

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Based on Japanese GAAP)

August 6, 2024

Company name: Nippon Chemical Industrial CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 4092 URL <https://www.nippon-chem.co.jp/>  
 Representative: President Hirota Tanahashi  
 Inquiries: General Manager, Accounting Department Yuji Kumada TEL 03-3636-8038  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

## 1. Consolidated financial results for the three months ended June 30, 2024 (from April 1, 2024 to June 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	%
Three months ended June 30, 2024	10,379	16.2	1,688	382.5	1,741	286.5	1,252	334.8
Three months ended June 30, 2023	8,930	(8.0)	349	(61.4)	450	(55.0)	287	(58.8)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2024	141.94	–
Three months ended June 30, 2023	32.68	–

## (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2024	77,141	46,456	60.2
As of March 31, 2024	76,503	45,047	58.9

## 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	35.00	–	35.00	70.00
Year ending March 31, 2025	–	–	–	–	–
Year ending March 31, 2025 (Forecast)	–	35.00	–	35.00	70.00

## 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	40,000	3.8	2,900	28.1	2,900	21.7	2,000	25.7	226.70

4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2024: Yes
- (2) Application of special accounting methods for preparing quarterly 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: Yes
- 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 June 30, 2024	8,922,775 shares	As of March 31, 2024	8,922,775 shares
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Number of treasury shares at the end of the period

As of June 30, 2024	100,736 shares	As of March 31, 2024	100,710 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2024	8,822,052 shares	Three months ended June 30, 2023	8,812,552 shares
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\*This financial results report is exempt from audit by certified public accountants or accounting firm.

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	8,741	7,903
Notes receivable - trade	1,268	1,388
Accounts receivable - trade	12,034	12,333
Merchandise and finished goods	4,633	5,467
Work in process	3,289	3,615
Raw materials and supplies	3,395	3,204
Other	628	421
Allowance for doubtful accounts	(15)	(16)
<b>Total current assets</b>	<b>33,975</b>	<b>34,319</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	38,444	38,509
Accumulated depreciation	(24,939)	(25,189)
Buildings and structures, net	13,505	13,319
Machinery, equipment and vehicles	21,193	21,346
Accumulated depreciation	(12,813)	(13,342)
Machinery, equipment and vehicles, net	8,380	8,003
Land	7,459	7,459
Construction in progress	2,698	2,931
Other	6,856	6,858
Accumulated depreciation	(5,878)	(5,957)
Other, net	978	901
<b>Total property, plant and equipment</b>	<b>33,021</b>	<b>32,615</b>
<b>Intangible assets</b>		
Other	462	444
<b>Total intangible assets</b>	<b>462</b>	<b>444</b>
<b>Investments and other assets</b>		
Investment securities	5,898	6,643
Long-term loans receivable	35	35
Deferred tax assets	101	93
Retirement benefit asset	2,776	2,768
Other	254	242
Allowance for doubtful accounts	(22)	(22)
<b>Total investments and other assets</b>	<b>9,043</b>	<b>9,761</b>
<b>Total non-current assets</b>	<b>42,527</b>	<b>42,821</b>
<b>Total assets</b>	<b>76,503</b>	<b>77,141</b>

(Millions of yen)

As of March 31, 2024      As of June 30, 2024

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,154	4,941
Short-term borrowings	9,156	8,797
Income taxes payable	706	229
Accrued consumption taxes	479	120
Provision for bonuses	437	164
Accounts payable - facilities	2,623	1,971
Other	2,544	2,718
Total current liabilities	20,102	18,942
Non-current liabilities		
Long-term borrowings	7,375	7,375
Deferred tax liabilities	1,768	2,165
Retirement benefit liability	199	209
Other	2,010	1,991
Total non-current liabilities	11,352	11,741
Total liabilities	31,455	30,684
Net assets		
Shareholders' equity		
Share capital	5,757	5,757
Capital surplus	2,267	2,267
Retained earnings	31,875	32,818
Treasury shares	(280)	(280)
Total shareholders' equity	39,618	40,562
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,082	3,545
Foreign currency translation adjustment	110	173
Remeasurements of defined benefit plans	2,235	2,175
Total accumulated other comprehensive income	5,429	5,894
Total net assets	45,047	46,456
Total liabilities and net assets	76,503	77,141

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

**Consolidated statements of income (cumulative)**

	(Millions of yen)	
	Three months ended June 30, 2023	Three months ended June 30, 2024
Net sales	8,930	10,379
Cost of sales	7,268	7,331
Gross profit	1,661	3,047
Selling, general and administrative expenses	1,311	1,359
Operating profit	349	1,688
Non-operating income		
Interest and dividend income	73	85
Share of profit of entities accounted for using equity method	29	–
Other	52	26
Total non-operating income	155	111
Non-operating expenses		
Interest expenses	24	27
Share of loss of entities accounted for using equity method	–	12
Other	30	18
Total non-operating expenses	54	58
Ordinary profit	450	1,741
Extraordinary income		
Gain on sale of non-current assets	10	–
Gain on sale of investment securities	–	22
Total extraordinary income	10	22
Extraordinary losses		
Loss on retirement of non-current assets	25	35
Total extraordinary losses	25	35
Profit before income taxes	434	1,729
Income taxes - current	11	234
Income taxes - deferred	135	242
Total income taxes	146	477
Profit	287	1,252
Profit attributable to owners of parent	287	1,252

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit	287	1,252
Other comprehensive income		
Valuation difference on available-for-sale securities	213	462
Deferred gains or losses on hedges	(0)	–
Foreign currency translation adjustment	2	63
Remeasurements of defined benefit plans, net of tax	(25)	(60)
Total other comprehensive income	191	465
Comprehensive income	479	1,717
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	479	1,717