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November 4, 2022

Consolidated Financial Results for the Six Months Ended September 30, 2022 (Under Japanese GAAP)

Company name: Nittetsu Mining Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 1515
 URL: <https://www.nittetsukou.co.jp/>
 Representative: Reiichi Morikawa, Representative Director and President
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 Scheduled date to file quarterly securities report: November 14, 2022
 Scheduled date to commence dividend payments: November 28, 2022
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

Six months ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2022	81,048	14.0	9,077	2.9	9,616	2.4	5,595	5.5
September 30, 2021	71,074	27.2	8,821	142.2	9,387	103.6	5,303	80.1

Note: Comprehensive income For the six months ended September 30, 2022: ¥7,620 million [(0.0)%]
 For the six months ended September 30, 2021: ¥7,622 million [65.5%]

Six months ended	Earnings per share	Diluted earnings per share
	Yen	Yen
September 30, 2022	336.32	—
September 30, 2021	318.75	—

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for earnings per share have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

(2) Consolidated financial position

As of	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
September 30, 2022	203,244	131,537	61.4
March 31, 2022	197,732	126,371	60.7

Reference: Equity
 As of September 30, 2022: ¥124,725 million
 As of March 31, 2022: ¥120,073 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	–	135.00	–	200.00	335.00
Fiscal year ending March 31, 2023	–	135.00			
Fiscal year ending March 31, 2023 (Forecast)			–	68.00	–

Note: Revisions to the forecast of the cash dividends most recently announced: Yes

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figure for the year-end dividends per share for the fiscal year ending March 31, 2023 (forecast) is, therefore, presented in an amount after the stock split, and the figure for annual dividends per share for the fiscal year ending March 31, 2023 (forecast) is presented as “–.”

3. Consolidated financial results forecast for the fiscal year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	154,000	3.3	13,500	(14.1)	13,500	(18.7)	7,500	(19.2)	450.80

Note: Revisions to the financial results forecast most recently announced: Yes

* The consolidated financial results forecast for earnings per share for the fiscal year ending March 31, 2023 is presented in an amount after the stock split.

*** 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: None
- (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: Yes
 - (ii) Changes in accounting policies due to other reasons: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None
- (Note) For details, please refer to “2. Quarterly Consolidated Financial Statements and Principal Notes, (3) Notes to Quarterly Consolidated Financial Statements (Changes in Accounting Policies)” on page 8 of the attachment (Japanese only).

(4) Number of issued shares (common shares)

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

As of September 30, 2022	16,704,638 shares
As of March 31, 2022	16,704,638 shares

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

As of September 30, 2022	67,812 shares
As of March 31, 2022	67,588 shares

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

Six months ended September 30, 2022	16,637,024 shares
Six months ended September 30, 2021	16,637,528 shares

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for the total number of issued shares at the end of the period, the number of treasury shares at the end of the period, and the average number of shares outstanding during the period have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

* 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

(Notes on forward-looking statements, etc.)

Financial results forecasts and other forward-looking statements in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not guarantee their achievement. Actual performance and other results may be significantly different from the forecasts due to various factors. For details on the assumptions for financial results forecasts and notes on the use of financial results forecasts, etc., refer to “1. Qualitative Information on Quarterly Financial Results, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information” on page 3 of the attachment (Japanese only).

2. Quarterly Consolidated Financial Statements and Principal Notes

(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Assets		
Current assets		
Cash and deposits	33,224	37,076
Notes and accounts receivable - trade, and contract assets	30,757	27,705
Merchandise and finished goods	5,825	7,237
Work in process	8,369	13,556
Raw materials and supplies	6,432	2,829
Other	5,543	6,588
Allowance for doubtful accounts	(448)	(534)
Total current assets	89,705	94,458
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	20,911	20,589
Land for general use	16,299	16,310
Other, net	29,906	31,817
Total property, plant and equipment	67,117	68,716
Intangible assets	3,608	4,177
Investments and other assets		
Investment securities	29,172	26,925
Other	8,288	9,123
Allowance for doubtful accounts	(151)	(146)
Allowance for investment loss	(8)	(10)
Total investments and other assets	37,301	35,891
Total non-current assets	108,027	108,786
Total assets	197,732	203,244

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,627	17,819
Short-term loans payable	15,922	16,166
Income taxes payable	2,939	2,644
Provisions	1,159	1,042
Other	12,289	10,867
Total current liabilities	46,938	48,540
Non-current liabilities		
Long-term loans payable	4,817	4,651
Provisions	309	95
Net defined benefit liability	3,799	3,707
Asset retirement obligations	4,639	4,675
Other	10,856	10,036
Total non-current liabilities	24,422	23,166
Total liabilities	71,360	71,707
Net assets		
Shareholders' equity		
Capital stock	4,176	4,176
Capital surplus	4,746	4,675
Retained earnings	99,391	103,323
Treasury shares	(169)	(170)
Total shareholders' equity	108,145	112,005
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,974	10,505
Deferred gains or losses on hedges	(778)	(5)
Foreign currency translation adjustment	808	2,204
Remeasurements of defined benefit plans	(75)	15
Total accumulated other comprehensive income	11,928	12,719
Non-controlling interests	6,297	6,812
Total net assets	126,371	131,537
Total liabilities and net assets	197,732	203,244

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
 Quarterly Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Net sales	71,074	81,048
Cost of sales	52,839	61,479
Gross profit	18,235	19,568
Selling, general and administrative expenses	9,413	10,491
Operating profit	8,821	9,077
Non-operating income		
Interest income	12	23
Dividend income	436	807
Share of profit of entities accounted for using equity method	262	–
Foreign exchange gains	93	270
Other	116	137
Total non-operating income	920	1,239
Non-operating expenses		
Interest expenses	133	199
Share of loss of entities accounted for using equity method	–	200
Maintenance fees for closed and abandoned mines	128	167
Depreciation of assets for rent and other	41	40
Other	52	93
Total non-operating expenses	355	700
Ordinary profit	9,387	9,616
Extraordinary income		
Gain on sales of non-current assets	18	10
Gain on sale of investment securities	0	171
Other	–	0
Total extraordinary income	19	182
Extraordinary losses		
Loss on sales and retirement of non-current assets	98	182
Impairment loss	1	3
Loss on fire	124	–
Other	9	0
Total extraordinary losses	232	185
Profit before income taxes	9,173	9,613
Income taxes - current	2,808	3,186
Income taxes - deferred	69	130
Total income taxes	2,877	3,317
Profit	6,295	6,295
Profit attributable to non-controlling interests	992	699
Profit attributable to owners of parent	5,303	5,595

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2021	For the six months ended September 30, 2022
Profit	6,295	6,295
Other comprehensive income		
Valuation difference on available-for-sale securities	553	(1,468)
Deferred gains or losses on hedges	110	773
Foreign currency translation adjustment	606	1,929
Remeasurements of defined benefit plans	56	90
Total other comprehensive income	1,327	1,325
Comprehensive income	7,622	7,620
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,469	6,386
Comprehensive income attributable to non-controlling interests	1,152	1,233