

May 13, 2025

Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (Under Japanese GAAP)

Company name: NIPPON CARBIDE INDUSTRIES CO., INC.
 Listing: Tokyo Stock Exchange
 Securities code: 4064
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 Representative: Sugiyama Takahisa, President and CEO
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 Scheduled date of annual general meeting of shareholders: June 27, 2025
 Scheduled date to commence dividend payments: June 30, 2025
 Scheduled date to file annual securities report: June 26, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

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

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2025	48,727	12.7	3,493	311.4	3,761	139.1	2,211	121.2
March 31, 2024	43,231	(1.8)	849	(32.7)	1,573	(17.3)	999	200.8

Note: Comprehensive income For the fiscal year ended March 31, 2025: ¥4,206 million [72.8%]
 For the fiscal year ended March 31, 2024: ¥2,433 million [44.6%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2025	237.50	-	6.5	6.0	7.2
March 31, 2024	106.42	-	3.1	2.6	2.0

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended March 31, 2025: ¥(4) million
 For the fiscal year ended March 31, 2024: ¥(14) million

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2025	63,360	37,906	56.4	3,835.18
March 31, 2024	61,020	34,623	53.5	3,506.87

Reference: Equity
 As of March 31, 2025: ¥35,721 million
 As of March 31, 2024: ¥32,630 million

(3) Consolidated cash flows

Fiscal year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2025	4,105	(1,212)	(2,543)	13,063
March 31, 2024	5,373	(2,437)	(1,264)	12,057

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	-	30.00	-	50.00	80.00	747	75.2	2.3
Fiscal year ended March 31, 2025	-	40.00	-	40.00	80.00	745	33.7	2.2
Fiscal year ending March 31, 2026 (Forecast)		41.00		41.00	82.00		33.2	

Note: Breakdown of year-end dividends for the fiscal year ending March 31, 2024: Ordinary dividend of 35.00 yen, Special dividend of 15.00 yen

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		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 ending March 31, 2026	49,000	0.6	3,300	(5.5)	3,400	(9.6)	2,300	4.0	247.01

*Notes

- (1) Significant changes in the scope of consolidation during the period: None
- (2) 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
- (3) Number of issued shares (common shares)

- (i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025	9,419,659 shares
As of March 31, 2024	9,419,659 shares

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

As of March 31, 2025	105,536 shares
As of March 31, 2024	114,821 shares

- (iii) Average number of shares outstanding during the period

Fiscal year ended March 31, 2025	9,311,257 shares
Fiscal year ended March 31, 2024	9,395,298 shares

Consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	13,442	14,538
Notes and accounts receivable - trade, and contract assets	12,526	13,928
Merchandise and finished goods	4,699	4,779
Work in process	2,030	2,143
Raw materials and supplies	2,638	2,749
Other	566	537
Allowance for doubtful accounts	(183)	(222)
Total current assets	35,721	38,453
Non-current assets		
Property, plant and equipment		
Buildings and structures	23,634	24,412
Accumulated depreciation	(15,936)	(16,888)
Buildings and structures, net	7,698	7,523
Machinery, equipment and vehicles	35,163	36,878
Accumulated depreciation	(31,705)	(33,245)
Machinery, equipment and vehicles, net	3,458	3,632
Tools, furniture and fixtures	7,181	7,219
Accumulated depreciation	(6,313)	(6,438)
Tools, furniture and fixtures, net	867	780
Land	10,610	10,667
Leased assets	1,581	1,663
Accumulated depreciation	(1,219)	(1,356)
Leased assets, net	361	306
Construction in progress	377	144
Total property, plant and equipment	23,374	23,055
Intangible assets	629	657
Investments and other assets		
Investment securities	435	387
Deferred tax assets	603	550
Other	297	297
Allowance for doubtful accounts	(41)	(40)
Total investments and other assets	1,295	1,195
Total non-current assets	25,299	24,907
Total assets	61,020	63,360

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,537	5,890
Short-term borrowings	6,214	5,714
Income taxes payable	175	380
Provision for bonuses	622	626
Provision for bonuses for directors (and other officers)	32	51
Other	2,098	2,366
Total current liabilities	14,681	15,030
Non-current liabilities		
Long-term borrowings	4,943	3,891
Retirement benefit liability	3,720	3,391
Provision for retirement benefits for directors (and other officers)	22	21
Deferred tax liabilities for land revaluation	2,411	2,482
Other	616	638
Total non-current liabilities	11,714	10,423
Total liabilities	26,396	25,454
Net assets		
Shareholders' equity		
Share capital	7,797	7,797
Capital surplus	3,112	3,113
Retained earnings	13,298	14,672
Treasury shares	(212)	(195)
Total shareholders' equity	23,996	25,388
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	49	27
Deferred gains or losses on hedges	0	1
Revaluation reserve for land	5,342	5,271
Foreign currency translation adjustment	3,333	4,674
Remeasurements of defined benefit plans	(90)	358
Total accumulated other comprehensive income	8,634	10,333
Non-controlling interests	1,992	2,184
Total net assets	34,623	37,906
Total liabilities and net assets	61,020	63,360

