

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)



February 5, 2024

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
 Inquiries: Director, Senior Managing Executive Officer, Kenji Mori TEL 03-3755-1111
 Chief Administrative Officer
 Scheduled date to file Quarterly Securities Report: February 6, 2024
 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 nine months ended December 31, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	20,607	(3.5)	2,319	(20.8)	2,499	(19.4)	1,757	(16.0)
Nine months ended December 31, 2022	21,350	13.2	2,927	12.2	3,100	17.3	2,092	13.1

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	88.74	–
Nine months ended December 31, 2022	103.14	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2023	67,170	59,077	87.9	2,988.69
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	–	28.00	–		
Year ending March 31, 2024 (Forecast)				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
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 nine months ended December 31, 2023
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
- (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 December 31, 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 December 31, 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)

Nine months ended December 31, 2023	19,804,611 shares	Nine months ended December 31, 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 December 31, 2023
Assets		
Current assets		
Cash and deposits	26,925	21,755
Notes and accounts receivable - trade	4,139	3,640
Electronically recorded monetary claims - operating	3,096	2,990
Securities	4,899	4,499
Merchandise and finished goods	5,405	5,791
Work in process	375	494
Raw materials and supplies	3,371	3,959
Other	721	969
Allowance for doubtful accounts	(2)	(3)
Total current assets	48,933	44,097
Non-current assets		
Property, plant and equipment		
Buildings and structures	11,403	11,601
Accumulated depreciation	(6,781)	(7,019)
Buildings and structures, net	4,622	4,581
Machinery, equipment and vehicles	4,657	5,059
Accumulated depreciation	(3,645)	(3,913)
Machinery, equipment and vehicles, net	1,012	1,145
Tools, furniture and fixtures	7,568	7,772
Accumulated depreciation	(7,000)	(7,198)
Tools, furniture and fixtures, net	567	573
Land	3,331	3,838
Leased assets	2,759	2,805
Accumulated depreciation	(1,166)	(1,286)
Leased assets, net	1,592	1,518
Construction in progress	351	4,359
Total property, plant and equipment	11,477	16,017
Intangible assets		
Other	1,694	2,003
Total intangible assets	1,694	2,003
Investments and other assets		
Investment securities	3,235	3,735
Long-term loans receivable	26	21
Deferred tax assets	1,175	998
Other	307	313
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	4,729	5,052
Total non-current assets	17,901	23,073
Total assets	66,835	67,170

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,348	1,072
Lease liabilities	272	265
Income taxes payable	621	320
Provision for bonuses	586	335
Provision for bonuses for directors (and other officers)	46	34
Other	1,527	1,652
Total current liabilities	4,403	3,681
Non-current liabilities		
Lease liabilities	1,483	1,390
Retirement benefit liability	2,433	2,449
Provision for retirement benefits for directors (and other officers)	151	182
Asset retirement obligations	30	30
Other	361	359
Total non-current liabilities	4,460	4,412
Total liabilities	8,863	8,093
Net assets		
Shareholders' equity		
Share capital	1,850	1,850
Capital surplus	1,924	1,924
Retained earnings	55,922	56,544
Treasury shares	(3,264)	(3,892)
Total shareholders' equity	56,432	56,426
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	879	1,220
Deferred gains or losses on hedges	(7)	6
Foreign currency translation adjustment	783	1,509
Remeasurements of defined benefit plans	(126)	(95)
Total accumulated other comprehensive income	1,529	2,640
Non-controlling interests	9	10
Total net assets	57,971	59,077
Total liabilities and net assets	66,835	67,170

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	21,350	20,607
Cost of sales	11,532	11,031
Gross profit	9,818	9,575
Selling, general and administrative expenses		
Salaries and allowances	1,848	1,979
Provision for bonuses	154	157
Retirement benefit expenses	149	155
Provision for retirement benefits for directors (and other officers)	25	30
Promotion expenses	173	165
Research and development expenses	785	779
Other	3,754	3,987
Total selling, general and administrative expenses	6,890	7,256
Operating profit	2,927	2,319
Non-operating income		
Interest income	17	42
Dividend income	75	84
Foreign exchange gains	10	24
Rental income from buildings	32	32
Other	69	52
Total non-operating income	206	236
Non-operating expenses		
Interest expenses	26	27
Commission for purchase of treasury shares	–	24
Other	6	5
Total non-operating expenses	33	56
Ordinary profit	3,100	2,499
Extraordinary income		
Subsidy income	–	147
Total extraordinary income	–	147
Profit before income taxes	3,100	2,646
Income taxes	1,007	888
Profit	2,093	1,758
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	2,092	1,757

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	2,093	1,758
Other comprehensive income		
Valuation difference on available-for-sale securities	79	340
Deferred gains or losses on hedges	–	13
Foreign currency translation adjustment	977	726
Remeasurements of defined benefit plans, net of tax	24	30
Total other comprehensive income	1,081	1,111
Comprehensive income	3,174	2,869
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,173	2,868
Comprehensive income attributable to non-controlling interests	1	1