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November 7, 2024

Consolidated Financial Results for the Six Months Ended September 30, 2024 (Under Japanese GAAP)

Company name: Nittetsu Mining Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 1515
URL: https://www.nittetsukou.co.jp/
Representative: Reiichi Morikawa, Representative Director and President
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Telephone: +81-3-3216-5255
Scheduled date to file semi-annual securities report: November 14, 2024
Scheduled date to commence dividend payments: November 25, 2024
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2024	95,291	15.7	5,337	(18.8)	6,575	(7.5)	5,727	23.4
September 30, 2023	82,354	1.6	6,573	(27.6)	7,108	(26.1)	4,640	(17.1)

Note: Comprehensive income For the six months ended September 30, 2024: ¥7,719 million [(22.4)%]
For the six months ended September 30, 2023: ¥9,949 million [30.6%]

	Earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	344.31	–
September 30, 2023	278.96	–

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	233,443	156,562	62.4
March 31, 2024	229,577	150,722	61.3

Reference: Equity
As of September 30, 2024: ¥145,650 million
As of March 31, 2024: ¥140,754 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, 2024	–	84.00	–	85.00	169.00
Fiscal year ending March 31, 2025	–	90.00			
Fiscal year ending March 31, 2025 (Forecast)			–	91.00	181.00

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

3. Consolidated financial results forecast for the fiscal 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	190,000	13.9	8,500	(24.0)	10,000	(17.1)	7,500	13.6	450.84

Note: Revisions to the financial results forecast most recently announced: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Adoption of accounting treatment specific to the preparation of semi-annual consolidated financial statements: None

(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 September 30, 2024	16,704,638 shares
As of March 31, 2024	16,704,638 shares

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

As of September 30, 2024	68,953 shares
As of March 31, 2024	68,671 shares

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

Six months ended September 30, 2024	16,635,777 shares
Six months ended September 30, 2023	16,636,579 shares

*The Company has introduced the Board Benefit Trust. The number of treasury shares at the end of the period includes shares of the Company held in the Trust (17,900 shares as of September 30, 2024 and 17,900 shares as of March 31, 2024). The shares of the Company held in the Trust are also included in treasury shares to be deducted for the calculation of the "average number of shares outstanding during the period (17,900 shares for six months ended September 30, 2024 and 5,114 shares for six months ended September 30, 2023)."

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

(Notes on forward-looking statements, etc.)

Financial results forecasts and other forward-looking statements in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not guarantee their achievement. Actual performance and other results may be significantly different from the forecasts due to various factors. For details on the assumptions for financial results forecasts and notes on the use of financial results forecasts, etc., refer to "1. Qualitative Information on Semi-annual Financial Results, (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" on page 3 of the attachment (Japanese only).

(Method for obtaining supplementary material on financial results)

Supplementary material on financial results is disclosed on the TDnet and the Company's webpage upon the announcement of the financial results.

2. Semi-annual Consolidated Financial Statements and Principal Notes

(1) Semi-annual Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	37,415	30,523
Notes and accounts receivable - trade, and contract assets	33,896	33,032
Merchandise and finished goods	7,944	10,170
Work in process	16,677	21,088
Raw materials and supplies	3,655	3,833
Other	6,185	7,193
Allowance for doubtful accounts	(685)	(751)
Total current assets	105,090	105,090
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	19,175	33,286
Land for general use	16,324	16,331
Other, net	35,311	26,923
Total property, plant and equipment	70,811	76,541
Intangible assets	4,037	4,230
Investments and other assets		
Investment securities	40,016	37,788
Retirement benefit asset	623	709
Other	9,145	9,235
Allowance for doubtful accounts	(133)	(134)
Allowance for investment loss	(13)	(17)
Total investments and other assets	49,637	47,581
Total non-current assets	124,487	128,353
Total assets	229,577	233,443

