

Consolidated Financial Results (Japanese Accounting Standards) for the First Quarter of Fiscal Year Ending March 31, 2023

Aug 5, 2022

Listed Company nms Holdings Corporation (nms HD) Listings: Tokyo Stock Exchange
Securities code 2162 **URL** <https://www.n-ms.co.jp/>
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Contact (Title) Managing Director General Manager, Corporate Division (Name) Toshiko Kono Tel 03-5333-1711
Scheduled Date of Filing Quarterly Securities Report: August 5, 2022
Scheduled date of commencement of dividend payment: —
Supplementary Documents for Quarterly Financial Results: Yes
Quarterly Financial Results Briefing: None

(Amounts in millions of yen rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2023 (April 1, 2022 – June 30, 2022)

(1) Consolidated results of operations (Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY03/2023	16,444	10.0	(249)	—	(21)	—	(138)	—
1Q FY03/2022	14,944	8.9	40	—	402	—	75	—

Note: Comprehensive income 1Q FY03/2023 (90) million yen (—%) 1Q FY03/2022 274 million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY03/2023	(8.89)	—
1Q FY03/2022	4.52	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
1Q FY03/2023	37,022	2,525	6.8
FY03/2022	34,842	2,693	7.7

Reference: Shareholders' equity 1Q FY03/2023 2,516 million yen FY03/2022 2,685 million yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY03/2022	—	0.00	—	5.00	5.00
FY03/2023	—				
FY03/2023 (forecast)		0.00	—	5.00	5.00

Note: Revision of the latest released dividend forecast: None

3. Consolidated forecasts for year ending March 2023 (April 1, 2022 to March 31, 2023)

(% shows the year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	36,000	18.3	(370)	—	(340)	—	(480)	—	(30.88)
Full year	77,100	21.8	600	—	450	266.2	50	—	3.22

Note: Revision of the latest released business performance forecast: None

* Notes

- (1) Changes in significant subsidiaries during the consolidated 1Q (three months) under review
(changes of specific subsidiaries in accordance with changes in the scope of consolidation): None
- (2) Application of accounting procedures specific to creation of quarterly consolidated financial statements: Yes

(3) Changes in accounting principles and changes or restatement of accounting estimates

- (i) Changes in accounting principles associated with revision of accounting standards, etc.: None
- (ii) Changes in accounting principles other than (i): None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of shares outstanding (common shares):

- (1) Number of shares outstanding at end of period (including treasury shares)
- (2) Number of treasury shares at end of period
- (3) Average number of shares outstanding during the term

1Q FY03/2023	21,611,000shares	FY03/2022	21,611,000shares
1Q FY03/2023	6,067,959shares	FY03/2022	6,067,959shares
1Q FY03/2023	15,543,041shares	1Q FY03/2022	16,661,241shares

* Financial summary reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Explanations and other special notes concerning the appropriate use of business performance forecasts

(Notes concerning the forward-looking statements)

The results forecasts and forward-looking statements included in this document are based on information that the Company has obtained and certain assumptions that the Company considers reasonable. The Company makes no guarantees with respect to the achievement of its results forecasts or forward-looking statements. Actual results might be significantly different from the forecasts in the document, depending on various factors.

(Availability of the supplementary documents for financial results)

The supplementary materials on financial results delivered in the briefing will be posted on our website.

4. Consolidated financial statements
(1) Consolidated balance sheet

(Thousand yen)

