

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Based on Japanese GAAP)

February 1, 2023

Company name: NITTO KOHKI CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 6151 URL <https://www.nitto-kohki.co.jp>
 Representative: Representative Director, President CEO Akinobu Ogata
 Director, Senior Managing Executive Officer, Kenji Mori
 Inquiries: Chief Administrative Officer TEL 03-3755-1111
 Scheduled date to file Quarterly Securities Report: February 6, 2023
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2022 (from April 1, 2022 to December 31, 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	%
Nine months ended December 31, 2022	21,350	13.2	2,927	12.2	3,100	17.3	2,092	13.1
Nine months ended December 31, 2021	18,868	15.4	2,609	85.1	2,642	70.0	1,850	70.0

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2022	103.14		–	
Nine months ended December 31, 2021	91.18		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2022	66,338	58,083	87.5	2,862.36
As of March 31, 2022	64,334	55,730	86.6	2,746.45

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	–	24.00	–	16.50	40.50
Year ending March 31, 2023	–	24.00	–		
Year ending March 31, 2023 (Forecast)				26.00	50.00

3. Forecast of consolidated financial results for the 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
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	27,560	9.0	3,620	7.9	3,660	4.1	2,510	30.2	123.71

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2022
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of December 31, 2022	21,803,295 shares	As of March 31, 2022	21,803,295 shares
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Number of treasury shares at the end of the period

As of December 31, 2022	1,514,396 shares	As of March 31, 2022	1,514,396 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2022	20,288,899 shares	Nine months ended December 31, 2021	20,288,917 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	26,298	27,157
Notes and accounts receivable - trade	4,070	4,523
Electronically recorded monetary claims - operating	2,802	2,804
Securities	5,499	4,899
Merchandise and finished goods	4,420	5,073
Work in process	272	398
Raw materials and supplies	2,695	3,103
Other	616	488
Allowance for doubtful accounts	(2)	(3)
Total current assets	46,675	48,445
Non-current assets		
Property, plant and equipment		
Buildings and structures	11,353	11,524
Accumulated depreciation	(6,522)	(6,806)
Buildings and structures, net	4,830	4,718
Machinery, equipment and vehicles	4,718	4,939
Accumulated depreciation	(3,576)	(3,869)
Machinery, equipment and vehicles, net	1,141	1,069
Tools, furniture and fixtures	7,430	7,550
Accumulated depreciation	(6,888)	(6,987)
Tools, furniture and fixtures, net	542	563
Land	3,313	3,337
Leased assets	2,581	2,632
Accumulated depreciation	(1,049)	(1,101)
Leased assets, net	1,531	1,530
Construction in progress	128	279
Total property, plant and equipment	11,487	11,499
Intangible assets		
Other	1,546	1,665
Total intangible assets	1,546	1,665
Investments and other assets		
Investment securities	3,070	3,215
Long-term loans receivable	32	27
Deferred tax assets	1,239	1,207
Other	300	293
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	4,625	4,727
Total non-current assets	17,659	17,893
Total assets	64,334	66,338

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	977	1,118
Lease liabilities	275	271
Income taxes payable	769	479
Provision for bonuses	585	293
Provision for bonuses for directors (and other officers)	30	29
Other	1,487	1,640
Total current liabilities	4,124	3,831
Non-current liabilities		
Lease liabilities	1,460	1,433
Retirement benefit liability	2,491	2,432
Provision for retirement benefits for directors (and other officers)	123	148
Asset retirement obligations	32	30
Other	372	377
Total non-current liabilities	4,479	4,422
Total liabilities	8,604	8,254
Net assets		
Shareholders' equity		
Share capital	1,850	1,850
Capital surplus	1,924	1,924
Retained earnings	54,119	55,389
Treasury shares	(2,892)	(2,892)
Total shareholders' equity	55,000	56,271
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	751	831
Foreign currency translation adjustment	71	1,048
Remeasurements of defined benefit plans	(101)	(77)
Total accumulated other comprehensive income	721	1,802
Non-controlling interests	7	9
Total net assets	55,730	58,083
Total liabilities and net assets	64,334	66,338

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Net sales	18,868	21,350
Cost of sales	9,946	11,532
Gross profit	8,921	9,818
Selling, general and administrative expenses		
Salaries and allowances	1,839	1,848
Provision for bonuses	135	154
Retirement benefit expenses	131	149
Provision for retirement benefits for directors (and other officers)	21	25
Promotion expenses	106	173
Research and development expenses	676	785
Other	3,402	3,754
Total selling, general and administrative expenses	6,312	6,890
Operating profit	2,609	2,927
Non-operating income		
Interest income	10	17
Dividend income	55	75
Foreign exchange gains	–	10
Subsidies for employment adjustment	1	–
Rental income from buildings	31	32
Other	55	69
Total non-operating income	153	206
Non-operating expenses		
Interest expenses	22	26
Sales discounts	61	–
Foreign exchange losses	30	–
Other	6	6
Total non-operating expenses	120	33
Ordinary profit	2,642	3,100
Profit before income taxes	2,642	3,100
Income taxes	791	1,007
Profit	1,850	2,093
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	1,850	2,092

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2021	Nine months ended December 31, 2022
Profit	1,850	2,093
Other comprehensive income		
Valuation difference on available-for-sale securities	(11)	79
Foreign currency translation adjustment	81	977
Remeasurements of defined benefit plans, net of tax	14	24
Total other comprehensive income	83	1,081
Comprehensive income	1,933	3,174
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,934	3,173
Comprehensive income attributable to non-controlling interests	(0)	1