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## Consolidated Financial Results for the Nine Months Ended December 31, 2022 [Japanese GAAP]

February 03, 2023

Company name: NIPPO LTD.

Stock exchange listing: Tokyo, Nagoya

Code number: 9913

URL: <https://www.nip.co.jp/>

Representative: Yasuchika Iwasa

Representative Director and President

Contact: Hisatomo Mikami

Director and Chief of Corporate Headquarters

Phone: +81-52-218-3161

Scheduled date of filing quarterly securities report: February 08, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Nine Months Ended December 31, 2022 (April 01, 2022 to December 31, 2022)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2022	29,336	11.3	1,474	63.4	1,448	47.2	991	35.4
December 31, 2021	26,354	-	902	177.2	983	479.3	732	-

(Note) Comprehensive income: Nine months ended December 31, 2022: ¥ 2,677 million [ 190.3%]  
 Nine months ended December 31, 2021: ¥ 922 million [ -%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2022	109.95	-
December 31, 2021	80.42	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of December 31, 2022	29,716	12,692	42.7
March 31, 2022	26,087	10,364	39.7

(Reference) Equity: As of December 31, 2022: ¥ 12,691 million  
 As of March 31, 2022: ¥ 10,363 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	-	0.00	-	22.00	22.00
Fiscal year ending March 31, 2023	-	0.00	-		
Fiscal year ending March 31, 2023 (Forecast)				30.00	30.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending March 31, 2023 :

Commemorative dividend	- yen
Special dividend	- yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023(April 01, 2022 to March 31, 2023)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	37,500	5.7	1,790	33.4	1,710	20.1	1,170	13.5	128.91

(Note) Revision to the financial results forecast announced most recently: No

### \* Notes:

(1) Changes in significant subsidiaries during the nine months ended December 31, 2022

(changes in specified subsidiaries resulting in changes in scope of consolidation): No

New - (Company name: )

Exclusion: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: Yes

3) Changes in accounting estimates: Yes

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

December 31, 2022: 9,127,338 shares

March 31, 2022: 9,127,338 shares

2) Total number of treasury shares at the end of the period:

December 31, 2022: 240,226 shares

March 31, 2022: 19,286 shares

3) Average number of shares during the period:

Nine months ended December 31, 2022: 9,018,000 shares

Nine months ended December 31, 2021: 9,108,140 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31,2022	As of December 31,2022
<b>Assets</b>		
Current assets		
Cash and deposits	4,580	5,515
Notes and accounts receivable - trade	6,339	6,952
Electronically recorded monetary claims - operating	1,237	678
Merchandise and finished goods	1,709	2,235
Work in process	316	406
Raw materials and supplies	784	1,040
Accounts receivable - other	315	474
Other	301	374
Allowance for doubtful accounts	(4)	(6)
Total current assets	15,582	17,671
Non-current assets		
Property, plant and equipment		
Buildings and structures	8,650	9,869
Accumulated depreciation	(5,088)	(6,017)
Buildings and structures, net	3,562	3,851
Machinery, equipment and vehicles	9,743	11,526
Accumulated depreciation	(7,919)	(9,443)
Machinery, equipment and vehicles, net	1,824	2,083
Tools, furniture and fixtures	1,173	1,311
Accumulated depreciation	(969)	(1,059)
Tools, furniture and fixtures, net	203	251
Land	1,637	1,776
Construction in progress	225	478
Total property, plant and equipment	7,452	8,442
Intangible assets		
Other	115	367
Total intangible assets	115	367
Investments and other assets		
Investment securities	1,637	1,885
Deferred tax assets	139	166
Retirement benefit asset	12	14
Other	1,160	1,181
Allowance for doubtful accounts	(12)	(12)
Total investments and other assets	2,937	3,235
Total non-current assets	10,505	12,045
Total assets	26,087	29,716

(Million yen)

	As of March 31,2022	As of December 31,2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	7,415	8,363
Short-term borrowings	2,845	2,187
Current portion of long-term borrowings	268	346
Lease liabilities	198	130
Income taxes payable	199	149
Provision for bonuses	312	369
Other	1,346	1,627
Total current liabilities	12,586	13,174
Non-current liabilities		
Long-term borrowings	526	1,038
Lease liabilities	245	225
Deferred tax liabilities	134	320
Deferred tax liabilities for land revaluation	2	2
Retirement benefit liability	1,595	1,728
Asset retirement obligations	168	203
Other	462	330
Total non-current liabilities	3,135	3,849
Total liabilities	15,722	17,023
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,137	3,137
Capital surplus	612	612
Retained earnings	5,926	6,718
Treasury shares	(12)	(161)
Total shareholders' equity	9,664	10,306
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	59	126
Revaluation reserve for land	5	5
Foreign currency translation adjustment	655	2,271
Remeasurements of defined benefit plans	(21)	(19)
Total accumulated other comprehensive income	699	2,385
Non-controlling interests	1	1
Total net assets	10,364	12,692
Total liabilities and net assets	26,087	29,716

Quarterly Consolidated Statements of Income and Comprehensive Income  
Quarterly Consolidated Statements of Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Net sales	26,354	29,336
Cost of sales	22,052	24,248
Gross profit	4,301	5,087
Selling, general and administrative expenses	3,399	3,613
Operating profit	902	1,474
Non-operating income		
Interest income	6	7
Dividend income	37	61
Foreign exchange gains	95	-
Gain on sale of scraps	33	40
Compensation income	1	1
Other	35	34
Total non-operating income	209	146
Non-operating expenses		
Interest expenses	59	88
Loss on sale of electronically recorded monetary claims	11	23
Foreign exchange losses	-	17
Other	56	41
Total non-operating expenses	128	171
Ordinary profit	983	1,448
Extraordinary income		
Gain on sale of non-current assets	9	5
Gain on sale of investment securities	4	0
Total extraordinary income	13	5
Extraordinary losses		
Loss on disposal of non-current assets	2	2
Loss on liquidation of subsidiaries	15	-
Total extraordinary losses	18	2
Profit before income taxes	979	1,451
Income taxes - current	173	316
Income taxes - deferred	72	143
Total income taxes	246	460
Profit	732	991
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	732	991

Quarterly Consolidated Statements of Comprehensive Income (For the nine months)

(Million yen)

	For the nine months ended December 31,2021	For the nine months ended December 31,2022
Profit	732	991
Other comprehensive income		
Valuation difference on available-for-sale securities	(4)	67
Foreign currency translation adjustment	156	1,616
Remeasurements of defined benefit plans, net of tax	37	2
Total other comprehensive income	189	1,686
Comprehensive income	922	2,677
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	922	2,677
Comprehensive income attributable to non-controlling interests	0	0