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February 6, 2023

Consolidated Financial Results for the Nine Months Ended December 31, 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: February 14, 2023
 Scheduled date to commence dividend payments: –
 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 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	121,717	12.5	11,830	(4.2)	11,645	(12.9)	7,356	(3.5)
December 31, 2021	108,190	25.2	12,344	75.2	13,376	70.9	7,622	62.4

Note: Comprehensive income For the nine months ended December 31, 2022: ¥11,414 million [25.0%]
 For the nine months ended December 31, 2021: ¥9,134 million [7.1%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended		
December 31, 2022	442.18	–
December 31, 2021	458.13	–

* 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

	Total assets	Net assets	Capital adequacy ratio
	Millions of yen	Millions of yen	%
As of			
December 31, 2022	204,131	133,966	62.1
March 31, 2022	197,732	126,371	60.7

Reference: Equity
 As of December 31, 2022: ¥126,864 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: None

* 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
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of 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: None

* 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 December 31, 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 December 31, 2022	67,936 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)

Nine months ended December 31, 2022	16,636,934 shares
Nine months ended December 31, 2021	16,637,466 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 December 31, 2022
Assets		
Current assets		
Cash and deposits	33,224	34,181
Notes and accounts receivable - trade, and contract assets	30,757	30,830
Merchandise and finished goods	5,825	7,311
Work in process	8,369	6,945
Raw materials and supplies	6,432	8,588
Other	5,543	5,731
Allowance for doubtful accounts	(448)	(571)
Total current assets	89,705	93,016
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	20,911	20,322
Land for general use	16,299	16,311
Other, net	29,906	33,515
Total property, plant and equipment	67,117	70,149
Intangible assets	3,608	4,389
Investments and other assets		
Investment securities	29,172	27,573
Other	8,288	9,164
Allowance for doubtful accounts	(151)	(147)
Allowance for investment loss	(8)	(15)
Total investments and other assets	37,301	36,575
Total non-current assets	108,027	111,114
Total assets	197,732	204,131

(Millions of yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,627	15,208
Short-term loans payable	15,922	17,049
Income taxes payable	2,939	1,823
Provisions	1,159	346
Other	12,289	11,803
Total current liabilities	46,938	46,231
Non-current liabilities		
Long-term loans payable	4,817	4,402
Provisions	309	113
Net defined benefit liability	3,799	3,716
Asset retirement obligations	4,639	4,699
Other	10,856	11,001
Total non-current liabilities	24,422	23,933
Total liabilities	71,360	70,164
Net assets		
Shareholders' equity		
Capital stock	4,176	4,176
Capital surplus	4,746	4,675
Retained earnings	99,391	103,961
Treasury shares	(169)	(170)
Total shareholders' equity	108,145	112,643
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,974	11,698
Deferred gains or losses on hedges	(778)	(256)
Foreign currency translation adjustment	808	2,718
Remeasurements of defined benefit plans	(75)	61
Total accumulated other comprehensive income	11,928	14,221
Non-controlling interests	6,297	7,101
Total net assets	126,371	133,966
Total liabilities and net assets	197,732	204,131

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

(Millions of yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Net sales	108,190	121,717
Cost of sales	81,528	93,898
Gross profit	26,662	27,819
Selling, general and administrative expenses	14,317	15,989
Operating profit	12,344	11,830
Non-operating income		
Interest income	17	62
Dividend income	981	1,454
Share of profit of entities accounted for using equity method	245	–
Foreign exchange gains	131	–
Other	169	153
Total non-operating income	1,545	1,669
Non-operating expenses		
Interest expenses	200	332
Share of loss of entities accounted for using equity method	–	957
Foreign exchange losses	–	149
Maintenance fees for closed and abandoned mines	172	214
Other	140	200
Total non-operating expenses	513	1,854
Ordinary profit	13,376	11,645
Extraordinary income		
Gain on sales of non-current assets	38	14
Gain on sale of investment securities	121	1,660
Other	–	30
Total extraordinary income	160	1,705
Extraordinary losses		
Loss on sales and retirement of non-current assets	174	204
Impairment loss	42	3
Loss on fire	124	–
Other	16	0
Total extraordinary losses	357	207
Profit before income taxes	13,179	13,142
Income taxes - current	4,069	4,837
Income taxes - deferred	70	(83)
Total income taxes	4,139	4,753
Profit	9,039	8,388
Profit attributable to non-controlling interests	1,417	1,032
Profit attributable to owners of parent	7,622	7,356

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the nine months ended December 31, 2021	For the nine months ended December 31, 2022
Profit	9,039	8,388
Other comprehensive income		
Valuation difference on available-for-sale securities	(503)	(274)
Deferred gains or losses on hedges	(237)	522
Foreign currency translation adjustment	750	2,640
Remeasurements of defined benefit plans	85	136
Total other comprehensive income	95	3,025
Comprehensive income	9,134	11,414
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,515	9,649
Comprehensive income attributable to non-controlling interests	1,619	1,764