

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 7, 2024

Company name: NIPPON CARBIDE INDUSTRIES CO.,INC.
 Stock exchange listing: Tokyo
 Stock code: 4064 URL <https://www.carbide.co.jp/>
 Representative: President Takahisa Sugiyama
 Director Executive Officer General Manager
 Inquiries: Yuichi Yokota TEL 03-5462-8224
 Corporate Planning Department
 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 three months ended June 30, 2024 (from April 1, 2024 to June 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2024	11,239	10.5	625	59.4	945	36.6	660	(8.4)
Three months ended June 30, 2023	10,171	(12.0)	392	(47.1)	692	(38.8)	721	(17.6)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2024	71.02		–	
Three months ended June 30, 2023	76.72		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	62,426	35,547	53.6
As of March 31, 2024	61,020	34,623	53.5

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, 2024	–	30.00	–	50.00	80.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	40.00	–	40.00	80.00

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
Six months ending September 30, 2024	23,000	7.8	1,100	128.7	1,200	16.8	700	(11.1)	75.23
Full year	50,000	15.7	2,100	147.3	2,200	39.9	1,000	0.0	106.44

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (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 June 30, 2024	9,419,659 shares	As of March 31, 2024	9,419,659 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	114,892 shares	As of March 31, 2024	114,821 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	9,304,802 shares	Three months ended June 30, 2023	9,399,658 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	13,442	14,431
Notes and accounts receivable - trade, and contract assets	12,526	12,799
Merchandise and finished goods	4,699	4,813
Work in process	2,030	2,068
Raw materials and supplies	2,638	2,571
Other	566	673
Allowance for doubtful accounts	(183)	(201)
Total current assets	35,721	37,156
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,698	7,613
Machinery, equipment and vehicles, net	3,458	3,595
Land	10,610	10,638
Other, net	1,606	1,517
Total property, plant and equipment	23,374	23,364
Intangible assets	629	625
Investments and other assets		
Other	1,336	1,321
Allowance for doubtful accounts	(41)	(41)
Total investments and other assets	1,295	1,279
Total non-current assets	25,299	25,269
Total assets	61,020	62,426

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,537	5,734
Short-term borrowings	6,214	5,998
Income taxes payable	175	138
Provision for bonuses	622	606
Provision for bonuses for directors (and other officers)	32	–
Other	2,098	2,645
Total current liabilities	14,681	15,123
Non-current liabilities		
Long-term borrowings	4,943	4,923
Retirement benefit liability	3,720	3,779
Provision for retirement benefits for directors (and other officers)	22	18
Deferred tax liabilities for land revaluation	2,411	2,411
Other	616	623
Total non-current liabilities	11,714	11,755
Total liabilities	26,396	26,878
Net assets		
Shareholders' equity		
Share capital	7,797	7,797
Capital surplus	3,112	3,112
Retained earnings	13,298	13,494
Treasury shares	(212)	(212)
Total shareholders' equity	23,996	24,191
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	49	44
Deferred gains or losses on hedges	0	2
Revaluation reserve for land	5,342	5,342
Foreign currency translation adjustment	3,333	3,996
Remeasurements of defined benefit plans	(90)	(85)
Total accumulated other comprehensive income	8,634	9,299
Non-controlling interests	1,992	2,056
Total net assets	34,623	35,547
Total liabilities and net assets	61,020	62,426

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	10,171	11,239
Cost of sales	6,939	7,763
Gross profit	3,232	3,476
Selling, general and administrative expenses	2,840	2,850
Operating profit	392	625
Non-operating income		
Interest income	45	60
Dividend income	13	10
Foreign exchange gains	256	285
Other	75	48
Total non-operating income	391	405
Non-operating expenses		
Interest expenses	27	33
Other	64	51
Total non-operating expenses	91	84
Ordinary profit	692	945
Extraordinary income		
Gain on sale of investment securities	206	–
Total extraordinary income	206	–
Profit before income taxes	898	945
Income taxes - current	145	211
Income taxes - deferred	(9)	(28)
Total income taxes	136	182
Profit	762	763
Profit attributable to non-controlling interests	41	102
Profit attributable to owners of parent	721	660

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	762	763
Other comprehensive income		
Valuation difference on available-for-sale securities	(152)	(8)
Deferred gains or losses on hedges	0	2
Foreign currency translation adjustment	440	675
Remeasurements of defined benefit plans, net of tax	8	5
Total other comprehensive income	296	676
Comprehensive income	1,059	1,439
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	996	1,326
Comprehensive income attributable to non-controlling interests	62	113