 | 54.68 | — |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets Worth |
|----------------|-----------------|-----------------|--------------|------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of | | | | |
| June 30, 2022 | 97,498 | 67,523 | 69.3 | 5,009.20 |
| March 31, 2022 | 100,458 | 67,918 | 67.6 | 5,037.45 |

Reference: Equity
 As of June 30, 2022: ¥67,523 million
 As of March 31, 2022: ¥67,918 million

2. Cash dividends

| | Annual dividends per share | | | | |
|--|----------------------------|--------------------|-------------------|-----------------|-------|
| | First quarter-end | Second quarter-end | Third quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended March 31, 2022 | — | — | — | 50.00 | 50.00 |
| Fiscal year ending March 31, 2023 | — | — | — | | |
| Fiscal year ending March 31, 2023 (Forecast) | | | | 50.00 | 50.00 |

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

3. Consolidated Results Forecasts for Fiscal year ending March 31, 2023

(Percentages indicate year-on-year changes.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Basic earnings per share |
|--------------------------------------|-----------------|------|------------------|--------|-----------------|--------|---|------|--------------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Six months ending | 29,000 | 10.7 | 1,300 | (18.8) | 1,500 | (20.3) | 1,100 | 68.5 | 81.59 |
| Fiscal year ending March 31, 2023 | 62,000 | 6.0 | (1,100) | — | (700) | — | (500) | — | (37.08) |

Note: Revisions to the results forecasts most recently announced: Yes

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
- (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, 2022 | 15,325,642 shares |
| As of March 31, 2022 | 15,325,642 shares |

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

| | |
|----------------------|------------------|
| As of June 30, 2022 | 1,845,769 shares |
| As of March 31, 2022 | 1,842,873 shares |

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

| | |
|----------------------------------|-------------------|
| Three months ended June 30, 2022 | 13,481,485 shares |
| Three months ended June 30, 2021 | 14,011,404 shares |

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Financial forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions deemed reasonable as at the time of preparing this report. Actual results may vary significantly from the forecasts due to a wide range of factors.

Quarterly Consolidated financial statements

Consolidated balance sheets

(Millions of yen)

| | FY2021 Ended March 2022 | 1st quarter of FY2022 |
|---------------------------------------|----------------------------|--------------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 6,160 | 5,691 |
| Notes and accounts receivable - trade | 7,329 | 8,656 |
| Securities | 6,000 | 5,000 |
| Merchandise and finished goods | 27,616 | 22,686 |
| Work in process | 3,284 | 653 |
| Raw materials and supplies | 2,996 | 5,468 |
| Other | 1,571 | 3,776 |
| Allowance for doubtful accounts | (5) | (6) |
| Total current assets | 54,952 | 51,927 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures, net | 11,362 | 11,233 |
| Other, net | 12,245 | 12,735 |
| Total property, plant and equipment | 23,607 | 23,969 |
| Intangible assets | 425 | 416 |
| Investments and other assets | | |
| Investment securities | 19,809 | 19,526 |
| Retirement benefit asset | 1,502 | 1,508 |
| Other | 162 | 151 |
| Allowance for doubtful accounts | (1) | (1) |
| Total investments and other assets | 21,473 | 21,185 |
| Total non-current assets | 45,506 | 45,571 |
| Total assets | 100,458 | 97,498 |

(Millions of yen)

| | As of March 31, 2022 | As of June 30, 2022 |
|---|----------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Accounts payable - trade | 1,749 | 4,571 |
| Short-term borrowings | 14,663 | 8,661 |
| Income taxes payable | 954 | 231 |
| Other | 5,259 | 6,787 |
| Total current liabilities | 22,626 | 20,252 |
| Non-current liabilities | | |
| Long-term borrowings | 226 | 195 |
| Provision for retirement benefits for directors | 24 | 9 |
| Retirement benefit liability | 4,499 | 4,485 |
| Other | 5,162 | 5,031 |
| Total non-current liabilities | 9,913 | 9,722 |
| Total liabilities | 32,540 | 29,975 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 8,279 | 8,279 |
| Capital surplus | 8,416 | 8,416 |
| Retained earnings | 44,934 | 44,752 |
| Treasury shares | (3,528) | (3,531) |
| Total shareholders' equity | 58,101 | 57,917 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 9,367 | 9,157 |
| Deferred gains or losses on hedges | 3 | 8 |
| Remeasurements of defined benefit plans | 446 | 440 |
| Total accumulated other comprehensive income | 9,816 | 9,606 |
| Total net assets | 67,918 | 67,523 |
| Total liabilities and net assets | 100,458 | 97,498 |

