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August 4, 2023

Consolidated Financial Results for the Three Months Ended June 30, 2023 (Under Japanese GAAP)

Company name: Nitta Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 5186
 URL: <https://www.nitta.co.jp>
 Representative: Yasunori Ishikiriyama, President
 Inquiries: Koichi Kakegami, Director, Executive officer, and General Manager of Corporate Center
 Telephone: +81-6-6563-1211
 Scheduled date to file quarterly securities report: August 9, 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 three months ended June 30, 2023 (April 1, 2023 - June 30, 2023)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2023	21,725	3.3	1,280	(12.7)	3,036	(10.9)	2,502	(8.4)
June 30, 2022	21,029	2.3	1,466	(2.3)	3,407	1.3	2,732	3.8

Note: Comprehensive income For the three months ended June 30, 2023: ¥3,889 million [-30.6%]
 For the three months ended June 30, 2022: ¥5,605 million [32.3%]

	Net income per share	Diluted net income per share
Three months ended	Yen	Yen
June 30, 2023	90.00	—
June 30, 2022	97.17	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	160,925	131,547	81.3
March 31, 2023	158,385	129,450	81.3

Reference: Equity As of June 30, 2023: ¥130,803 million
 As of March 31, 2023: ¥128,754 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, 2023	—	50.00	—	60.00	110.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		55.00	—	55.00	110.00

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

3. Consolidated earnings forecast for the fiscal year ending March 31, 2024 (April 1, 2023 - March 31, 2024)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half of fiscal year	43,000	(0.1)	2,400	(16.1)	5,900	(12.5)	4,900	(8.8)	174.84
Full-year	89,000	1.1	5,000	0.2	12,000	(7.0)	10,000	(7.9)	356.81

Note: Revisions to consolidated earnings forecast announced most recently: None

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: — (Company name:)
Excluded: — (Company name:)

(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: 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, 2023	30,272,503 shares
As of March 31, 2023	30,272,503 shares

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

As of June 30, 2023	2,456,253 shares
As of March 31, 2023	2,423,753 shares

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

Three months ended June 30, 2023	27,811,140 shares
Three months ended June 30, 2022	28,117,145 shares

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

* Explanation of appropriate use of business performance forecasts and other special items

The earnings forecasts in this document are based on the current information and certain assumptions that are considered reasonable, and actual results may greatly depending on various factors.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31,2023	As of June 30,2023
Assets		
Current assets		
Cash and deposits	33,648	33,376
Notes and accounts receivable – trade	18,357	18,333
Electronically recorded monetary claims – operating	9,765	9,347
Securities	5,499	5,499
Inventories	14,119	14,957
Other	2,706	2,537
Allowance for doubtful accounts	△72	△40
Total current assets	84,024	84,012
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,262	13,668
Machinery, equipment and vehicles, net	5,647	5,534
Tools, furniture and fixtures, net	927	986
Land	3,747	3,846
Construction in progress	1,158	491
Other, net	1,210	1,219
Total property, plant and equipment	25,952	25,746
Intangible assets		
Goodwill	311	276
Other	473	503
Total intangible assets	784	780
Investments and other assets		
Investment securities	45,069	47,807
Long-term loans receivable	12	12
Retirement benefit asset	1,181	1,228
Deferred tax assets	727	722
Other	637	621
Allowance for doubtful accounts	△5	△5
Total investments and other assets	47,623	50,386
Total non-current assets	74,360	76,913
Total assets	158,385	160,925

(Millions of yen)

	As of March 31,2023	As of June 30,2023
Liabilities		
Current liabilities		
Notes and accounts payable – trade	7,090	8,010
Electronically recorded obligations – operating	8,807	7,576
Income taxes payable	657	763
Provision for bonuses	1,126	1,820
Other	4,803	4,700
Total current liabilities	22,484	22,871
Non-current liabilities		
Long-term borrowings	540	540
Deferred tax liabilities	1,753	1,882
Retirement benefit liability	2,268	2,239
Other	1,888	1,843
Total non-current liabilities	6,450	6,506
Total liabilities	28,935	29,378
Net assets		
Shareholders' equity		
Share capital	8,060	8,060
Capital surplus	7,098	7,098
Retained earnings	110,972	111,788
Treasury shares	△5,608	△5,713
Shareholders' equity	120,523	121,234
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	3,501	3,877
Foreign currency translation adjustment	4,760	5,724
Remeasurements of defined benefit plans	△31	△34
Valuation and translation adjustments	8,230	9,568
Non-controlling interests	696	743
Total net assets	129,450	131,547
Total liabilities and net assets	158,385	160,925

(2) Quarterly Consolidated Statement of Income and Comprehensive Income

Consolidated Statement of Income Three months ended June 30,2023

(Millions of yen)

	First quarter ended June 30,2022	First quarter ended June 30,2023
Net sales	21,029	21,725
Cost of sales	15,246	16,031
Gross profit	5,783	5,693
Selling, general and administrative expenses	4,316	4,413
Operating profit	1,466	1,280
Non-operating income		
Interest income	31	50
Dividend income	108	114
Outsourcing service income	44	43
Share of profit of entities accounted for using equity method	1,653	1,546
Foreign exchange gains	157	69
Other	43	34
Total non-operating income	2,038	1,859
Non-operating expenses		
Interest expenses	17	14
Fiduciary obligation expenses	40	41
Litigation expenses	-	39
Other	39	7
Total non-operating expenses	97	103
Ordinary profit	3,407	3,036
Extraordinary income		
Gain on sale of non-current assets	1	3
Total extraordinary income	1	3
Extraordinary losses		
Loss on retirement of non-current assets	8	17
Loss on valuation of investment securities	45	-
Total extraordinary losses	53	17
Profit before income taxes	3,355	3,021
Income taxes - current	559	502
Income taxes - deferred	38	△26
Income taxes	598	475
Profit	2,757	2,545
Profit attributable to non-controlling interests	25	42
Profit attributable to owners of parent	2,732	2,502

Quarterly Consolidated Statement of Comprehensive Income Three months ended June 30,2023

(Millions of yen)

	First quarter ended June 30,2022	First quarter ended June 30,2023
Profit	2,757	2,545
Other comprehensive income		
Valuation difference on available-for-sale securities	279	375
Foreign currency translation adjustment	1,262	360
Remeasurements of defined benefit plans, net of tax	△6	△0
Share of other comprehensive income of entities accounted for using equity method	1,312	606
Total other comprehensive income	2,848	1,343
Comprehensive income	5,605	3,889
Comprehensive income attributable to		
owners of parent	5,567	3,841
non-controlling interests	38	47