

Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2024 (Japanese GAAP)



August 10, 2023

Tokyo Stock Exchanges in Japan

Company name : NHK SPRING CO., LTD.
 Code number : 5991
 URL : <https://www.nhkspg.co.jp/>
 Representative : Takashi Kayamoto, President & Chief Executive Officer, Representative Member of the Board
 Contact person : Kazuko Tachibana, Director, Corporate Communications Dept, Corporate Planning & Control Division
 TEL +81-45-786-7513

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 Payment date of cash dividends : —
 Supplemental materials prepared for financial results : No
 Earnings announcement for financial results : No

(Amounts less than one million yen are rounded down)

1. Consolidated Results for the First Quarter of Fiscal Year Ending March 31, 2024 (April 1, 2023 through June 30, 2023)

(1) Consolidated Financial Results (Percentage indicates change from the same period of the previous fiscal year)

	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	179,293	15.6	4,940	(17.1)	10,285	(16.9)	7,151	(16.8)
June 30, 2022	155,036	9.4	5,962	(3.3)	12,381	43.8	8,591	52.8

Note: Comprehensive income Three months ended June 30, 2023 (20,829 million 25.5 %)
 Three months ended June 30, 2022 (16,599 million 12.4 %)

	Earnings per share, Basic	Earnings per share, Diluted
	Yen	Yen
Three months ended		
June 30, 2023	31.57	—
June 30, 2022	37.68	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity to total assets
	Millions of yen	Millions of yen	%
As of			
June 30, 2023	634,814	382,744	57.6
March 31, 2023	606,039	365,860	57.6

Reference: Shareholders' equity (Net assets excluding non-controlling interests)
 As of June 30, 2023 365,793 million yen
 As of March 31, 2023 349,221 million yen

2. Dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Full year
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	15.00	—	17.00	32.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		17.00	—	17.00	34.00

Note : Revisions to the forecast of dividends since the latest announcement: No

3. Forecast of Consolidated Results for Fiscal Year Ending March 31, 2024 (April 1, 2023 through March 31, 2024)

(Percentage indicates change from the same period of the previous fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share, Basic
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	345,000	3.7	8,000	(53.7)	11,000	(60.7)	6,000	(69.8)	26.49
Full year	750,000	8.2	35,000	21.4	40,000	7.2	25,000	16.1	110.37

Note : Revisions to the forecast of consolidated results since the latest announcement: No

4. Others

- (1) Changes of significant subsidiaries in the first quarter of fiscal year ending March 31, 2024 : No
(Transfer of subsidiaries resulting in changes in the scope of consolidation)
- (2) Application of specific accounting for preparing the quarterly consolidated financial statements : No
- (3) Changes in accounting policies, procedures and methods of presentation for preparing the consolidated financial statements
- [1] Changes due to revisions of accounting standards : No
 - [2] Changes due to other reasons : No
 - [3] Changes of estimation due to accounting issues : No
 - [4] Restatements : No

(4) Number of outstanding shares (Common Stock)

[1] Number of outstanding shares

As of June 30, 2023	244,066,144 shares
As of March 31, 2023	244,066,144 shares

[2] Number of treasury stock

As of June 30, 2023	17,548,994 shares
As of March 31, 2023	17,548,689 shares

[3] Average number of shares (Cumulative)

Three months ended June 30, 2023	226,517,310 shares
Three months ended June 30, 2022	228,017,873 shares

* This quarterly report is out of the scope of the quarterly review.

* Explanation about appropriate use of the financial results forecasts, and other noteworthy matters
Statements related to the future, including the forecast of financial results, were based on the information available as of the date when this document was released. Therefore, actual results may differ considerably due to various factors that might occur in the future.

