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## Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 [Japanese GAAP]



May 9, 2024

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 general shareholders' meeting: June 26, 2024  
 Scheduled date of commencing dividend payments: June 27, 2024  
 Scheduled date of filing securities report: June 26, 2024  
 Availability of supplementary explanatory materials on annual financial results: Available  
 Schedule of annual financial results briefing session: Scheduled (For institutional investors and analysts)

(Amounts are rounded to the nearest million yen.)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 - March 31, 2024)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	180,341	(9.5)	20,010	(31.6)	19,128	(31.0)	13,565	(31.2)
March 31, 2023	199,324	33.8	29,256	109.5	27,738	116.6	19,703	132.6

(Note) Comprehensive income: Fiscal year ended March 31, 2024: ¥15,237 million [(23.8) %]

Fiscal year ended March 31, 2023: ¥20,000 million [139.6%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	933.64	—	16.0	8.6	11.1
March 31, 2023	1,316.79	—	27.8	13.5	14.7

(Reference) Equity in earnings of affiliated companies: Fiscal year ended March 31, 2024: ¥31 million

Fiscal year ended March 31, 2023: ¥76 million

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	219,988	89,738	40.7	6,184.80
As of March 31, 2023	222,294	79,619	35.8	5,324.80

(Reference) Equity: As of March 31, 2024: ¥89,487 million

As of March 31, 2023: ¥79,614 million

#### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at year-end
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2024	26,824	(7,919)	(14,318)	16,918
March 31, 2023	3,649	(13,035)	8,530	11,797

## 2. Dividends

	Annual dividends					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2023	—	70.00	—	130.00	200.00	2,992	15.2	4.2
Fiscal year ended March 31, 2024	—	100.00	—	100.00	200.00	2,895	21.4	3.5
Fiscal year ending March 31, 2025 (Forecast)	—	100.00	—	100.00	200.00		20.7	

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

(% 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	87,000	(7.4)	8,500	(34.1)	8,000	(37.8)	5,500	(39.1)	380.13
Full year	177,000	(1.9)	21,000	4.9	20,000	4.6	14,000	3.2	967.60

### \* Notes:

- (1) Changes in significant subsidiaries during the fiscal year under review: None  
(Changes in specified subsidiaries resulting in changes in scope of consolidation)

Newly included: — (Company name: —)

Excluded: — (Company name: —)

- (2) 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

- (3) Total number of issued shares (common shares)

- 1) Total number of issued shares at the end of the year (including treasury shares):

March 31, 2024: 15,497,333 shares

March 31, 2023: 15,497,333 shares

- 2) Total number of treasury shares at the end of the year:

March 31, 2024: 1,028,536 shares

March 31, 2023: 545,700 shares

- 3) Average number of shares outstanding during the year:

Year ended March 31, 2024: 14,529,056 shares

Year ended March 31, 2023: 14,962,673 shares

**(Reference) Summary of Non-consolidated Financial Results****1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (April 1, 2023 - March 31, 2024)****(1) Non-consolidated Operating Results** (% indicates changes from the previous corresponding period.)

Year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2024	152,383	(14.2)	17,239	(33.7)	17,203	(30.5)	12,542	(29.7)
March 31, 2023	177,529	42.3	25,995	140.0	24,761	137.8	17,853	165.6

Year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2024	862.97	—
March 31, 2023	1,192.78	—

**(2) Non-consolidated Financial Position**

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2024	197,897	78,721	39.8	5,438.89
As of March 31, 2023	200,407	70,269	35.1	4,698.25

(Reference) Equity: As of March 31, 2024: ¥78,721 million

As of March 31, 2023: ¥70,269 million

\* These consolidated financial results are outside the scope of 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.

(Information about the supplementary explanatory materials on annual financial results)

The Company will hold an annual financial results briefing session for institutional investors and analysts on Wednesday, May 29, 2024. The materials for the session will be posted on the Company's website immediately after the session.

