

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## Summary of Consolidated Financial Results for the Year Ended March 31, 2022 (Based on Japanese GAAP)

May 13, 2022

Company name: NISSEI PLASTIC INDUSTRIAL CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6293 URL <http://www.nisseijushi.co.jp>  
 Representative: President & Representative Director Hozumi Yoda  
 Inquiries: Managing Director Hiroshi Miyashita TEL 0268-82-3000  
 Scheduled date of ordinary general meeting of shareholders: June 24, 2022  
 Scheduled date to file Securities Report: June 24, 2022  
 Scheduled date to commence dividend payments: June 27, 2022  
 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, 2022 (from April 1, 2021 to March 31, 2022)

#### (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, 2022	48,731	17.1	2,577	125.1	2,940	174.6	2,680	347.6
Year ended March 31, 2021	41,604	7.2	1,145	4.1	1,070	(5.3)	598	(7.1)

	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, 2022	137.43	134.71	7.7	4.4	5.3
Year ended March 31, 2021	30.71	30.15	1.8	1.7	2.8

#### (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, 2022	68,852	36,938	52.9	1,868.26
As of March 31, 2021	64,364	33,851	52.0	1,717.73

#### (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, 2022	1,619	(777)	(4,238)	10,601
Year ended March 31, 2021	4,693	(540)	1,831	14,119

### 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, 2021	—	5.00	—	15.00	20.00	390	65.1	1.2
Year ended March 31, 2022	—	15.00	—	15.00	30.00	585	21.8	1.7
Year ending March 31, 2023 (Forecast)	—	20.00	—	15.00	35.00		35.9	

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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, 2022	23,000	10.5	1,380	12.8	1,450	21.0	900	(43.2)	46.15
Full year	51,000	4.7	3,000	16.4	3,100	5.4	1,900	(29.1)	97.42

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2022

(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

(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: Yes

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, 2022	22,272,000 shares	As of March 31, 2021	22,272,000 shares
----------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of March 31, 2022	2,768,705 shares	As of March 31, 2021	2,768,616 shares
----------------------	------------------	----------------------	------------------

Average number of shares during the period

Year ended March 31, 2022	19,503,334 shares	Year ended March 31, 2021	19,501,992 shares
---------------------------	-------------------	---------------------------	-------------------

**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	14,124	10,781
Notes and accounts receivable - trade	10,639	–
Notes and accounts receivable - trade, and contract assets	–	10,606
Electronically recorded monetary claims - operating	534	638
Merchandise and finished goods	6,547	9,419
Work in process	4,348	4,413
Raw materials and supplies	8,525	11,672
Accounts receivable - other	1,463	2,390
Other	1,120	1,380
Allowance for doubtful accounts	(472)	(469)
<b>Total current assets</b>	<b>46,832</b>	<b>50,834</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	14,578	14,833
Accumulated depreciation	(8,479)	(8,620)
Buildings and structures, net	6,098	6,212
Machinery, equipment and vehicles	5,847	5,937
Accumulated depreciation	(4,158)	(4,393)
Machinery, equipment and vehicles, net	1,688	1,543
Tools, furniture and fixtures	3,673	3,799
Accumulated depreciation	(3,361)	(3,519)
Tools, furniture and fixtures, net	311	279
Land	4,462	4,625
Leased assets	698	429
Accumulated depreciation	(528)	(76)
Leased assets, net	170	353
Construction in progress	274	382
<b>Total property, plant and equipment</b>	<b>13,006</b>	<b>13,397</b>
<b>Intangible assets</b>		
Leased assets	12	9
Other	661	562
<b>Total intangible assets</b>	<b>674</b>	<b>572</b>
<b>Investments and other assets</b>		
Investment securities	1,826	1,939
Deferred tax assets	1,760	1,848
Retirement benefit asset	49	38
Other	216	224
Allowance for doubtful accounts	(1)	(1)
<b>Total investments and other assets</b>	<b>3,851</b>	<b>4,048</b>
<b>Total non-current assets</b>	<b>17,531</b>	<b>18,018</b>
<b>Total assets</b>	<b>64,364</b>	<b>68,852</b>

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	10,640	14,252
Short-term borrowings	3,310	433
Current portion of long-term borrowings	1,563	1,744
Lease liabilities	972	156
Income taxes payable	53	742
Provision for bonuses	79	96
Provision for product warranties	171	233
Other	4,227	4,828
Total current liabilities	21,017	22,489
Non-current liabilities		
Long-term borrowings	5,931	5,869
Lease liabilities	190	226
Deferred tax liabilities	7	14
Retirement benefit liability	3,173	3,140
Long-term accounts payable - other	110	110
Other	81	62
Total non-current liabilities	9,494	9,424
<b>Total liabilities</b>	<b>30,512</b>	<b>31,913</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	5,362	5,362
Capital surplus	5,394	5,334
Retained earnings	23,863	25,944
Treasury shares	(1,538)	(1,539)
Total shareholders' equity	33,081	35,102
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	632	711
Deferred gains or losses on hedges	1	(3)
Foreign currency translation adjustment	(262)	607
Remeasurements of defined benefit plans	48	18
Total accumulated other comprehensive income	420	1,335
Share acquisition rights	239	282
Non-controlling interests	110	218
<b>Total net assets</b>	<b>33,851</b>	<b>36,938</b>
<b>Total liabilities and net assets</b>	<b>64,364</b>	<b>68,852</b>

