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## Consolidated Financial Results for the Three Months Ended June 30, 2022 [Japanese GAAP]



August 5, 2022

Company name: Nippon Yakin Kogyo Co., Ltd.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 5480  
 URL: <https://www.nyk.co.jp>  
 Representative: Hisashi Kubota, Representative Director and President  
 Contact: Takahiro Araki, General Manager, Accounting Department  
 Phone: +81-3-3273-3613  
 Scheduled date of filing quarterly securities report: August 15, 2022  
 Scheduled date of commencing dividend payments: –  
 Availability of supplementary explanatory materials on quarterly financial results: None  
 Schedule of quarterly financial results briefing session: None

(Amounts are rounded to the nearest million yen.)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2022 (April 1, 2022 - June 30, 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	%
Three Months ended June 30, 2022	46,905	49.0	4,352	15.5	4,022	9.9	2,537	(26.1)
June 30, 2021	31,482	8.8	3,768	99.1	3,659	116.4	3,433	388.9

(Note) Comprehensive income: Three months ended June 30, 2022: ¥2,468 million [(28.6)%]

Three months ended June 30, 2021: ¥3,445 million [276.6%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three Months ended June 30, 2022	169.20	–
June 30, 2021	227.13	–

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2022	200,037	63,130	31.6
As of March 31, 2022	187,494	62,169	33.2

(Reference) Equity: As of June 30, 2022: ¥63,125 million

As of March 31, 2022: ¥62,165 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	—	40.00	—	80.00	120.00
Fiscal year ending March 31, 2023	—				
Fiscal year ending March 31, 2023 (Forecast)		70.00	—	70.00	140.00

(Note) Revision to the forecast for dividends announced most recently: Yes

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2023 (April 1, 2022 - 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
First half	95,000	48.1	12,000	81.2	11,000	76.3	7,000	22.7	467.66
Full year	190,000	27.6	20,000	43.2	18,000	40.5	12,000	41.7	802.32

(Note) Revision to the financial results forecast announced most recently: Yes

**\* Notes:**

- (1) Changes in significant subsidiaries during the period under review: None  
(Changes in specified subsidiaries resulting in changes in scope of consolidation)  
Newly included: — (Company name: —), Excluded: — (Company name: —)
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: None
  - 2) Changes in accounting policies other than 1) above: None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None
- (4) Total number of issued shares (common shares)
- 1) Total number of issued shares at the end of the period (including treasury shares):

June 30, 2022:	15,497,333 shares
March 31, 2022:	15,497,333 shares
  - 2) Total number of treasury shares at the end of the period:

June 30, 2022:	552,238 shares
March 31, 2022:	412,899 shares
  - 3) Average number of shares outstanding during the period:

Three months ended June 30, 2022:	14,991,534 shares
Three months ended June 30, 2021:	15,115,670 shares

\* These quarterly consolidated financial results are outside the scope of quarterly audit by certified public accountants or an audit firm.

\* Explanation of the proper use of financial results forecast and other notes

(Cautionary note on forward-looking statements, etc.)

Forward-looking statements and other statements about the future in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not guarantee the achievement of the projections. Actual performance and other results may differ significantly due to various factors.

## 2. Quarterly Consolidated Financial Statements and Principal Notes

### (1) Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2022	As of June 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	12,646	11,844
Notes and accounts receivable - trade	26,996	30,999
Merchandise and finished goods	10,244	12,305
Work in process	23,232	26,225
Raw materials and supplies	16,173	19,941
Other	2,701	2,508
Allowance for doubtful accounts	(219)	(221)
Total current assets	91,773	103,602
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,889	14,850
Machinery, equipment and vehicles, net	32,552	32,399
Land	36,404	36,420
Other, net	4,449	5,556
Total property, plant and equipment	88,295	89,225
Intangible assets	2,308	2,485
Investments and other assets		
Investment securities	4,096	3,822
Other	969	854
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	5,051	4,661
Total non-current assets	95,654	96,372
Deferred assets		
Bond issuance costs	67	63
Total deferred assets	67	63
<b>Total assets</b>	<b>187,494</b>	<b>200,037</b>

(Million yen)

	As of March 31, 2022	As of June 30, 2022
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	23,917	28,070
Notes payable - facilities	2,847	1,602
Short-term borrowings	34,367	41,753
Current portion of long-term borrowings	5,152	4,929
Provision for bonuses	1,522	685
Provision for loss on business liquidation	1	1
Other	7,606	6,094
Total current liabilities	75,413	83,134
Non-current liabilities		
Bonds payable	13,000	13,000
Long-term borrowings	21,902	25,024
Retirement benefit liability	10,478	10,558
Provision for environmental measures	66	6
Provision for preventing environmental pollution	5	5
Provision for loss on business liquidation	21	21
Other	4,439	5,160
Total non-current liabilities	49,911	53,773
Total liabilities	125,324	136,908
<b>Net assets</b>		
Shareholders' equity		
Share capital	24,301	24,301
Capital surplus	9,542	9,542
Retained earnings	26,093	27,422
Treasury shares	(950)	(1,251)
Total shareholders' equity	58,985	60,014
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,387	1,171
Deferred gains or losses on hedges	27	72
Revaluation reserve for land	1,580	1,580
Foreign currency translation adjustment	186	289
Total accumulated other comprehensive income	3,179	3,111
Non-controlling interests	5	5
Total net assets	62,169	63,130
Total liabilities and net assets	187,494	200,037

(2) Quarterly Consolidated Statements of Operations and Comprehensive Income

Quarterly Consolidated Statements of Operations

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Net sales	31,482	46,905
Cost of sales	24,893	39,552
Gross profit	6,588	7,353
Selling, general and administrative expenses	2,820	3,002
Operating profit	3,768	4,352
Non-operating income		
Dividend income	56	67
Rental income from non-current assets	24	22
Foreign exchange gains	24	—
Other	33	16
Total non-operating income	138	105
Non-operating expenses		
Interest expenses	119	145
Foreign exchange losses	—	168
Other	128	121
Total non-operating expenses	247	434
Ordinary profit	3,659	4,022
Extraordinary income		
Gain on sale of non-current assets	5	2
Total extraordinary income	5	2
Profit before income taxes	3,663	4,024
Income taxes	230	1,487
Profit	3,433	2,537
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	3,433	2,537

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2021	For the three months ended June 30, 2022
Profit	3,433	2,537
Other comprehensive income		
Valuation difference on available-for-sale securities	21	(216)
Deferred gains or losses on hedges	3	45
Foreign currency translation adjustment	(3)	103
Share of other comprehensive income of entities accounted for using equity method	(0)	(0)
Total other comprehensive income	21	(69)
Comprehensive income	3,455	2,468
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,455	2,468
Comprehensive income attributable to non-controlling interests	0	0