

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 14, 2024

Company name: NISSEI PLASTIC INDUSTRIAL CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 6293 URL <https://www.nisseijushi.co.jp>
 Representative: President & Representative Director Hozurni Yoda
 Inquiries: Director Kauyoshi Horiuchi TEL 0268-82-3000
 Scheduled date of ordinary general meeting of shareholders: June 26, 2024
 Scheduled date to file Securities Report: June 26, 2024
 Scheduled date to commence dividend payments: June 27, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

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	%
Year ended March 31, 2024	47,068	(9.8)	1,724	(35.7)	1,340	(44.8)	376	(79.5)
Year ended March 31, 2023	52,205	7.1	2,682	4.0	2,427	(17.4)	1,835	(31.5)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	19.57	19.11	0.9	1.6	3.7
Year ended March 31, 2023	94.13	92.07	4.8	3.3	5.1

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	86,639	40,278	46.1	2,098.33
As of March 31, 2023	77,645	39,663	50.7	2,017.08

(3) Consolidated cash flows

	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
Year ended March 31, 2024	(8,222)	(4,244)	9,268	8,454
Year ended March 31, 2023	(4,155)	(1,572)	6,127	11,301

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	—	20.00	—	15.00	35.00	682	37.2	1.8
Year ended March 31, 2024	—	15.00	—	20.00	35.00	669	178.9	1.7
Year ending March 31, 2025 (Forecast)	—	15.00	—	20.00	35.00		111.1	

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	19,500	(13.6)	250	(67.7)	350	(56.3)	150	(73.5)	7.88
Full year	45,500	(3.3)	1,050	(39.1)	1,150	(14.2)	600	59.5	31.52

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

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

(2) 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

(3) Number of issued shares (common shares)

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

As of March 31, 2024	22,272,000 shares	As of March 31, 2023	22,272,000 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	3,234,455 shares	As of March 31, 2023	2,768,705 shares
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Average number of shares during the period

Year ended March 31, 2024	19,220,470 shares	Year ended March 31, 2023	19,503,295 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	11,301	8,454
Notes and accounts receivable - trade, and contract assets	8,015	7,213
Electronically recorded monetary claims - operating	606	959
Merchandise and finished goods	13,070	18,864
Work in process	6,415	6,700
Raw materials and supplies	13,717	13,401
Accounts receivable - other	3,438	2,837
Income taxes refund receivable	–	162
Other	1,783	3,888
Allowance for doubtful accounts	(406)	(290)
Total current assets	57,941	62,192
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,436	16,021
Accumulated depreciation	(9,026)	(9,454)
Buildings and structures, net	6,409	6,567
Machinery, equipment and vehicles	6,284	8,083
Accumulated depreciation	(4,740)	(5,396)
Machinery, equipment and vehicles, net	1,543	2,687
Tools, furniture and fixtures	4,413	4,454
Accumulated depreciation	(4,138)	(4,226)
Tools, furniture and fixtures, net	275	228
Land	4,774	4,841
Leased assets	701	868
Accumulated depreciation	(304)	(384)
Leased assets, net	396	483
Construction in progress	937	4,041
Total property, plant and equipment	14,336	18,848
Intangible assets		
Leased assets	8	5
Other	515	398
Total intangible assets	524	404
Investments and other assets		
Investment securities	2,223	2,652
Deferred tax assets	2,380	1,936
Retirement benefit asset	36	39
Other	204	567
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	4,842	5,194
Total non-current assets	19,703	24,447
Total assets	77,645	86,639

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	13,386	10,109
Short-term borrowings	4,503	10,778
Current portion of long-term borrowings	2,254	3,117
Lease liabilities	190	178
Income taxes payable	417	–
Provision for bonuses	95	96
Provision for product warranties	241	127
Other	5,139	6,455
Total current liabilities	26,229	30,862
Non-current liabilities		
Long-term borrowings	8,325	12,017
Lease liabilities	264	353
Deferred tax liabilities	17	10
Retirement benefit liability	2,979	2,948
Long-term accounts payable - other	110	110
Other	53	57
Total non-current liabilities	11,752	15,498
Total liabilities	37,981	46,360
Net assets		
Shareholders' equity		
Share capital	5,362	5,362
Capital surplus	5,295	5,307
Retained earnings	27,097	26,892
Treasury shares	(1,539)	(2,030)
Total shareholders' equity	36,215	35,532
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	908	1,066
Deferred gains or losses on hedges	(0)	–
Foreign currency translation adjustment	2,199	3,358
Remeasurements of defined benefit plans	16	(9)
Total accumulated other comprehensive income	3,123	4,414
Share acquisition rights	322	330
Non-controlling interests	1	1
Total net assets	39,663	40,278
Total liabilities and net assets	77,645	86,639