**Consolidated Financial Statements**  
**(1) Consolidated Balance Sheets**

(Million yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	11,910	17,034
Notes and accounts receivable - trade	29,829	26,888
Merchandise and finished goods	18,958	14,730
Work in process	34,670	32,907
Raw materials and supplies	19,200	16,469
Other	3,080	3,950
Allowance for doubtful accounts	(146)	(172)
Total current assets	117,501	111,804
Non-current assets		
Property, plant and equipment		
Buildings and structures	56,233	56,217
Accumulated depreciation	(41,040)	(41,490)
Buildings and structures, net	15,193	14,727
Machinery, equipment and vehicles	157,671	159,216
Accumulated depreciation	(121,584)	(123,486)
Machinery, equipment and vehicles, net	36,086	35,731
Land	36,430	36,432
Leased assets	5,561	5,546
Accumulated depreciation	(1,546)	(1,849)
Leased assets, net	4,015	3,697
Construction in progress	3,942	7,260
Other	6,409	6,606
Accumulated depreciation	(5,572)	(5,770)
Other, net	837	837
Total property, plant and equipment	96,503	98,683
Intangible assets		
Software	2,689	2,155
Other	136	123
Total intangible assets	2,825	2,278
Investments and other assets		
Investment securities	4,300	6,217
Deferred tax assets	125	124
Other	1,003	858
Allowance for doubtful accounts	(15)	(15)
Total investments and other assets	5,413	7,184
Total non-current assets	104,741	108,146
Deferred assets		
Bond issuance costs	53	39
Total deferred assets	53	39
Total assets	222,294	219,988

(Million yen)

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	21,627	22,883
Notes payable - facilities	814	1,137
Short-term borrowings	35,055	31,832
Current portion of bonds payable	–	5,000
Current portion of long-term borrowings	7,215	5,207
Income taxes payable	8,020	828
Accrued consumption taxes	1,753	2,713
Provision for bonuses	1,774	1,478
Provision for environmental measures	87	83
Other	5,443	5,597
Total current liabilities	81,788	76,758
Non-current liabilities		
Bonds payable	13,000	8,000
Long-term borrowings	30,853	27,817
Lease liabilities	3,341	3,029
Deferred tax liabilities	1,998	2,942
Deferred tax liabilities for land revaluation	861	857
Retirement benefit liability	10,472	10,559
Provision for environmental measures	322	248
Provision for preventing environmental pollution	5	6
Provision for loss on business liquidation	22	22
Other	12	12
Total non-current liabilities	60,887	53,492
Total liabilities	142,675	130,250
<b>Net assets</b>		
Shareholders' equity		
Share capital	24,301	24,301
Capital surplus	9,542	9,542
Retained earnings	43,548	53,845
Treasury shares	(1,246)	(3,231)
Total shareholders' equity	76,145	84,457
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,540	2,919
Deferred gains or losses on hedges	6	16
Revaluation reserve for land	1,572	1,585
Foreign currency translation adjustment	351	509
Total accumulated other comprehensive income	3,469	5,029
Non-controlling interests	5	252
Total net assets	79,619	89,738
Total liabilities and net assets	222,294	219,988

(2) Consolidated Statements of Operations and Comprehensive Income  
Consolidated Statements of Operations

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Net sales	199,324	180,341
Cost of sales	157,369	146,977
Gross profit	41,955	33,364
Selling, general and administrative expenses	12,699	13,354
Operating profit	29,256	20,010
Non-operating income		
Interest income	2	16
Dividend income	114	142
Share of profit of entities accounted for using equity method	76	31
Rental income from non-current assets	105	125
Foreign exchange gains	–	339
Other	120	87
Total non-operating income	416	739
Non-operating expenses		
Interest expenses	623	632
Loss on sale of notes receivable - trade	60	55
Foreign exchange losses	392	–
Loss on retirement of non-current assets	110	232
Fixed assets removal costs	143	211
Sales discounts	281	225
Environmental expenses	111	13
Other	214	253
Total non-operating expenses	1,934	1,621
Ordinary profit	27,738	19,128
Extraordinary income		
Gain on sale of non-current assets	5	33
Gain on sale of investment securities	61	–
Gain on liquidation of subsidiaries and associates	26	–
Total extraordinary income	93	33
Profit before income taxes	27,831	19,161
Income taxes - current	8,652	5,004
Income taxes - deferred	(524)	465
Total income taxes	8,129	5,469
Profit	19,703	13,692
Profit attributable to non-controlling interests	0	127
Profit attributable to owners of parent	19,703	13,565

## Consolidated Statements of Comprehensive Income

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
Profit	19,703	13,692
Other comprehensive income		
Valuation difference on available-for-sale securities	152	1,378
Deferred gains or losses on hedges	(20)	10
Foreign currency translation adjustment	165	157
Share of other comprehensive income of entities accounted for using equity method	0	1
Total other comprehensive income	297	1,545
Comprehensive income	20,000	15,237
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	20,000	15,112
Comprehensive income attributable to non-controlling interests	0	125

## (3) Consolidated Statements of Changes in Equity

Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	24,301	9,542	26,093	(950)	58,985
Changes during period					
Dividends of surplus			(2,254)		(2,254)
Profit attributable to owners of parent			19,703		19,703
Purchase of treasury shares				(325)	(325)
Disposal of treasury shares			(1)	30	29
Change in scope of consolidation					–
Reversal of revaluation reserve for land			8		8
Net changes in items other than shareholders' equity					
Total changes during period	–	–	17,455	(295)	17,160
Balance at end of period	24,301	9,542	43,548	(1,246)	76,145

