

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 8, 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 Hozumi Yoda
 Inquiries: Director Akihiko Imai TEL 0268-82-3000
 Scheduled date to file Semi-annual Securities Report: November 8, 2024
 Scheduled date to commence dividend payments: December 3, 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 six months ended September 30, 2024 (from April 1, 2024 to September 30, 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	%
Six months ended September 30, 2024	22,105	(2.1)	501	(35.2)	544	(32.1)	315	(44.2)
Six months ended September 30, 2023	22,580	(9.6)	773	(51.7)	800	(53.1)	565	(55.1)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2024	16.48		16.17	
Six months ended September 30, 2023	29.19		28.53	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	92,534	43,619	46.7
As of March 31, 2024	86,639	40,278	46.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2024	–	15.00	–	20.00	35.00
Year ending March 31, 2025	–	15.00			
Year ending March 31, 2025 (Forecast)			–	20.00	35.00

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
Full year	45,500	(3.3)	1,050	(39.1)	1,150	(14.2)	600	59.5	31.52

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual consolidated financial statements: No

(3) 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

(4) Number of issued shares (common shares)

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

As of September 30, 2024	22,272,000 shares	As of March 31, 2024	22,272,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	3,035,655 shares	As of March 31, 2024	3,234,455 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	19,136,945 shares	Six months ended September 30, 2023	19,373,812 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	8,454	9,993
Notes and accounts receivable - trade, and contract assets	7,213	6,060
Electronically recorded monetary claims - operating	959	1,194
Merchandise and finished goods	18,864	22,589
Work in process	6,700	7,391
Raw materials and supplies	13,401	12,447
Accounts receivable - other	2,837	2,718
Income taxes refund receivable	162	–
Other	3,888	3,455
Allowance for doubtful accounts	(290)	(307)
Total current assets	62,192	65,543
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,567	6,876
Machinery, equipment and vehicles, net	2,687	3,641
Land	4,841	4,926
Other	4,753	5,983
Total property, plant and equipment	18,848	21,428
Intangible assets	404	407
Investments and other assets		
Investment securities	2,652	2,364
Other	2,543	2,792
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	5,194	5,155
Total non-current assets	24,447	26,991
Total assets	86,639	92,534
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,109	10,022
Short-term borrowings	10,778	16,506
Current portion of long-term borrowings	3,117	2,949
Income taxes payable	–	262
Provisions	225	308
Other	6,632	4,973
Total current liabilities	30,862	35,021
Non-current liabilities		
Long-term borrowings	12,017	10,552
Retirement benefit liability	2,948	2,843
Other	532	498
Total non-current liabilities	15,498	13,893
Total liabilities	46,360	48,915

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	5,362	5,362
Capital surplus	5,307	5,307
Retained earnings	26,892	26,827
Treasury shares	(2,030)	(2,030)
Total shareholders' equity	35,532	35,466
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,066	899
Foreign currency translation adjustment	3,358	6,901
Remeasurements of defined benefit plans	(9)	(9)
Total accumulated other comprehensive income	4,414	7,790
Share acquisition rights	330	360
Non-controlling interests	1	1
Total net assets	40,278	43,619
Total liabilities and net assets	86,639	92,534

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	22,580	22,105
Cost of sales	15,316	15,032
Gross profit	7,263	7,073
Selling, general and administrative expenses	6,490	6,571
Operating profit	773	501
Non-operating income		
Interest income	2	13
Dividend income	109	86
Subsidy income	–	63
Other	118	123
Total non-operating income	230	286
Non-operating expenses		
Interest expenses	80	128
Foreign exchange losses	103	92
Other	18	22
Total non-operating expenses	202	243
Ordinary profit	800	544
Extraordinary income		
Gain on sale of investment securities	–	228
Gain on bargain purchase	152	–
Total extraordinary income	152	228
Profit before income taxes	953	772
Income taxes	388	456
Profit	565	315
Profit attributable to owners of parent	565	315

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	565	315
Other comprehensive income		
Valuation difference on available-for-sale securities	46	(166)
Deferred gains or losses on hedges	0	–
Foreign currency translation adjustment	1,790	3,542
Remeasurements of defined benefit plans, net of tax	(3)	(0)
Total other comprehensive income	1,833	3,375
Comprehensive income	2,398	3,691
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,398	3,691

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	953	772
Depreciation	698	883
Gain on bargain purchase	(152)	–
Loss (gain) on sale of investment securities	–	(228)
Increase (decrease) in allowance for doubtful accounts	(147)	(6)
Increase (decrease) in provision for bonuses	19	89
Increase (decrease) in retirement benefit liability	(51)	(123)
Interest and dividend income	(111)	(100)
Interest expenses	80	128
Subsidy income	–	(63)
Decrease (increase) in trade receivables	880	(15)
Decrease (increase) in inventories	(3,971)	(1,240)
Decrease (increase) in consumption taxes refund receivable	1,230	238
Increase (decrease) in trade payables	(2,908)	(902)
Other, net	(829)	(1,177)
Subtotal	(4,312)	(1,744)
Interest and dividends received	114	137
Interest paid	(131)	(110)
Income taxes paid	(692)	(51)
Net cash provided by (used in) operating activities	(5,021)	(1,769)
Cash flows from investing activities		
Proceeds from sale of investment securities	–	267
Purchase of property, plant and equipment	(1,384)	(992)
Purchase of intangible assets	(163)	(163)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	58	–
Net cash provided by (used in) investing activities	(1,489)	(888)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	6,334	5,561
Proceeds from long-term borrowings	1	–
Repayments of long-term borrowings	(1,352)	(1,664)
Dividends paid	(292)	(379)
Purchase of treasury shares	(304)	–
Repayments of finance lease liabilities	(62)	(51)
Net cash provided by (used in) financing activities	4,323	3,466
Effect of exchange rate change on cash and cash equivalents	269	729
Net increase (decrease) in cash and cash equivalents	(1,918)	1,538
Cash and cash equivalents at beginning of period	11,301	8,454
Cash and cash equivalents at end of period	9,383	9,993