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	52,205	47,068
Cost of sales	36,005	32,033
Gross profit	16,200	15,034
Selling, general and administrative expenses	13,518	13,310
Operating profit	2,682	1,724
Non-operating income		
Interest income	37	89
Dividend income	88	109
Purchase discounts	28	24
Gain on valuation of derivatives	84	–
Rental income	27	26
Commission income	18	18
Electricity sale income	24	22
Other	179	183
Total non-operating income	489	475
Non-operating expenses		
Interest expenses	121	202
Foreign exchange losses	535	600
Electricity sale expenses	6	6
Other	79	49
Total non-operating expenses	743	859
Ordinary profit	2,427	1,340
Extraordinary income		
Gain on bargain purchase	–	152
Gain on liquidation of subsidiaries and associates	–	101
Total extraordinary income	–	254
Profit before income taxes	2,427	1,594
Income taxes - current	1,178	751
Income taxes - deferred	(563)	466
Total income taxes	615	1,218
Profit	1,812	376
Profit (loss) attributable to non-controlling interests	(23)	–
Profit attributable to owners of parent	1,835	376

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	1,812	376
Other comprehensive income		
Valuation difference on available-for-sale securities	196	157
Deferred gains or losses on hedges	3	0
Foreign currency translation adjustment	1,591	1,159
Remeasurements of defined benefit plans, net of tax	(2)	(25)
Total other comprehensive income	1,788	1,291
Comprehensive income	3,601	1,667
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,624	1,667
Comprehensive income attributable to non-controlling interests	(23)	–

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,362	5,334	25,944	(1,539)	35,102
Changes during period					
Dividends of surplus			(682)		(682)
Profit attributable to owners of parent			1,835		1,835
Capital increase of consolidated subsidiaries		(39)			(39)
Net changes in items other than shareholders' equity					
Total changes during period	–	(39)	1,153	–	1,113
Balance at end of period	5,362	5,295	27,097	(1,539)	36,215

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	711	(3)	607	18	1,335	282	218	36,938
Changes during period								
Dividends of surplus								(682)
Profit attributable to owners of parent								1,835
Capital increase of consolidated subsidiaries								(39)
Net changes in items other than shareholders' equity	196	2	1,591	(2)	1,788	40	(217)	1,611
Total changes during period	196	2	1,591	(2)	1,788	40	(217)	2,725
Balance at end of period	908	(0)	2,199	16	3,123	322	1	39,663

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	5,362	5,295	27,097	(1,539)	36,215
Changes during period					
Dividends of surplus			(581)		(581)
Profit attributable to owners of parent			376		376
Purchase of treasury shares				(491)	(491)
Disposal of treasury shares		12			12
Net changes in items other than shareholders' equity					
Total changes during period	–	12	(204)	(491)	(683)
Balance at end of period	5,362	5,307	26,892	(2,030)	35,532

	Accumulated other comprehensive income					Share acquisition rights	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	908	(0)	2,199	16	3,123	322	1	39,663
Changes during period								
Dividends of surplus								(581)
Profit attributable to owners of parent								376
Purchase of treasury shares								(491)
Disposal of treasury shares								12
Net changes in items other than shareholders' equity	157	0	1,159	(25)	1,291	7	(0)	1,298
Total changes during period	157	0	1,159	(25)	1,291	7	(0)	614
Balance at end of period	1,066	–	3,358	(9)	4,414	330	1	40,278

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	2,427	1,594
Depreciation	1,518	1,465
Gain on bargain purchase	–	(152)
Increase (decrease) in allowance for doubtful accounts	(97)	(146)
Increase (decrease) in provision for bonuses	(1)	(5)
Increase (decrease) in retirement benefit liability	(174)	(87)
Interest and dividend income	(124)	(199)
Interest expenses	101	202
Decrease (increase) in inventories and contract assets	2,625	2,900
Decrease (increase) in inventories	(6,486)	(5,885)
Decrease (increase) in consumption taxes refund receivable	(642)	363
Decrease (increase) in accounts receivable - other	60	(173)
Increase (decrease) in trade payables	(2,032)	(5,967)
Increase (decrease) in accounts payable - other	16	(121)
Other, net	(8)	(822)
Subtotal	(2,816)	(7,036)
Interest and dividends received	125	198
Interest paid	(98)	(255)
Income taxes paid	(1,365)	(1,129)
Net cash provided by (used in) operating activities	(4,155)	(8,222)
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	194	–
Purchase of property, plant and equipment	(1,463)	(4,067)
Purchase of intangible assets	(307)	(337)
Proceeds from sale of securities	3	–
Proceeds from liquidation of subsidiaries	–	101
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	–	58
Net cash provided by (used in) investing activities	(1,572)	(4,244)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	3,685	5,374
Proceeds from long-term borrowings	5,413	7,800
Repayments of long-term borrowings	(1,950)	(2,706)
Dividends paid	(682)	(579)
Purchase of treasury shares	–	(511)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(238)	–
Repayments of finance lease liabilities	(99)	(109)
Net cash provided by (used in) financing activities	6,127	9,268
Effect of exchange rate change on cash and cash equivalents	301	352
Net increase (decrease) in cash and cash equivalents	700	(2,846)
Cash and cash equivalents at beginning of period	10,601	11,301
Cash and cash equivalents at end of period	11,301	8,454