Quarterly Consolidated Financial Statements
 (1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	72,948	80,086
Notes and accounts receivable - trade, and contract assets	146,793	148,324
Merchandise and finished goods	33,396	31,054
Work in process	13,114	15,576
Raw materials and supplies	33,339	34,210
Partly-finished goods	11,648	11,965
Other	26,024	28,027
Allowance for doubtful accounts	△27	△28
Total current assets	337,237	349,218
Non-current assets		
Property, plant and equipment		
Buildings and structures	160,712	163,622
Accumulated depreciation	△108,933	△110,904
Buildings and structures, net	51,779	52,717
Machinery, equipment and vehicles	296,394	305,167
Accumulated depreciation	△237,348	△244,935
Machinery, equipment and vehicles, net	59,045	60,232
Land	31,520	31,843
Leased assets	1,258	1,048
Accumulated depreciation	△787	△608
Leased assets, net	470	440
Construction in progress	14,314	15,267
Other	86,964	91,492
Accumulated depreciation	△77,825	△80,950
Other, net	9,138	10,542
Total property, plant and equipment	166,269	171,043
Intangible assets	3,317	3,355
Investments and other assets		
Investment securities	62,287	73,218
Long-term loans receivable	1,796	1,790
Deferred tax assets	10,161	9,943
Retirement benefit asset	14,410	14,686
Other	12,200	13,263
Allowance for doubtful accounts	△1,642	△1,704
Total investments and other assets	99,214	111,197
Total non-current assets	268,801	285,596
Total assets	606,039	634,814

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	91,525	94,006
Electronically recorded obligations - operating	18,147	18,191
Short-term borrowings	21,167	20,504
Lease liabilities	484	482
Income taxes payable	4,400	4,326
Provision for bonuses	10,038	13,664
Provision for bonuses for directors (and other officers)	261	110
Notes payable - facilities	1,273	1,484
Other	24,316	26,887
Total current liabilities	171,615	179,658
Non-current liabilities		
Bonds payable	11,000	11,000
Long-term borrowings	17,090	16,460
Lease liabilities	759	741
Deferred tax liabilities	12,351	14,972
Retirement benefit liability	22,506	22,966
Provision for retirement benefits for directors (and other officers)	578	462
Provision for officers' retirement benefits	843	949
Other	3,435	4,860
Total non-current liabilities	68,563	72,411
Total liabilities	240,179	252,069
Net assets		
Shareholders' equity		
Share capital	17,009	17,009
Capital surplus	19,826	19,826
Retained earnings	275,386	278,683
Treasury shares	△15,703	△15,704
Total shareholders' equity	296,518	299,815
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	27,217	34,161
Foreign currency translation adjustment	21,018	27,326
Remeasurements of defined benefit plans	4,468	4,489
Total accumulated other comprehensive income	52,703	65,977
Non-controlling interests	16,638	16,951
Total net assets	365,860	382,744
Total liabilities and net assets	606,039	634,814

(2) Quarterly Consolidated Statement of Comprehensive Income
(Quarterly Consolidated Statements of Income)
(Three Months ended June 30, 2023)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	155,036	179,293
Cost of sales	136,597	161,165
Gross profit	18,439	18,128
Selling, general and administrative expenses	12,476	13,187
Operating profit	5,962	4,940
Non-operating income		
Interest income	131	309
Dividend income	1,256	1,512
Share of profit of entities accounted for using equity method	83	320
Foreign exchange gains	5,144	2,974
Other	448	449
Total non-operating income	7,064	5,566
Non-operating expenses		
Interest expenses	84	50
Other	561	170
Total non-operating expenses	646	221
Ordinary profit	12,381	10,285
Profit before income taxes	12,381	10,285
Income taxes	3,390	2,911
Profit	8,990	7,373
Profit attributable to non-controlling interests	399	221
Profit attributable to owners of parent	8,591	7,151

(Quarterly Consolidated Statements of Comprehensive Income)
 (Three Months ended June 30, 2023)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	8,990	7,373
Other comprehensive income		
Valuation difference on available-for-sale securities	△749	6,951
Foreign currency translation adjustment	7,469	6,086
Remeasurements of defined benefit plans, net of tax	37	21
Share of other comprehensive income of entities accounted for using equity method	850	396
Total other comprehensive income	7,608	13,456
Comprehensive income	16,599	20,829
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	15,656	20,426
Comprehensive income attributable to non-controlling interests	943	403