

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, 2023 (Based on Japanese GAAP)

February 9, 2024

Company name: NISSEI PLASTIC INDUSTRIAL CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 6293 URL <http://www.nisseijushi.co.jp>
 Representative: President & Representative Director Hozurni Yoda
 Inquiries: Director Kauyoshi Horiuchi TEL 0268-82-3000
 Scheduled date to file Quarterly Securities Report: February 9, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 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	34,056	(10.3)	1,562	(23.9)	1,361	(31.0)	837	(42.1)
Nine months ended December 31, 2022	37,945	9.7	2,054	0.7	1,971	(8.2)	1,444	(36.3)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	43.42		42.42	
Nine months ended December 31, 2022	74.08		72.47	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	90,002	41,779	46.1
As of March 31, 2023	77,645	39,663	50.7

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	20.00	–	15.00	35.00
Year ending March 31, 2024	–	15.00	–		
Year ending March 31, 2024 (Forecast)				20.00	35.00

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	46,000	(11.9)	1,200	(55.3)	1,300	(46.5)	900	(51.0)	46.15

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): 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, 2023	22,272,000 shares	As of March 31, 2023	22,272,000 shares
-------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of December 31, 2023	3,234,455 shares	As of March 31, 2023	2,768,705 shares
-------------------------	------------------	----------------------	------------------

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

Nine months ended December 31, 2023	19,281,445 shares	Nine months ended December 31, 2022	19,503,295 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

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	11,301	13,493
Notes and accounts receivable - trade, and contract assets	8,015	6,154
Electronically recorded monetary claims - operating	606	703
Merchandise and finished goods	13,070	19,406
Work in process	6,415	7,641
Raw materials and supplies	13,717	13,895
Accounts receivable - other	3,438	2,408
Other	1,783	3,597
Allowance for doubtful accounts	(406)	(303)
Total current assets	57,941	66,997
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,409	6,721
Machinery, equipment and vehicles, net	1,543	1,644
Land	4,774	4,859
Other	1,608	4,324
Total property, plant and equipment	14,336	17,549
Intangible assets	524	441
Investments and other assets		
Investment securities	2,223	2,189
Other	2,621	2,825
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	4,842	5,013
Total non-current assets	19,703	23,005
Total assets	77,645	90,002

(Millions of yen)

	As of March 31, 2023	As of December 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,386	11,122
Short-term borrowings	4,503	15,085
Current portion of long-term borrowings	2,254	2,518
Income taxes payable	417	–
Provisions	338	290
Other	5,329	7,175
Total current liabilities	26,229	36,192
Non-current liabilities		
Long-term borrowings	8,325	8,573
Retirement benefit liability	2,979	2,945
Other	446	511
Total non-current liabilities	11,752	12,030
Total liabilities	37,981	48,223
Net assets		
Shareholders' equity		
Share capital	5,362	5,362
Capital surplus	5,295	5,307
Retained earnings	27,097	27,353
Treasury shares	(1,539)	(2,030)
Total shareholders' equity	36,215	35,993
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	908	882
Deferred gains or losses on hedges	(0)	11
Foreign currency translation adjustment	2,199	4,549
Remeasurements of defined benefit plans	16	11
Total accumulated other comprehensive income	3,123	5,454
Share acquisition rights	322	330
Non-controlling interests	1	1
Total net assets	39,663	41,779
Total liabilities and net assets	77,645	90,002

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	37,945	34,056
Cost of sales	25,891	22,723
Gross profit	12,054	11,333
Selling, general and administrative expenses	9,999	9,770
Operating profit	2,054	1,562
Non-operating income		
Interest income	18	6
Dividend income	81	123
Gain on valuation of derivatives	84	–
Other	206	195
Total non-operating income	390	324
Non-operating expenses		
Interest expenses	94	131
Foreign exchange losses	351	337
Other	28	57
Total non-operating expenses	474	526
Ordinary profit	1,971	1,361
Extraordinary income		
Gain on bargain purchase	–	152
Total extraordinary income	–	152
Profit before income taxes	1,971	1,513
Income taxes	549	676
Profit	1,421	837
Loss attributable to non-controlling interests	(23)	–
Profit attributable to owners of parent	1,444	837

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	1,421	837
Other comprehensive income		
Valuation difference on available-for-sale securities	18	(26)
Deferred gains or losses on hedges	3	11
Foreign currency translation adjustment	2,987	2,350
Remeasurements of defined benefit plans, net of tax	(4)	(5)
Total other comprehensive income	3,004	2,330
Comprehensive income	4,426	3,168
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,439	3,168
Comprehensive income attributable to non-controlling interests	(13)	–