

Consolidated Financial Results for the Nine Months Ended December 31, 2023 [Under Japanese GAAP]

February 5, 2024

Company name: Dexerials Corporation Listing: Tokyo Stock Exchange
 Security code: 4980 URL: <https://www.dexerials.jp/en>
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 Quarterly Securities Report (*Shihanki Hokokusho*) filing date: February 14, 2024
 Scheduled date of dividend payment: –
 Preparation of supplementary briefing material on quarterly financial results: Yes
 Investors meeting presentation for quarterly financial results: Yes (For securities analysts and institutional investors)

(Note) Amounts less than one million yen have been omitted.

1. Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(1) Consolidated operating results (cumulative) (Percentage indicates 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, 2023	80,717	(7.5)	26,658	(9.0)	23,352	(14.2)	16,843	(9.7)
December 31, 2022	87,227	21.0	29,300	41.5	27,214	40.7	18,646	46.7

Note: Comprehensive income For the nine months ended December 31, 2023: ¥17,492 million [(11.1)%]

For the nine months ended December 31, 2022: ¥19,683 million [46.2%]

Note: EBITDA

For the nine months ended December 31, 2023: ¥31,627million [(8.0)%]

For the nine months ended December 31, 2022: ¥34,391 million [36.8%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended				
December 31, 2023	290.14		289.00	
December 31, 2022	314.25		312.56	

(2) Consolidated financial position

	Total assets		Net assets		Capital to asset ratio		Net assets per share	
	Millions of yen		Millions of yen		%		Yen	
As of								
December 31, 2023	135,074		84,994		62.9		1,461.68	
March 31, 2023	126,379		73,774		57.7		1,257.14	

Reference: Capital (Shareholders' equity + Accumulated other comprehensive income)

As of December 31, 2023: ¥84,994 million

As of March 31, 2023: ¥72,896 million

2. Dividends

	Cash dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year	Yen				
Ended March 31, 2023	–	30.00	–	35.00	65.00
Ending March 31, 2024	–	35.00	–		
Fiscal year					
Ending March 31, 2024 (forecast)				65.00	100.00

Note: Revisions to dividend forecast published most recently: Yes

For the forecast dividends for the fiscal year ending March 31, 2024, please refer to "Notice of Revised Year-End Dividend Forecast (Dividend Increase)" released on February 5, 2024.

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

(Percentage indicates year-on-year changes.)

Fiscal year	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	103,500	(2.5)	32,000	(0.9)	28,000	(7.2)	20,000	(3.3)	338.99

Note: Revisions to earnings forecast published most recently: Yes

For the revision of the earnings forecast, please refer to "Notice of Revised Consolidated Earnings Forecast for the Fiscal Year Ending March 31, 2024" released on February 5, 2024.

For more information on the consolidated financial results for the nine months ended December 31, 2023, please refer to the supplementary briefing material on quarterly financial results, Quarterly Securities Report for the third quarter to be filed on February 14, 2024, and other materials, which you can find on our website at <https://www.dexerials.jp/en/ir/library/index.html>.

[Notes]

- (1) Changes in significant subsidiaries during the current period (Changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of accounting methods used specifically for preparing the quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and restatements of prior period financial statements
- (a) Changes in accounting policies due to the application of new or revised accounting standards: None
- (b) Changes in accounting policies due to reasons other than above (a): None
- (c) Changes in accounting estimates: None
- (d) Restatements of prior period financial statements: None
- (4) Number of shares of common stock issued
- (a) Number of shares issued (including treasury shares)
- | | | | |
|--------------------------|-------------------|-----------------------|-------------------|
| As of December 31, 2023: | 61,170,500 shares | As of March 31, 2023: | 64,575,000 shares |
|--------------------------|-------------------|-----------------------|-------------------|
- (b) Number of treasury shares
- | | | | |
|--------------------------|------------------|-----------------------|------------------|
| As of December 31, 2023: | 3,022,411 shares | As of March 31, 2023: | 6,589,029 shares |
|--------------------------|------------------|-----------------------|------------------|
- (c) Average number of shares of common stock during the period
- | | | | |
|--------------------------------------|-------------------|--------------------------------------|-------------------|
| Nine months ended December 31, 2023: | 58,051,772 shares | Nine months ended December 31, 2022: | 59,336,426 shares |
|--------------------------------------|-------------------|--------------------------------------|-------------------|

Notes: 1. The number of shares issued as of December 31, 2023 decreased by 3,404,500 shares as the number of shares issued increased by 146,100 shares upon the exercise of stock options but decreased by 3,550,600 shares upon the retirement of treasury shares during the nine months ended December 31, 2023.

2. As the Company has introduced a stock compensation plan which delivers shares with restrictions on transfer, the Company's treasury shares held mainly for the purpose of allotting them as restricted shares are included in the number of treasury shares at the end of the period (293,800 shares as of December 31, 2023 and 293,800 shares as of December 31, 2022).

3. As the Company has introduced an Employee Stock Ownership Plan ("J-ESOP") and a Board Benefit Trust (BBT), the number of shares of the Company held by the trust accounts is included in the number of treasury shares as of the end of the period. In addition, the number of shares of the Company held by the Trust (an average of 3,713,724 shares for the nine months ended December 31, 2023 and an average of 5,188,674 shares for the nine months ended December 31, 2022) was included in the number of treasury shares to be deducted in the calculation of the average number of shares of common stock during the period.

* This consolidated financial results report is not subject to a quarterly review by certified public accountants or an audit firm.

* [Proper use of earnings forecast, and other special notes]

(Disclaimer with respect to earnings and other forecasts)

The forward-looking statements including results forecasts contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable. Accordingly, the Company does not intend to promise their achievement. Actual results may differ from these forecasts and forward-looking statements due to various factors.