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Re-valuation reserve for land	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	1,387	27	1,580	186	3,179	5	62,169
Changes during period							
Dividends of surplus							(2,254)
Profit attributable to owners of parent							19,703
Purchase of treasury shares							(325)
Disposal of treasury shares							29
Change in scope of consolidation							–
Reversal of revaluation reserve for land							8
Net changes in items other than shareholders' equity	153	(20)	(8)	165	290	0	290
Total changes during period	153	(20)	(8)	165	290	0	17,450
Balance at end of period	1,540	6	1,572	351	3,469	5	79,619



Fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Million yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	24,301	9,542	43,548	(1,246)	76,145
Changes during period					
Dividends of surplus			(3,392)		(3,392)
Profit attributable to owners of parent			13,565		13,565
Purchase of treasury shares				(2,006)	(2,006)
Disposal of treasury shares			8	20	28
Change in scope of consolidation			130		130
Reversal of revaluation reserve for land			(13)		(13)
Net changes in items other than shareholders' equity					
Total changes during period	–	–	10,297	(1,986)	8,312
Balance at end of period	24,301	9,542	53,845	(3,231)	84,457

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Re-valuation reserve for land	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of period	1,540	6	1,572	351	3,469	5	79,619
Changes during period							
Dividends of surplus							(3,392)
Profit attributable to owners of parent							13,565
Purchase of treasury shares							(2,006)
Disposal of treasury shares							28
Change in scope of consolidation							130
Reversal of revaluation reserve for land							(13)
Net changes in items other than shareholders' equity	1,379	10	13	158	1,560	247	1,808
Total changes during period	1,379	10	13	158	1,560	247	10,119
Balance at end of period	2,919	16	1,585	509	5,029	252	89,738

## (4) Consolidated Statements of Cash Flows

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	27,831	19,161
Depreciation	5,029	5,595
Increase (decrease) in allowance for doubtful accounts	(73)	26
Increase (decrease) in provision for bonuses	251	(296)
Increase (decrease) in retirement benefit liability	(6)	87
Increase (decrease) in provision for environmental measures	343	(77)
Interest and dividend income	(116)	(157)
Interest expenses	623	632
Share of loss (profit) of entities accounted for using equity method	(74)	(29)
Loss (gain) on sale of investment securities	(61)	–
Loss (gain) on sale of non-current assets	(5)	(33)
Loss on retirement of non-current assets	110	232
Loss (gain) on liquidation of subsidiaries and associates	(26)	–
Decrease (increase) in trade receivables	(2,833)	(64)
Decrease (increase) in inventories	(23,179)	10,047
Increase (decrease) in trade payables	(2,287)	2,334
Increase (decrease) in accrued consumption taxes	1,672	959
Other, net	(254)	868
Subtotal	6,945	39,283
Interest and dividends received	116	157
Interest paid	(630)	(609)
Income taxes paid	(2,782)	(12,008)
Net cash provided by (used in) operating activities	3,649	26,824
<b>Cash flows from investing activities</b>		
Payments into time deposits	(69)	(62)
Proceeds from withdrawal of time deposits	57	317
Purchase of property, plant and equipment and intangible assets	(13,131)	(8,064)
Proceeds from sale of property, plant and equipment and intangible assets	7	55
Purchase of investment securities	(26)	(31)
Proceeds from liquidation of subsidiaries and associates	41	–
Proceeds from sale of investment securities	85	–
Other, net	0	(135)
Net cash provided by (used in) investing activities	(13,035)	(7,919)

(Million yen)

	For the fiscal year ended March 31, 2023	For the fiscal year ended March 31, 2024
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	635	(3,268)
Proceeds from long-term borrowings	16,669	2,180
Repayments of long-term borrowings	(5,654)	(7,225)
Proceeds from sales and redemption by installment payment	126	–
Repayments of installment payables	(216)	–
Purchase of treasury shares	(324)	(2,005)
Dividends paid	(2,255)	(3,385)
Dividends paid to non-controlling interests	–	(32)
Other, net	(451)	(582)
Net cash provided by (used in) financing activities	8,530	(14,318)
Effect of exchange rate change on cash and cash equivalents	109	134
Net increase (decrease) in cash and cash equivalents	(748)	4,721
Cash and cash equivalents at beginning of period	12,545	11,797
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	–	400
Cash and cash equivalents at end of period	11,797	16,918