Consolidated statement of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	43,231	48,727
Cost of sales	31,027	33,124
Gross profit	12,203	15,603
Selling, general and administrative expenses	11,354	12,109
Operating profit	849	3,493
Non-operating income		
Interest income	223	198
Dividend income	17	14
Foreign exchange gains	545	1
Electricity sale income	57	53
Subsidy income	2	66
Other	130	132
Total non-operating income	977	466
Non-operating expenses		
Interest expenses	70	86
Rental costs	45	22
Electricity sale expenses	65	52
Share of loss of entities accounted for using equity method	14	4
Other	57	32
Total non-operating expenses	253	198
Ordinary profit	1,573	3,761
Extraordinary income		
Gain on sale of non-current assets	98	-
Gain on sale of investment securities	206	-
Compensation for damage income	1,666	-
Total extraordinary income	1,971	-
Extraordinary losses		
Loss on retirement of non-current assets	86	216
Impairment losses	1,660	84
Total extraordinary losses	1,746	300
Profit before income taxes	1,797	3,460
Income taxes - current	662	958
Refund of income taxes for prior periods	(120)	-
Income taxes - deferred	83	51
Total income taxes	625	1,009
Profit	1,171	2,450
Profit attributable to non-controlling interests	172	239
Profit attributable to owners of parent	999	2,211

Consolidated statement of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	1,171	2,450
Other comprehensive income		
Valuation difference on available-for-sale securities	(120)	(30)
Deferred gains or losses on hedges	1	0
Revaluation reserve for land	-	(71)
Foreign currency translation adjustment	1,246	1,403
Remeasurements of defined benefit plans, net of tax	135	452
Total other comprehensive income	1,261	1,755
Comprehensive income	2,433	4,206
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,193	3,909
Comprehensive income attributable to non-controlling interests	240	296

Consolidated statement of changes in equity

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	7,789	3,103	12,909	(12)	23,789
Issuance of new shares	8	8			17
Dividends of surplus			(611)		(611)
Profit attributable to owners of parent			999		999
Reversal of revaluation reserve for land			0		0
Purchase of treasury shares				(199)	(199)
Disposal of treasury shares					
Net changes in items other than shareholders' equity					-
Total changes during period	8	8	388	(199)	206
Balance at end of period	7,797	3,112	13,298	(212)	23,996

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	177	(0)	5,342	2,146	(224)	7,441	1,854	33,086
Issuance of new shares								17
Dividends of surplus								(611)
Profit attributable to owners of parent								999
Reversal of revaluation reserve for land								0
Purchase of treasury shares								(199)
Disposal of treasury shares								
Net changes in items other than shareholders' equity	(128)	1	(0)	1,186	133	1,192	138	1,330
Total changes during period	(128)	1	(0)	1,186	133	1,192	138	1,537
Balance at end of period	49	0	5,342	3,333	(90)	8,634	1,992	34,623

Consolidated statement of changes in equity

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	7,797	3,112	13,298	(212)	23,996
Issuance of new shares					
Dividends of surplus			(837)		(837)
Profit attributable to owners of parent			2,211		2,211
Reversal of revaluation reserve for land			0		0
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		1		17	18
Net changes in items other than shareholders' equity					-
Total changes during period	-	1	1,373	17	1,391
Balance at end of period	7,797	3,113	14,672	(195)	25,388

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	49	0	5,342	3,333	(90)	8,634	1,992	34,623
Issuance of new shares								
Dividends of surplus								(837)
Profit attributable to owners of parent								2,211
Reversal of revaluation reserve for land								0
Purchase of treasury shares								(0)
Disposal of treasury shares								18
Net changes in items other than shareholders' equity	(21)	0	(71)	1,341	449	1,698	191	1,890
Total changes during period	(21)	0	(71)	1,341	449	1,698	191	3,282
Balance at end of period	27	1	5,271	4,674	358	10,333	2,184	37,906

Consolidated statement of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	1,797	3,460
Depreciation	2,014	1,921
Impairment losses	1,660	84
Increase (decrease) in retirement benefit liability	96	55
Increase (decrease) in provision for retirement benefits for directors (and other officers)	3	(1)
Increase (decrease) in provision for bonuses	6	(1)
Increase (decrease) in provision for bonuses for directors (and other officers)	0	19
Increase (decrease) in allowance for doubtful accounts	(23)	26
Interest and dividend income	(241)	(212)
Interest expenses	70	86
Foreign exchange losses (gains)	(106)	(145)
Share of loss (profit) of entities accounted for using equity method	14	4
Loss on retirement of non-current assets	86	216
Loss (gain) on sale of non-current assets	(98)	-
Loss (gain) on sale of investment securities	(206)	-
Compensation for damage income	(1,666)	-
Decrease (increase) in trade receivables	(37)	(1,041)
Decrease (increase) in inventories	1,027	154
Increase (decrease) in trade payables	(567)	170
Other, net	376	(83)
Subtotal	4,207	4,714
Interest and dividends received	261	238
Interest paid	(69)	(87)
Income taxes paid	(775)	(759)
Proceeds from compensation for damage	1,749	-
Net cash provided by (used in) operating activities	5,373	4,105

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from investing activities		
Payments into time deposits	(1,525)	(1,599)
Proceeds from withdrawal of time deposits	1,300	1,507
Purchase of property, plant and equipment	(2,939)	(993)
Proceeds from sale of property, plant and equipment	291	0
Purchase of investment securities	(0)	(0)
Proceeds from sale of investment securities	469	11
Loan advances	(3)	(1)
Proceeds from collection of loans receivable	3	3
Other, net	(33)	(138)
Net cash provided by (used in) investing activities	(2,437)	(1,212)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	200	(100)
Proceeds from long-term borrowings	2,700	1,300
Repayments of long-term borrowings	(3,203)	(2,751)
Dividends paid	(611)	(837)
Repayments of lease liabilities	(70)	(63)
Other, net	(279)	(90)
Net cash provided by (used in) financing activities	(1,264)	(2,543)
Effect of exchange rate change on cash and cash equivalents	564	656
Net increase (decrease) in cash and cash equivalents	2,235	1,006
Cash and cash equivalents at beginning of period	9,821	12,057
Cash and cash equivalents at end of period	12,057	13,063