

February 10, 2025

Consolidated Financial Results for the Nine Months Ended December 31, 2024 (Under Japanese GAAP)

Company name: NIPPON CHEMI-CON CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 6997
 URL: <https://www.chemi-con.co.jp/>
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: None
 Holding of financial results briefing: None

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

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	90,826	(21.7)	2,287	(68.3)	1,188	(81.4)	13	-
December 31, 2023	116,021	(3.2)	7,208	(20.0)	6,375	(18.3)	(22,141)	-

Note: Comprehensive income For the nine months ended December 31, 2024: ¥ 1,128 million [- %]
 For the nine months ended December 31, 2023: ¥ (19,620) million [- %]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended				
December 31, 2024	0.66		0.34	
December 31, 2023	(1,081.87)		-	

(2) Consolidated financial position

	Total assets		Net assets		Equity-to-asset ratio	
	Millions of yen		Millions of yen		%	
As of						
December 31, 2024	160,096		54,537		33.7	
March 31, 2024	172,921		53,610		30.7	

Reference: Equity
 As of December 31, 2024: ¥ 53,991 million
 As of March 31, 2024 : ¥ 53,097 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	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2025	-	0.00	-	-	-
Fiscal year ending March 31, 2025 (Forecast)					

Note: Revisions to the forecast of cash dividends most recently announced: None

Note: The year-end dividend forecast for the fiscal year ending March 31, 2025 is undecided at this time.

Note: The above "Cash dividends" refers to dividends on common shares. Please refer to "Cash dividends on class shares" below for the status of dividends on class shares (unlisted) that have different rights from those of common shares issued by the Company.

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		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, 2025	133,000	(11.8)	7,200	(23.6)	5,900	(25.4)	4,000	-	187.29

Note: Revisions to the earnings forecasts most recently announced: None

*** Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of accounting treatment specific to the preparation of quarterly 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: Yes
 - (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 December 31, 2024	21,939,933 shares
As of March 31, 2024	21,939,933 shares

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

As of December 31, 2024	609,529 shares
As of March 31, 2024	581,744 shares

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

Nine months ended December 31, 2024	21,357,439 shares
Nine months ended December 31, 2023	20,466,232 shares

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

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials 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. Actual financial results, etc. may differ substantially due to various factors. Please refer to "1. Operating Results (3) Explanation of Forward-Looking Statements" on page 2 for the assumptions used in forecasting business results and precautions regarding the use of business results forecasts.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	45,300	25,153
Notes and accounts receivable - trade	25,853	22,818
Merchandise and finished goods	11,186	13,976
Work in process	11,731	14,084
Raw materials and supplies	6,236	6,510
Other	4,564	7,200
Allowance for doubtful accounts	(58)	(56)
Total current assets	104,815	89,685
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,412	15,571
Machinery, equipment and vehicles, net	15,739	16,001
Tools, furniture and fixtures, net	2,733	2,865
Land	6,966	6,972
Leased assets, net	377	340
Right-of-use assets, net	3,084	2,968
Construction in progress	8,470	4,468
Total property, plant and equipment	47,784	49,187
Intangible assets	2,339	2,319
Investments and other assets		
Investment securities	14,649	15,325
Other	3,350	3,597
Allowance for doubtful accounts	(17)	(18)
Total investments and other assets	17,982	18,904
Total non-current assets	68,106	70,410
Total assets	172,921	160,096

	As of March 31, 2024	As of December 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,143	7,725
Short-term borrowings	46,560	21,556
Accounts payable - other	7,501	5,540
Income taxes payable	1,161	370
Provision for bonuses	1,231	765
Other	11,419	12,065
Total current liabilities	75,017	48,023
Non-current liabilities		
Long-term borrowings	38,904	52,901
Other	5,388	4,634
Total non-current liabilities	44,293	57,535
Total liabilities	119,310	105,558
Net assets		
Shareholders' equity		
Share capital	5,452	5,452
Capital surplus	57,487	57,343
Retained earnings	(26,702)	(26,704)
Treasury shares	(917)	(958)
Total shareholders' equity	35,320	35,133
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(8)	(95)
Foreign currency translation adjustment	11,790	13,259
Remeasurements of defined benefit plans	5,994	5,695
Total accumulated other comprehensive income	17,777	18,858
Non-controlling interests	513	545
Total net assets	53,610	54,537
Total liabilities and net assets	172,921	160,096

Quarterly consolidated statement of income

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	116,021	90,826
Cost of sales	91,268	72,998
Gross profit	24,753	17,827
Selling, general and administrative expenses	17,544	15,539
Operating profit	7,208	2,287
Non-operating income		
Interest income	112	145
Dividend income	82	1
Share of profit of entities accounted for using equity method	521	847
Other	55	31
Total non-operating income	772	1,026
Non-operating expenses		
Interest expenses	1,026	1,151
Foreign exchange losses	310	241
Financing expenses	222	547
Other	46	186
Total non-operating expenses	1,605	2,125
Ordinary profit	6,375	1,188
Extraordinary income		
Gain on sale of non-current assets	2	7
Gain on sale of investment securities	2,463	-
Total extraordinary income	2,466	7
Extraordinary losses		
Loss on disposal of non-current assets	27	21
Loss on antitrust law	29,276	973
Total extraordinary losses	29,303	994
Profit (loss) before income taxes	(20,461)	201
Income taxes - current	1,753	333
Income taxes - deferred	(80)	(154)
Total income taxes	1,672	178
Profit (loss)	(22,134)	22
Profit attributable to non-controlling interests	7	8
Profit (loss) attributable to owners of parent	(22,141)	13

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit (loss)	(22,134)	22
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,163)	-
Foreign currency translation adjustment	3,495	1,379
Remeasurements of defined benefit plans, net of tax	62	(299)
Share of other comprehensive income of entities accounted for using equity method	118	24
Total other comprehensive income	2,513	1,105
Comprehensive income	(19,620)	1,128
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(19,664)	1,095
Comprehensive income attributable to non-controlling interests	43	32