Consolidated quarterly statements of income

Consolidated cumulative first quarter

| | (Millions of yen) | |
|---|---|--|
| | Three months ended June30, 2021 (April 1, 2021 to June 30, 2021) | Three months ended June 30, 2022 (April 1, 2022 to June 30, 2022) |
| Net sales | 13,047 | 15,366 |
| Cost of sales | 9,250 | 11,528 |
| Gross profit | 3,797 | 3,837 |
| Selling, general and administrative expenses | | |
| Selling expenses | 2,206 | 2,555 |
| General and administrative expenses | 791 | 779 |
| Total selling, general and administrative expenses | 2,997 | 3,335 |
| Operating profit | 799 | 502 |
| Non-operating income | | |
| Interest income | 0 | 0 |
| Dividend income | 308 | 294 |
| Share of profit of entities accounted for using equity method | 11 | 8 |
| Other | 24 | 25 |
| Total non-operating income | 345 | 328 |
| Non-operating expenses | | |
| Interest expenses | 31 | 34 |
| Loss on disposal of non-current assets | 10 | 46 |
| Other | 5 | 9 |
| Total non-operating expenses | 47 | 90 |
| Ordinary profit | 1,098 | 741 |
| Extraordinary income | | |
| Gain on sale of investment securities | - | 3 |
| Total extraordinary income | - | 3 |
| Extraordinary losses | | |
| Loss on disposal of non-current assets | 7 | 13 |
| Other | - | 0 |
| Total extraordinary losses | 7 | 13 |
| Profit before income taxes | 1,090 | 731 |
| Income taxes | 324 | 239 |
| Profit | 766 | 492 |
| Profit attributable to owners of parent | 766 | 492 |

Segment Information

Information on sales and profit (loss) by each segment

I Three months ended June 30, 2021 (from April 1, 2021 to June 30, 2021)

(Millions of yen)

| | Reportable segment | | | | | | Other | Total |
|--------------------------|--------------------|---------|-------|---------------------------|-------------|-----------|-------|--------|
| | Sugar | Grocery | Feed | Agricultural Materials | Real Estate | Sub-Total | | |
| Net sales | | | | | | | | |
| Customers | 8,719 | 565 | 2,216 | 895 | 378 | 12,774 | 273 | 13,047 |
| Inter-segment | 50 | 5 | 3 | 13 | 31 | 104 | 1,277 | 1,382 |
| Total | 8,769 | 570 | 2,219 | 909 | 409 | 12,878 | 1,551 | 14,430 |
| Segment profit (loss) | 369 | 6 | 121 | 93 | 229 | 821 | (61) | 760 |

II Three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

(Millions of yen)

| | Reportable segment | | | | | | Other | Total |
|--------------------------|--------------------|---------|-------|---------------------------|-------------|-----------|-------|--------|
| | Sugar | Grocery | Feed | Agricultural Materials | Real Estate | Sub-Total | | |
| Net sales | | | | | | | | |
| Customers | 10,669 | 615 | 2,415 | 994 | 381 | 15,076 | 289 | 15,366 |
| Inter-segment | 59 | 6 | 4 | 4 | 31 | 105 | 3,133 | 3,238 |
| Total | 10,728 | 621 | 2,419 | 999 | 412 | 15,181 | 3,423 | 18,605 |
| Segment profit (loss) | 289 | (3) | (130) | 108 | 246 | 511 | (51) | 459 |