	FY03/2022 (March 31,2022)	1Q FY03/2023 (June 30,2022)
Assets		
Current assets		
Cash and deposits	5,131,886	5,780,825
Notes and accounts receivable - Contract assets	11,735,694	10,543,271
Finished goods	1,287,937	1,296,206
Work in process	699,212	720,395
Raw materials and supplies	6,132,170	7,965,235
Others	1,373,328	1,651,514
Allowance for doubtful accounts	(11,081)	(12,059)
Total current assets	26,349,148	27,945,390
Non-current assets		
Property, plant and equipment		
Land	953,021	953,021
Other, net	5,744,321	6,300,628
Total property, plant and equipment	6,697,342	7,253,649
Intangible assets		
Other	722,073	706,531
Total intangible assets	722,073	706,531
Investment and other assets		
Other	1,033,877	1,080,079
Allowance for doubtful accounts	1,033,877	1,080,079
Total investments and other accounts	8,453,293	9,040,260
Total non-current assets		
Deferred assets		
Bond issuance cost	39,663	36,358
Total deferred assets	39,663	36,358
Total assets	34,842,105	37,022,009
Liability		
Current liability		
Notes and accounts payable - trade	5,230,005	5,708,236
Short-term loans payable	16,324,883	18,110,462
Accounts payable - other	2,239,346	2,334,874
Income tax payable	185,357	116,713
Accrued consumption taxes	371,190	486,593
Provision for bonuses	455,422	425,517
Other	1,527,630	1,529,247
Total current liabilities	26,333,836	28,711,645
Non-current liabilities		
Bonds payable	2,000,000	2,000,000
Long-term loans payable	2,853,065	2,712,869
Deferred tax liability	66,339	68,098
Non defined benefit liabilities	317,143	325,761
Other	577,731	678,123
Total non-current liabilities	5,814,278	5,784,852
Total liabilities	32,148,115	34,496,497

	(Thousand yen)	
	FY03/2022 (March 31,2022)	1Q FY03/2023 (June 30,2022)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	554,842	554,842
Retained earnings	3,439,757	3,223,802
Treasury shares	(1,310,407)	(1,310,407)
Total shareholders' equity	3,184,883	2,968,928
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	(7,851)	(7,650)
Foreign currency translation adjustment	(491,954)	(445,176)
Total other accumulated comprehensive income	(499,805)	(452,826)
Non-controlling interests	8,912	9,409
Total net assets	2,693,990	2,525,511
Total liabilities and net assets	34,842,105	37,022,009

(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income
(Quarterly consolidated statements of income) (1Q FY03/2023)

(Thousand yen)

	1Q FY03/2022 (From April 1, 2021 to June 30, 2021)	1Q FY03/2023 (From April 1, 2022 to June 30, 2022)
Net sales	14,944,676	16,444,028
Cost of sales	13,236,298	14,991,992
Gross profit	1,708,378	1,452,036
Salaries and bonuses	696,295	654,178
Provision for bonuses	73,666	58,173
Other	897,860	989,487
Total selling, general and administrative expenses	1,667,823	1,701,839
Operating income	40,554	(249,802)
Non-operating income		
Interest income	5,320	2,515
Foreign exchange gains	399,468	332,475
Other	21,075	24,935
Total non-operating income	425,864	359,925
Non-operating expenses		
Interest expenses	49,201	56,420
Amortization of bond issuance cost	3,305	3,305
Foreign withholding tax	612	1,099
Other	10,649	70,442
Total non-operating expenses	63,768	131,268
Ordinary income/loss (-)	402,649	(21,145)
Extraordinary income		
Gain on sales of non-current assets	1,682	775
Total extraordinary income	1,682	775
Extraordinary losses		
Loss on retirement of non-current assets	392	258
Business structure improvement expenses	156,886	—
COVID-19 expenses	21,672	10,398
Total extraordinary losses	178,951	10,657
Income before income/loss (-) taxes	225,380	(31,027)
Income taxes	150,207	107,210
Net income/loss (-)	75,173	(138,237)
Profit/Loss (-) attributable to owners of parent	(110)	2
Profit/Loss (-) attributable to owners of parent	75,284	(138,239)

(Quarterly consolidated statement of comprehensive income)

(1Q FY03/2023)

(Thousand yen)

	1Q FY03/2022 (From April 1, 2021 to June 30, 2021)	1Q FY03/2023 (From April 1, 2022 to June 30, 2022)
Net income/loss (-)	75,173	(138,237)
Other comprehensive income/loss (-)		
Valuation difference on available-for-sale securities	589	201
Foreign currency translation adjustment	198,995	47,219
Total other comprehensive income/loss (-)	199,584	47,421
Comprehensive income/loss (-)	274,758	(90,816)
Comprehensive income/loss (-) attributable to		
Owners of parent	274,560	(91,260)
Non-controlling interests	198	443