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)

January 30, 2025

Company name: Nippon Seisen Co.,Ltd.
Stock exchange listing: Tokyo
Stock code: 5659 URL https://www.n-seisen.co.jp/
Representative: President and CEO Kazuhiro Toshimitsu
Inquiries: General Manager, Accounting Department Shuichi Nagasawa TEL 06-6222-5432
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	35,480	7.0	3,495	51.2	3,586	45.6	2,467	44.0
Nine months ended December 31, 2023	33,143	(10.9)	2,312	(31.3)	2,462	(29.4)	1,712	(29.5)

Note: Comprehensive income Nine months ended December 31, 2024 ¥3,144 million [46.4%]
Nine months ended December 31, 2023 ¥2,147 million [(23.8)%]

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	80.44	–
Nine months ended December 31, 2023	55.86	–

(Note) The Company has split its shares at a ratio of five shares per share of common stock on April 1, 2024. Earnings per share was calculated assuming that the share split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	55,136	41,121	73.4
As of March 31, 2024	53,402	39,489	72.8

Reference: Equity As of December 31, 2024 ¥40,445 million
As of March 31, 2024 ¥38,886 million

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	–	105.00	–	105.00	210.00
Year ending March 31, 2025	–	28.00	–		
Year ending March 31, 2025 (Forecast)				28.00	56.00

Note: Revisions to the cash dividend forecasts most recently announced: No

(Note) The Company has split its shares at a ratio of five shares per share of common stock on April 1, 2024. The amount of actual dividend prior to the share split is shown for the year ended March 31, 2024, and the amount of dividend after the share split is shown for the year ending March 31, 2025 and the year ending March 31, 2025 (forecast).

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	47,700	6.6	4,900	38.5	4,900	32.4	3,430	32.3	111.83

Note: Revisions to the earnings forecasts most recently announced: No

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: Yes
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	31,265,190 shares	As of March 31, 2024	31,265,190 shares

Number of treasury shares at the end of the period

As of December 31, 2024	592,416 shares	As of March 31, 2024	598,565 shares

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

Nine months ended December 31, 2024	30,672,885 shares	Nine months ended December 31, 2023	30,665,900 shares

* The Company has introduced “Board Benefit Trust (BBT)” and shares of the Company held by the Trust have been included in treasury shares excluded from the calculation of the number of treasury shares at the end of the period and the average number of shares outstanding during the period.

(Note) The Company has split its shares at a ratio of five shares per share of common stock on April 1, 2024. Total number of issued shares at the end of the period (including treasury shares), number of treasury shares at the end of the period, and average number of shares during the period were calculated assuming that the share split was conducted at the beginning of the previous fiscal year.

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

* Explanation of proper use of financial results forecast, and other special matters

(Caution concerning forward-looking statements)

The above forecasts of financial results are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Consequently, actual business and other results may differ substantially due to various factors.

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	15,238	16,068
Notes and accounts receivable - trade	8,037	7,820
Electronically recorded monetary claims - operating	1,711	2,177
Merchandise and finished goods	2,629	2,979
Work in process	4,898	4,580
Raw materials and supplies	2,756	3,335
Other	212	305
Total current assets	35,484	37,268
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,395	5,212
Machinery, equipment and vehicles, net	6,809	6,820
Land	1,657	1,677
Leased assets, net	22	16
Construction in progress	1,390	1,732
Other, net	525	485
Total property, plant and equipment	15,800	15,944
Intangible assets	185	162
Investments and other assets	1,931	1,761
Total non-current assets	17,917	17,868
Total assets	53,402	55,136
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,946	6,461
Electronically recorded obligations - operating	–	175
Short-term borrowings	260	268
Income taxes payable	620	399
Provision for bonuses	693	410
Provision for bonuses for directors (and other officers)	39	–
Other	1,268	1,227
Total current liabilities	8,828	8,943
Non-current liabilities		
Long-term borrowings	176	95
Provision for share awards for directors (and other officers)	67	101
Retirement benefit liability	4,535	4,634
Provision for environmental measures	171	101
Other	133	138
Total non-current liabilities	5,083	5,071
Total liabilities	13,912	14,014

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Net assets		
Shareholders' equity		
Share capital	5,000	5,000
Capital surplus	5,558	5,558
Retained earnings	27,494	28,445
Treasury shares	(398)	(393)
Total shareholders' equity	37,653	38,610
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	40	27
Deferred gains or losses on hedges	(1)	(1)
Foreign currency translation adjustment	1,120	1,737
Remeasurements of defined benefit plans	72	71
Total accumulated other comprehensive income	1,232	1,835
Non-controlling interests	603	675
Total net assets	39,489	41,121
Total liabilities and net assets	53,402	55,136

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	33,143	35,480
Cost of sales	28,233	29,267
Gross profit	4,910	6,212
Selling, general and administrative expenses	2,597	2,716
Operating profit	2,312	3,495
Non-operating income		
Interest income	16	31
Dividend income	2	2
Purchase discounts	16	18
Compensation income	14	11
Rental income	18	18
Foreign exchange gains	66	22
Subsidies for employment adjustment	33	–
Other	6	4
Total non-operating income	174	111
Non-operating expenses		
Interest expenses	3	3
Compensation expenses	12	3
Loss on retirement of non-current assets	3	4
Other	5	8
Total non-operating expenses	24	20
Ordinary profit	2,462	3,586
Extraordinary income		
Gain on sale of non-current assets	1	–
Gain on sale of investment securities	–	5
Total extraordinary income	1	5
Extraordinary losses		
Loss on sale of investment securities	–	0
Total extraordinary losses	–	0
Profit before income taxes	2,464	3,591
Income taxes - current	617	941
Income taxes - deferred	122	149
Total income taxes	740	1,090
Profit	1,724	2,500
Profit attributable to non-controlling interests	11	33
Profit attributable to owners of parent	1,712	2,467

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	1,724	2,500
Other comprehensive income		
Valuation difference on available-for-sale securities	8	(12)
Deferred gains or losses on hedges	1	0
Foreign currency translation adjustment	386	656
Remeasurements of defined benefit plans, net of tax	27	(1)
Total other comprehensive income	423	643
Comprehensive income	2,147	3,144
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,099	3,070
Comprehensive income attributable to non-controlling interests	48	73