

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)



August 2, 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: August 4, 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 three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(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, 2023	7,068	5.7	983	10.1	1,037	5.3	659	0.2
Three months ended June 30, 2022	6,685	12.6	892	20.0	985	27.7	657	20.0

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	33.13	–
Three months ended June 30, 2022	32.40	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2023	66,051	57,810	87.5	2,924.67
As of March 31, 2023	66,835	57,971	86.7	2,886.57

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	–	24.00	–	29.00	53.00
Year ending March 31, 2024	–	–	–	–	–
Year ending March 31, 2024 (Forecast)	–	28.00	–	34.00	62.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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
Six months ending September 30, 2023	14,915	6.6	1,915	7.5	1,978	2.9	1,340	3.6	66.73
Full year	30,380	8.1	4,120	12.4	4,230	10.8	2,950	12.4	146.91

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023
(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 June 30, 2023	21,803,295 shares	As of March 31, 2023	21,803,295 shares
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Number of treasury shares at the end of the period

As of June 30, 2023	2,039,996 shares	As of March 31, 2023	1,723,596 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	19,888,144 shares	Three months ended June 30, 2022	20,288,899 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	26,925	25,034
Notes and accounts receivable - trade	4,139	4,301
Electronically recorded monetary claims - operating	3,096	3,039
Securities	4,899	4,899
Merchandise and finished goods	5,405	5,560
Work in process	375	511
Raw materials and supplies	3,371	3,509
Other	721	498
Allowance for doubtful accounts	(2)	(2)
Total current assets	48,933	47,352
Non-current assets		
Property, plant and equipment		
Buildings and structures	11,403	11,427
Accumulated depreciation	(6,781)	(6,859)
Buildings and structures, net	4,622	4,568
Machinery, equipment and vehicles	4,657	4,689
Accumulated depreciation	(3,645)	(3,731)
Machinery, equipment and vehicles, net	1,012	957
Tools, furniture and fixtures	7,568	7,637
Accumulated depreciation	(7,000)	(7,067)
Tools, furniture and fixtures, net	567	569
Land	3,331	3,825
Leased assets	2,759	2,760
Accumulated depreciation	(1,166)	(1,182)
Leased assets, net	1,592	1,577
Construction in progress	351	502
Total property, plant and equipment	11,477	12,000
Intangible assets		
Other	1,694	1,724
Total intangible assets	1,694	1,724
Investments and other assets		
Investment securities	3,235	3,534
Long-term loans receivable	26	24
Deferred tax assets	1,175	1,118
Other	307	312
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	4,729	4,974
Total non-current assets	17,901	18,699
Total assets	66,835	66,051

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,348	1,147
Lease liabilities	272	273
Income taxes payable	621	439
Provision for bonuses	586	313
Provision for bonuses for directors (and other officers)	46	11
Other	1,527	1,598
Total current liabilities	4,403	3,782
Non-current liabilities		
Lease liabilities	1,483	1,457
Retirement benefit liability	2,433	2,445
Provision for retirement benefits for directors (and other officers)	151	162
Asset retirement obligations	30	30
Other	361	363
Total non-current liabilities	4,460	4,458
Total liabilities	8,863	8,240
Net assets		
Shareholders' equity		
Share capital	1,850	1,850
Capital surplus	1,924	1,924
Retained earnings	55,922	55,999
Treasury shares	(3,264)	(3,892)
Total shareholders' equity	56,432	55,881
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	879	1,096
Deferred gains or losses on hedges	(7)	6
Foreign currency translation adjustment	783	933
Remeasurements of defined benefit plans	(126)	(116)
Total accumulated other comprehensive income	1,529	1,920
Non-controlling interests	9	9
Total net assets	57,971	57,810
Total liabilities and net assets	66,835	66,051

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	6,685	7,068
Cost of sales	3,525	3,722
Gross profit	3,159	3,346
Selling, general and administrative expenses		
Salaries and allowances	617	642
Provision for bonuses	158	166
Retirement benefit expenses	49	51
Provision for retirement benefits for directors (and other officers)	8	10
Promotion expenses	41	50
Research and development expenses	260	267
Other	1,131	1,175
Total selling, general and administrative expenses	2,266	2,362
Operating profit	892	983
Non-operating income		
Interest income	4	10
Dividend income	38	38
Foreign exchange gains	31	17
Rental income from buildings	11	10
Other	17	14
Total non-operating income	102	90
Non-operating expenses		
Interest expenses	8	9
Commission for purchase of treasury shares	-	24
Other	1	3
Total non-operating expenses	10	36
Ordinary profit	985	1,037
Profit before income taxes	985	1,037
Income taxes	327	378
Profit	657	659
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	657	659

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	657	659
Other comprehensive income		
Valuation difference on available-for-sale securities	17	217
Deferred gains or losses on hedges	–	13
Foreign currency translation adjustment	460	149
Remeasurements of defined benefit plans, net of tax	8	10
Total other comprehensive income	485	390
Comprehensive income	1,143	1,050
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,142	1,049
Comprehensive income attributable to non-controlling interests	0	0