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	20,540	19,730
Short-term loans payable	17,076	16,928
Income taxes payable	1,594	1,573
Provisions	1,292	1,200
Other	13,725	13,572
Total current liabilities	54,230	53,005
Non-current liabilities		
Long-term loans payable	2,514	2,211
Provisions	255	260
Net defined benefit liability	1,295	1,367
Asset retirement obligations	4,430	4,522
Other	16,127	15,513
Total non-current liabilities	24,624	23,875
Total liabilities	78,855	76,881
Net assets		
Shareholders' equity		
Capital stock	4,176	4,176
Capital surplus	2,287	2,287
Retained earnings	109,759	114,071
Treasury shares	(214)	(216)
Total shareholders' equity	116,008	120,319
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	20,437	18,490
Deferred gains or losses on hedges	(326)	(213)
Foreign currency translation adjustment	2,323	4,825
Remeasurements of defined benefit plans	2,311	2,228
Total accumulated other comprehensive income	24,746	25,331
Non-controlling interests	9,968	10,912
Total net assets	150,722	156,562
Total liabilities and net assets	229,577	233,443

(2) Semi-annual Consolidated Statements of Income and Comprehensive Income

Semi-annual Consolidated Statements of Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Net sales	82,354	95,291
Cost of sales	65,102	77,893
Gross profit	17,251	17,398
Selling, general and administrative expenses	10,677	12,060
Operating profit	6,573	5,337
Non-operating income		
Interest income	112	403
Dividend income	730	732
Share of profit of entities accounted for using equity method	–	569
Foreign exchange gains	180	193
Other	115	180
Total non-operating income	1,138	2,080
Non-operating expenses		
Interest expenses	286	545
Share of loss of entities accounted for using equity method	7	–
Maintenance fees for closed and abandoned mines	178	166
Other	131	129
Total non-operating expenses	604	841
Ordinary profit	7,108	6,575
Extraordinary income		
Gain on sales of non-current assets	24	186
Gain on sale of investment securities	177	1,100
Insurance claim income	–	1,124
Other	–	291
Total extraordinary income	201	2,703
Extraordinary losses		
Loss on sales and retirement of non-current assets	75	116
Impairment loss	2	1
Other	–	2
Total extraordinary losses	78	120
Profit before income taxes	7,231	9,157
Income taxes - current	2,142	2,169
Income taxes - deferred	73	691
Total income taxes	2,215	2,860
Profit	5,015	6,296
Profit attributable to non-controlling interests	375	568
Profit attributable to owners of parent	4,640	5,727

Semi-annual Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Profit	5,015	6,296
Other comprehensive income		
Valuation difference on available-for-sale securities	3,498	(1,946)
Deferred gains or losses on hedges	118	113
Foreign currency translation adjustment	1,337	3,339
Remeasurements of defined benefit plans	(21)	(83)
Total other comprehensive income	4,933	1,422
Comprehensive income	9,949	7,719
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	9,202	6,312
Comprehensive income attributable to non-controlling interests	747	1,406

(3) Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	For the six months ended September 30, 2023	For the six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	7,231	9,157
Depreciation	2,705	3,866
Impairment Losses	2	1
Interest and dividend income	(842)	(1,136)
Insurance claim income	–	(1,124)
Interest expenses	286	545
Decrease (increase) in trade receivables	(2,545)	1,213
Decrease (increase) in inventories	(5,290)	(6,620)
Decrease (increase) in accounts receivable - other	384	(1,385)
Increase (decrease) in trade payables	3,738	(810)
Other, net	(1,055)	(1,642)
Subtotal	4,615	2,063
Interest and dividends received	825	1,177
Proceeds from insurance income	–	1,124
Interest paid	(302)	(518)
Income taxes refund (paid)	(614)	(2,413)
Net cash provided by (used in) operating activities	4,523	1,433
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,811)	(8,257)
Proceeds from sale of investment securities	217	1,155
Other, net	(169)	58
Net cash provided by (used in) investing activities	(3,762)	(7,044)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	100	(200)
Proceeds from long-term borrowings	2,000	–
Repayments of long-term borrowings	(3,355)	(335)
Dividends paid	(1,825)	(1,413)
Dividends paid to non-controlling interests	(83)	(462)
Other, net	(402)	(527)
Net cash provided by (used in) financing activities	(3,567)	(2,938)
Effect of exchange rate change on cash and cash equivalents	1,163	1,741
Net increase (decrease) in cash and cash equivalents	(1,643)	(6,806)
Cash and cash equivalents at beginning of period	39,729	37,056
Cash and cash equivalents at end of period	38,085	30,249