

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

February 2, 2024

Consolidated Financial Results for the Nine Months Ended December 31, 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: February 7, 2024
 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, 2023 (April 1, 2023 - December 31, 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	%
Nine months ended								
December 31, 2023	66,629	1.8	3,834	(6.7)	9,283	(9.9)	7,630	(8.7)
December 31, 2022	65,476	5.3	4,107	(6.3)	10,304	(1.3)	8,360	(1.3)

Note: Comprehensive income For the nine months ended December 31, 2023: ¥13,011 million [-12.8 %]
 For the nine months ended December 31, 2022: ¥14,925 million [42.8 %]

	Net income per share	Diluted net income per share
Nine months ended	Yen	Yen
December 31, 2023	274.03	—
December 31, 2022	298.14	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2023	166,267	139,310	83.3
March 31, 2023	158,385	129,450	81.3

Reference: Equity As of December 31, 2023: ¥138,533 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	—	55.00			
Fiscal year ending March 31, 2024 (Forecast)				65.00	120.00

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
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 December 31, 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 December 31, 2023	2,382,130 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)

Nine months ended December 31, 2023	27,845,793 shares
Nine months ended December 31, 2022	28,041,727 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 December 31,2023
Assets		
Current assets		
Cash and deposits	33,648	35,321
Notes and accounts receivable – trade	18,357	18,823
Electronically recorded monetary claims – operating	9,765	9,135
Securities	5,499	5,499
Inventories	14,119	15,382
Other	2,706	2,637
Allowance for doubtful accounts	△72	△25
Total current assets	84,024	86,773
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,262	13,635
Machinery, equipment and vehicles, net	5,647	5,510
Tools, furniture and fixtures, net	927	1,028
Land	3,747	3,905
Construction in progress	1,158	391
Other, net	1,210	1,155
Total property, plant and equipment	25,952	25,628
Intangible assets		
Goodwill	311	244
Other	473	516
Total intangible assets	784	760
Investments and other assets		
Investment securities	45,069	50,348
Long-term loans receivable	12	12
Retirement benefit asset	1,181	1,319
Deferred tax assets	727	742
Other	637	688
Allowance for doubtful accounts	△5	△5
Total investments and other assets	47,623	53,104
Total non-current assets	74,360	79,493
Total assets	158,385	166,267

(Millions of yen)

	As of March 31,2023	As of December 31,2023
Liabilities		
Current liabilities		
Notes and accounts payable – trade	7,090	7,556
Electronically recorded obligations – operating	8,807	6,372
Income taxes payable	657	708
Provision for bonuses	1,126	807
Other	4,803	4,572
Total current liabilities	22,484	20,018
Non-current liabilities		
Long-term borrowings	540	412
Deferred tax liabilities	1,753	2,535
Retirement benefit liability	2,268	2,193
Other	1,888	1,797
Total non-current liabilities	6,450	6,938
Total liabilities	28,935	26,956
Net assets		
Shareholders' equity		
Share capital	8,060	8,060
Capital surplus	7,098	7,114
Retained earnings	110,972	115,371
Treasury shares	△5,608	△5,542
Shareholders' equity	120,523	125,003
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	3,501	4,373
Foreign currency translation adjustment	4,760	9,193
Remeasurements of defined benefit plans	△31	△36
Valuation and translation adjustments	8,230	13,530
Non-controlling interests	696	777
Total net assets	129,450	139,310
Total liabilities and net assets	158,385	166,267

(2) Quarterly Consolidated Statement of Income and Comprehensive Income

Consolidated Statement of Income Nine months ended December 31,2023

(Millions of yen)

	Third quarter ended December 31,2022	Third quarter ended December 31,2023
Net sales	65,476	66,629
Cost of sales	48,343	49,405
Gross profit	17,133	17,224
Selling, general and administrative expenses	13,025	13,389
Operating profit	4,107	3,834
Non-operating income		
Interest income	78	126
Dividend income	236	257
Outsourcing service income	125	115
Share of profit of entities accounted for using equity method	5,277	4,944
Foreign exchange gains	525	261
Other	184	85
Total non-operating income	6,427	5,791
Non-operating expenses		
Interest expenses	38	42
Fiduciary obligation expenses	112	107
Litigation expenses	-	160
Other	79	31
Total non-operating expenses	231	342
Ordinary profit	10,304	9,283
Extraordinary income		
Gain on sale of non-current assets	3	8
Gain on liquidation of subsidiaries and associates	-	135
Other	-	0
Total extraordinary income	3	143
Extraordinary losses		
Loss on sale of non-current assets	0	-
Loss on retirement of non-current assets	15	25
Loss on valuation of investment securities	41	148
Total extraordinary losses	56	174
Profit before income taxes	10,251	9,253
Income taxes - current	1,316	1,137
Income taxes - deferred	518	422
Income taxes	1,834	1,560
Profit	8,417	7,693
Profit attributable to non-controlling interests	56	62
Profit attributable to owners of parent	8,360	7,630

Quarterly Consolidated Statement of Comprehensive Income Nine months ended December 31,2023

(Millions of yen)

	Third quarter ended December 31,2022	Third quarter ended December 31,2023
Profit	8,417	7,693
Other comprehensive income		
Valuation difference on available-for-sale securities	369	871
Foreign currency translation adjustment	3,297	2,258
Remeasurements of defined benefit plans, net of tax	△18	△0
Share of other comprehensive income of entities accounted for using equity method	2,859	2,188
Total other comprehensive income	6,508	5,318
Comprehensive income	14,925	13,011
Comprehensive income attributable to		
owners of parent	14,842	12,930
non-controlling interests	83	81