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.

Consolidated Financial Results for the Three Months Ended June 30, 2024 [Under IFRS]

August 7, 2024

Company name: Dexerials Corporation
Listing: Tokyo Stock Exchange
Security code: 4980
URL: https://www.dexerials.jp/en
Representative: Yoshihisa Shinya, Representative Director and President
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Scheduled date to commence dividend payments: –
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: Yes (for securities analysts and institutional investors)

(Note) Amounts less than one million yen have been omitted.

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

(1) Consolidated operating results (cumulative) (Percentage indicates year-on-year changes.)

	Net sales		Business profit (Note)		EBITDA (Note)		Operating profit		Profit before tax	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2024	27,176	30.3	9,595	78.4	11,204	67.0	9,773	81.5	9,538	84.7
June 30, 2023	20,858	–	5,378	–	6,709	–	5,385	–	5,165	–

Note: For details of business profit and EBITDA, please refer to "* Proper use of earnings forecast, and other special notes, (Business profit and EBITDA)" on the next page.

	Profit		Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	Yen
June 30, 2024	6,689	82.1	6,689	81.5	7,251	123.8	116.95	116.72
June 30, 2023	3,672	–	3,684	–	3,239	–	63.54	63.25

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
June 30, 2024	140,760	89,325	89,325	63.5	1,561.57
March 31, 2024	140,373	85,122	85,122	60.6	1,488.91

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	–	35.00	–	65.00	100.00
Fiscal year ending March 31, 2025	–				
Fiscal year ending March 31, 2025 (forecast)		78.00	–	26.00	–

Notes: 1. Revisions to dividend forecast published most recently: None
2. Effective October 1, 2024, the Company plans to conduct a 3-for-1 split of common shares. Accordingly, as for the dividends for the fiscal year ending March 31, 2025 (forecast), the amount of the second quarter-end dividend is that before the stock split and the amount of the fiscal year-end dividend is that after the stock split. Without considering the stock split, the fiscal year-end dividend per share for the fiscal year ending March 31, 2025 (forecast) would be 78.0 yen, and the annual dividend per share would be 156.0 yen.

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

(Percentages indicate year-on-year changes.)

	Net sales		Business profit		Profit before tax		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	107,000	1.7	33,500	(1.7)	32,000	3.6	23,000	1.9	132.20

Notes: 1. Revisions to earnings forecast published most recently: None
2. For the purpose of calculating the amount of basic earnings per share, the number of shares of the Company held by the Trust as of the end of the fiscal year ended March 31, 2024 was included in the number of treasury shares, which was to be deducted from the calculation of the average number of common shares during the period.
3. Effective October 1, 2024, the Company plans to conduct a 3-for-1 split of common shares. Accordingly, basic earnings per share for the fiscal year ending March 31, 2025 was calculated on the assumption that the stock split had been conducted at the beginning of the fiscal year ending March 31, 2025. Without considering the stock split, basic earnings per share would be 396.60 yen.

[Notes]

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

(2) Changes in accounting policies and changes in accounting estimates
(i) Changes in accounting policies required by IFRS: None
(ii) Changes in accounting policies due to reasons other than (i) above: None
(iii) Changes in accounting estimates: None

(3) Number of shares of common shares issued
(a) Number of shares issued (including treasury shares)

As of June 30, 2024:	60,214,200 shares
As of March 31, 2024:	60,192,200 shares

(b) Number of treasury shares

As of June 30, 2024:	3,012,045 shares
As of March 31, 2024:	3,021,311 shares

(c) Average number of common shares during the period

Three months ended June 30, 2024:	57,195,565 shares
Three months ended June 30, 2023:	57,987,315 shares

Notes: 1. The number of shares issued as of June 30, 2024 has increased by 22,000 shares as the number of shares issued increased by 22,000 shares upon the exercise of stock options during the three months ended June 30, 2024.
2. As the Company has introduced a stock compensation plan which delivers shares with restrictions on transfer, the Company's shares are included in the number of treasury shares at the end of the period (293,800 shares as of June 30, 2024 and 293,800 shares as of March 31, 2024) mainly for the purpose of allotting them as restricted shares.
3. As the Company has introduced an Employee Stock Ownership Plan ("J-ESOP") and a Board Benefit Trust (BBT), the number of shares of the Company held by the Trust is included in the number of treasury shares as of the end of the period. In addition, the number of shares of the Company held by the Trust (an average of 3,014,854 shares for the three months ended June 30, 2024 and an average of 5,105,983 shares for the three months ended June 30, 2023) was included in the number of treasury shares to be deducted in the calculation of the average number of common shares during the period.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

* Proper use of earnings forecast, and other special notes
(Application of International Financial Reporting Standards (IFRS))
The Group has adopted IFRS from the fiscal year ending March 31, 2025. The consolidated financial statements most recently prepared in accordance with Japanese GAAP are those for the fiscal year ended March 31, 2024, and the date of transition to IFRS is April 1, 2023. For differences between IFRS and Japanese GAAP with respect to consolidated financial figures, please refer to "2. Quarterly Consolidated Financial Statements and Notes, (3) Notes to quarterly consolidated financial statements (First-time adoption of IFRS)" on page 20 of the attached materials.

(Business profit and EBITDA)
Although business profit and EBITDA are not disclosures under IFRS, the Company believes that these disclosures provide useful information to investors. The details of business profit and EBITDA are as follows.

Business profit: A profit indicator that measures the Company's recurring operating results, which are determined by deducting cost of sales and selling, general and administrative expenses from net sales
EBITDA: A profit indictor that is determined by adding back depreciation, which is recorded as cost of sales and selling, general and administrative expenses, to business profit

(Method of obtaining supplementary materials on financial results)
Supplementary materials on financial results will be posted on our website at https://www.dexerials.jp/en/ir/library/index.html.

(Disclaimer with respect to earnings and other forecasts)
The forward-looking statements including results forecasts contained in this document are based on information currently available to the Company and certain assumptions that the Company deems reasonable. Accordingly, the Company does not intend to promise their achievement. Actual results may differ from these forecasts and forward-looking statements due to various factors.