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

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Net sales	41,604	48,731
Cost of sales	29,384	34,330
Gross profit	12,219	14,400
Selling, general and administrative expenses	11,073	11,822
Operating profit	1,145	2,577
Non-operating income		
Interest income	43	48
Dividend income	123	62
Purchase discounts	21	25
Foreign exchange gains	–	274
Gain on valuation of derivatives	–	25
Rental income	30	28
Commission income	20	20
Electricity sale income	24	24
Other	152	79
Total non-operating income	416	589
Non-operating expenses		
Interest expenses	200	161
Foreign exchange losses	103	–
Electricity sale expenses	7	7
Loss on cancellation of leases	148	38
Other	30	19
Total non-operating expenses	490	226
Ordinary profit	1,070	2,940
Extraordinary income		
Gain on sale of non-current assets	–	1,165
Total extraordinary income	–	1,165
Extraordinary losses		
Subsidiaries relocation expenses	–	80
Extra retirement payments	–	20
Total extraordinary losses	–	100
Profit before income taxes	1,070	4,005
Income taxes - current	425	1,377
Income taxes - deferred	191	(78)
Total income taxes	617	1,299
Profit	453	2,705
Profit (loss) attributable to non-controlling interests	(145)	25
Profit attributable to owners of parent	598	2,680

## Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Profit	453	2,705
Other comprehensive income		
Valuation difference on available-for-sale securities	298	79
Deferred gains or losses on hedges	2	(4)
Foreign currency translation adjustment	(82)	867
Remeasurements of defined benefit plans, net of tax	44	(29)
Total other comprehensive income	263	912
Comprehensive income	716	3,617
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	859	3,592
Comprehensive income attributable to non-controlling interests	(142)	24

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2021

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,362	5,477	23,460	(1,348)	32,952
Changes during period					
Dividends of surplus			(196)		(196)
Profit attributable to owners of parent			598		598
Purchase of treasury shares				(199)	(199)
Disposal of treasury shares		3		8	12
Capital increase of consolidated subsidiaries		(86)			(86)
Net changes in items other than shareholders' equity					
Total changes during period	–	(82)	402	(190)	129
Balance at end of period	5,362	5,394	23,863	(1,538)	33,081

	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	333	–	(178)	4	159	221	167	33,501
Changes during period								
Dividends of surplus								(196)
Profit attributable to owners of parent								598
Purchase of treasury shares								(199)
Disposal of treasury shares								12
Capital increase of consolidated subsidiaries								(86)
Net changes in items other than shareholders' equity	298	1	(84)	44	260	17	(57)	221
Total changes during period	298	1	(84)	44	260	17	(57)	350
Balance at end of period	632	1	(262)	48	420	239	110	33,851

Fiscal year ended March 31, 2022

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	5,362	5,394	23,863	(1,538)	33,081
Cumulative effects of changes in accounting policies			(14)		(14)
Restated balance	5,362	5,394	23,848	(1,538)	33,066
Changes during period					
Dividends of surplus			(585)		(585)
Profit attributable to owners of parent			2,680		2,680
Purchase of treasury shares				(0)	(0)
Capital increase of consolidated subsidiaries		(59)			(59)
Net changes in items other than shareholders' equity					
Total changes during period	-	(59)	2,095	(0)	2,035
Balance at end of period	5,362	5,334	25,944	(1,539)	35,102

	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	632	1	(262)	48	420	239	110	33,851
Cumulative effects of changes in accounting policies								(14)
Restated balance	632	1	(262)	48	420	239	110	33,837
Changes during period								
Dividends of surplus								(585)
Profit attributable to owners of parent								2,680
Purchase of treasury shares								(0)
Capital increase of consolidated subsidiaries								(59)
Net changes in items other than shareholders' equity	79	(4)	870	(29)	915	42	108	1,066
Total changes during period	79	(4)	870	(29)	915	42	108	3,101
Balance at end of period	711	(3)	607	18	1,335	282	218	36,938



## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2021	Fiscal year ended March 31, 2022
Cash flows from operating activities		
Profit before income taxes	1,070	4,005
Depreciation	1,121	1,287
Gain on sale of non-current assets	–	(1,165)
Increase (decrease) in allowance for doubtful accounts	39	(29)
Increase (decrease) in provision for bonuses	(105)	16
Increase (decrease) in retirement benefit liability	(135)	(80)
Interest and dividend income	(167)	(111)
Interest expenses	200	161
Decrease (increase) in trade receivables	2,069	(978)
Decrease (increase) in inventories	2,454	(5,755)
Decrease (increase) in consumption taxes refund receivable	535	(260)
Decrease (increase) in accounts receivable - other	10	16
Increase (decrease) in trade payables	(2,831)	2,916
Increase (decrease) in accounts payable - other	61	188
Other, net	585	2,263
Subtotal	4,909	2,475
Interest and dividends received	173	95
Interest paid	(207)	(183)
Income taxes paid	(181)	(768)
Net cash provided by (used in) operating activities	4,693	1,619
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	–	4
Purchase of property, plant and equipment	(309)	(1,957)
Proceeds from sale of property, plant and equipment	–	1,363
Purchase of intangible assets	(231)	(190)
Proceeds from sale of securities	–	2
Net cash provided by (used in) investing activities	(540)	(777)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	442	(2,943)
Proceeds from long-term borrowings	3,651	1,700
Repayments of long-term borrowings	(1,799)	(2,288)
Dividends paid	(196)	(584)
Purchase of treasury shares	(199)	(0)
Repayments of finance lease liabilities	(66)	(121)
Net cash provided by (used in) financing activities	1,831	(4,238)
Effect of exchange rate change on cash and cash equivalents	202	(122)
Net increase (decrease) in cash and cash equivalents	6,186	(3,518)
Cash and cash equivalents at beginning of period	7,932	14,119
Cash and cash equivalents at end of period	14,119	10,601