

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 14,2024

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

Company name: Nippon Beet Sugar Manufacturing Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2108
 URL: <https://www.nitten.co.jp/>
 Representative: Shu Ishikuri, Representative Director and President
 Inquiries: Takahiro Kusano, General Manager of Legal Department
 Telephone: +81-3-6414-5527
 Scheduled date to file quarterly securities report: February 14,2024
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 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 (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	51,423	7.3	349	(19.6)	1,206	31.0	785	32.9
December 31, 2022	47,943	14.5	434	(64.8)	920	(48.7)	591	13.6

Note: Comprehensive income For the nine months ended December 31, 2023:¥ 3,249 million [244.5%]
 For the nine months ended December 31, 2022:¥ 943 million [526.7%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2023	59.76	—
December 31, 2022	43.83	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets Worth
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2023	112,976	69,941	61.9	5,403.48
March 31, 2023	103,149	68,134	66.1	5,102.17

Reference: Equity

As of December 31, 2023: ¥69,941 million
 As of March 31, 2023: ¥68,134 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	50.00
Fiscal year ending March 31, 2024	—	—	—		
Fiscal year ending March 31, 2024 (Forecast)				55.00	55.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

Breakdown of year-end dividend for the fiscal year ended March 31, 2024 (Forecast): ordinary dividend ¥50.00
special dividend ¥5.00

3. Consolidated Results Forecasts for Fiscal year ending March 31, 2024

(Percentages indicate year-on-year changes.)

	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
Fiscal year ending March 31, 2024	69,000	6.1	500	(66.8)	1,400	(29.8)	1,400	11.1	106.49

Note: Revisions to the results forecasts most recently announced: Yes

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes
- (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	15,325,642 shares
As of March 31, 2023	15,325,642 shares

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

As of December 31, 2023	2,381,929 shares
As of March 31, 2023	1,971,718 shares

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

Nine months ended December 31, 2023	13,147,199 shares
Nine months ended December 31, 2022	13,487,634 shares

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

* Proper use of earnings forecasts, and other special matters

Financial forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions deemed reasonable as at the time of preparing this report. Actual results may vary significantly from the forecasts due to a wide range of factors.

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	4,589	4,811
Notes and accounts receivable - trade	8,537	7,464
Electronically recorded monetary claims - operating	228	428
Securities	6,000	5,700
Merchandise and finished goods	29,667	20,740
Work in process	483	5,253
Raw materials and supplies	5,746	9,971
Other	1,808	8,150
Allowance for doubtful accounts	(6)	(6)
Total current assets	57,054	62,514
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,423	11,521
Other, net	12,987	13,641
Total property, plant and equipment	24,411	25,162
Intangible assets	513	525
Investments and other assets		
Investment securities	19,527	23,153
Retirement benefit asset	1,481	1,495
Other	163	125
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	21,169	24,773
Total non-current assets	46,094	50,461
Total assets	103,149	112,976

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Accounts payable - trade	1,180	4,168
Short-term borrowings	18,637	16,611
Income taxes payable	100	76
Other	5,806	12,017
Total current liabilities	25,724	32,874
Non-current liabilities		
Long-term borrowings	119	61
Provision for retirement benefits for directors	12	17
Retirement benefit liability	4,090	4,017
Other	5,068	6,065
Total non-current liabilities	9,290	10,161
Total liabilities	35,015	43,035
Net assets		
Shareholders' equity		
Share capital	8,279	8,279
Capital surplus	8,413	8,413
Retained earnings	45,521	45,638
Treasury shares	(3,739)	(4,514)
Total shareholders' equity	58,473	57,817
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,182	11,700
Deferred gains or losses on hedges	(2)	(7)
Remeasurements of defined benefit plans	480	431
Total accumulated other comprehensive income	9,660	12,123
Total net assets	68,134	69,941
Total liabilities and net assets	103,149	112,976

Consolidated quarterly statements of income

Consolidated cumulative second quarter

	(Millions of yen)	
	Nine months ended December 31, 2022 (April 1, 2022 to December 31, 2022)	Nine months ended December 31, 2023 (April 1, 2023 to December 31, 2023)
Net sales	47,943	51,423
Cost of sales	37,432	41,307
Gross profit	10,511	10,115
Selling, general and administrative expenses		
Selling expenses	7,809	7,365
General and administrative expenses	2,266	2,401
Total selling, general and administrative expenses	10,076	9,766
Operating profit	434	349
Non-operating income		
Interest income	0	0
Dividend income	609	895
Share of profit of entities accounted for using equity method	15	25
Other	60	67
Total non-operating income	685	989
Non-operating expenses		
Interest expenses	78	69
Loss on disposal of non-current assets	84	36
Other	35	26
Total non-operating expenses	198	132
Ordinary profit	920	1,206
Extraordinary income		
Gain on sale of investment securities	3	32
Subsidy income	-	404
Total extraordinary income	3	437
Extraordinary losses		
Loss on disposal of non-current assets	46	25
Loss on tax purpose reduction entry of non-current assets	-	403
Total extraordinary losses	46	429
Profit before income taxes	878	1,214
Income taxes	287	428
Profit	591	785
Profit attributable to owners of parent	591	785

Segment Information

Information on sales and profit (loss) by each segment

I Nine months ended December 31, 2022 (from April 1, 2022 to December 31, 2022)

(Millions of yen)

	Reportable segment						Other	Total
	Sugar	Grocery	Feed	Agricultural Materials	Real Estate	Sub-Total		
Net sales								
Customers	32,392	1,914	9,235	2,363	1,137	47,043	900	47,943
Inter-segment	180	24	11	4	93	313	4,957	5,271
Total	32,573	1,938	9,246	2,367	1,231	47,357	5,857	53,215
Segment profit (loss)	(520)	31	113	(5)	727	346	117	463

II Nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(Millions of yen)

	Reportable segment						Other	Total
	Sugar	Grocery	Feed	Agricultural Materials	Real Estate	Sub-Total		
Net sales								
Customers	36,095	1,979	9,309	2,003	1,098	50,485	938	51,423
Inter-segment	102	25	12	0	93	234	4,736	4,971
Total	36,198	2,005	9,321	2,003	1,191	50,719	5,675	56,395
Segment profit (loss)	(509)	138	(84)	35	692	272	109	381