

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Based on Japanese GAAP)

February 7, 2025

Company name: NIPPON KINZOKU CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 5491 URL <https://www.nipponkinzoku.co.jp/>
 Representative: President Yasushi Shimokawa
 General Manager of Financial Affairs
 Inquiries: Department Yoshinobu Sato TEL 03-5765-8105
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(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, 2024	38,978	2.8	(191)	–	(324)	–	(382)	–
Nine months ended December 31, 2023	37,920	(3.6)	(1,136)	–	(1,170)	–	1,964	213.4

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	(57.12)	–
Nine months ended December 31, 2023	293.46	–

(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, 2024	71,674	26,947	37.6	4,025.60
As of March 31, 2024	75,085	26,863	35.8	4,012.92

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, 2024	–	0.00	–	0.00	0.00
Year ending March 31, 2025	–	0.00	–		
Year ending March 31, 2025 (Forecast)				0.00	0.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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	53,000	3.1	(300)	–	(450)	–	(500)	–	(74.69)

4. Notes

(1) Significant changes in the scope of consolidation during the nine months ended December 31, 2024: No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(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, 2024	6,700,000 shares	As of March 31, 2024	6,700,000 shares
-------------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of December 31, 2024	5,949 shares	As of March 31, 2024	5,862 shares
-------------------------	--------------	----------------------	--------------

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

Nine months ended December 31, 2024	6,694,104 shares	Nine months ended December 31, 2023	6,694,300 shares
-------------------------------------	------------------	-------------------------------------	------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	12,040	9,570
Notes and accounts receivable - trade	8,406	7,057
Electronically recorded monetary claims - operating	7,095	7,958
Merchandise and finished goods	7,300	6,996
Work in process	5,220	5,183
Raw materials and supplies	2,030	1,709
Other	458	565
Allowance for doubtful accounts	(1)	(1)
Total current assets	42,551	39,039
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,464	3,617
Machinery, equipment and vehicles, net	10,320	9,888
Land	13,792	13,797
Other, net	687	620
Total property, plant and equipment	28,264	27,924
Intangible assets	120	113
Investments and other assets		
Investment securities	3,002	3,256
Other	1,179	1,372
Allowance for doubtful accounts	(33)	(32)
Total investments and other assets	4,148	4,596
Total non-current assets	32,533	32,634
Total assets	75,085	71,674

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,152	9,044
Electronically recorded obligations - operating	4,205	4,519
Short-term borrowings	12,412	14,455
Income taxes payable	784	64
Provision for bonuses	300	97
Provision for product warranties	52	67
Other	2,536	2,173
Total current liabilities	30,444	30,421
Non-current liabilities		
Long-term borrowings	11,710	8,127
Deferred tax liabilities for land revaluation	3,041	3,041
Retirement benefit liability	2,593	2,562
Provision for environmental measures	43	42
Other	388	531
Total non-current liabilities	17,777	14,304
Total liabilities	48,222	44,726
Net assets		
Shareholders' equity		
Share capital	6,857	6,857
Capital surplus	986	986
Retained earnings	11,128	10,746
Treasury shares	(10)	(10)
Total shareholders' equity	18,961	18,579
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,424	1,591
Revaluation reserve for land	6,077	6,077
Foreign currency translation adjustment	651	924
Remeasurements of defined benefit plans	(251)	(224)
Total accumulated other comprehensive income	7,901	8,368
Total net assets	26,863	26,947
Total liabilities and net assets	75,085	71,674

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, 2023	Nine months ended December 31, 2024
Net sales	37,920	38,978
Cost of sales	35,053	35,185
Gross profit	2,866	3,792
Selling, general and administrative expenses		
Freight and packing costs	783	809
Remuneration, salaries and allowances for directors (and other officers)	1,786	1,776
Provision for bonuses	30	27
Retirement benefit expenses	114	119
Depreciation	139	146
Other	1,148	1,105
Total selling, general and administrative expenses	4,003	3,983
Operating loss	(1,136)	(191)
Non-operating income		
Interest income	5	12
Dividend income	79	90
Rental income	32	26
Sale of scraps income	25	27
Other	25	55
Total non-operating income	167	212
Non-operating expenses		
Interest expenses	148	186
Foreign exchange losses	29	112
Other	22	46
Total non-operating expenses	201	345
Ordinary loss	(1,170)	(324)
Extraordinary income		
Gain on sale of non-current assets	4,232	0
Gain on sale of investment securities	104	0
Total extraordinary income	4,336	0
Extraordinary losses		
Loss on retirement of non-current assets	45	26
Impairment losses	–	94
Settlement payments	200	–
Total extraordinary losses	245	121
Profit (loss) before income taxes	2,919	(444)
Income taxes - current	899	193
Income taxes - deferred	55	(255)
Total income taxes	955	(61)
Profit (loss)	1,964	(382)
Profit (loss) attributable to owners of parent	1,964	(382)

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit (loss)	1,964	(382)
Other comprehensive income		
Valuation difference on available-for-sale securities	208	167
Foreign currency translation adjustment	182	272
Remeasurements of defined benefit plans, net of tax	22	27
Total other comprehensive income	414	466
Comprehensive income	2,378	84
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,378	84
Comprehensive income attributable to non-controlling interests	—	—