

Consolidated Financial Results (Japanese Accounting Standards) for the First Half of Fiscal Year Ending March 31, 2025

January 14, 2025

Listed Company nms Holdings Corporation (nms HD)

Listings: Tokyo Stock Exchange

Securities code 2162 URL <https://www.n-ms.co.jp/>

Representative (Title) President and CEO (Name) Toshiko Kono

Contact (Title) Managing Officer General Manager, Accounting and Finance Dept. (Name) Ken Takizawa 03(5333)1711

Scheduled Date of Filing Quarterly Securities Report: January 14, 2025

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 Half of Fiscal Year Ending March 31, 2025 (April 1, 2024 – September 30, 2024)

(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	%
1H FY03/2025	36,763	1.3	887	78.2	1,325	49.0	890	59.0
1H FY03/2024	36,274	1.3	498	-	889	75.9	560	169.2

Note: Comprehensive income 1H FY03/2025 960 million yen (582.9%) 1H FY03/2024 140 million yen ((39.1)%)

	Net income per share		Diluted net income per share	
	Yen	Yen	Yen	Yen
1H FY03/2025	57.29	-	-	-
1H FY03/2024	36.03	-	-	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
1H FY03/2025	37,796	4,195	11.1
FY03/2024	35,976	3,344	9.3

Reference: Shareholders' equity 1H FY03/2025 4,184 million yen FY03/2024 3,334 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
FY03/2024	-	0.00	-	7.00	7.00
FY03/2025	-	0.00	-	-	-
FY03/2025 (forecast)	-	-	-	14.00	14.00

Note: Revision of the latest released dividend forecast: None

3. Consolidated forecasts for year ending March 2025 (April 1, 2024 to March 31, 2025)

(% 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
Full year	75,400	3.5	1,650	(12.6)	1,800	14.6	1,050	42.5	67.55

Note: Revision of the latest released business performance forecast: Yes

* Notes

- (1) Changes in significant subsidiaries during the consolidated 1H (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.: Yes
- (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

1H FY03/2025	21,611,000shares	FY03/2024	21,611,000shares
1H FY03/2025	6,067,959shares	FY03/2024	6,067,959shares
1H FY03/2025	15,543,041shares	1H FY03/2024	15,543,041shares

* Quarterly financial statements are not subject to quarterly reviews by certified accountants or audit corporations

* 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 for financial results will be posted on our website.

4. Consolidated financial statements

(1) Consolidated balance sheet

(Thousand yen)

	FY03/2024 (March 31,2024)	1H FY03/2025 (September 30,2024)
Assets		
Current assets		
Cash and deposits	4,261,431	4,229,226
Notes, accounts receivable - trade and contract assets	10,946,104	12,326,002
Finished goods	1,572,199	1,788,251
Work in process	573,757	778,784
Raw materials and supplies	6,886,915	6,207,623
Others	1,953,438	1,898,641
Allowance for doubtful accounts	(15,347)	(15,981)
Total current assets	26,178,500	27,212,548
Non-current assets		
Property, plant and equipment		
Land	953,021	953,021
Other, net	7,028,516	7,773,715
Total property, plant and equipment	7,981,537	8,726,736
Intangible assets		
Other	605,580	596,087
Total intangible assets	605,580	596,087
Investment and other assets		
Other	1,197,577	1,255,013
Allowance for doubtful accounts	(325)	(325)
Total investments and other accounts	1,197,252	1,254,688
Total non-current assets	9,784,370	10,577,512
Deferred assets		
Bond issuance cost	13,221	6,610
Total deferred assets	13,221	6,610
Total assets	35,976,092	37,796,672
Liability		
Current liability		
Notes and accounts payable - trade	4,754,244	5,402,928
Short-term loans payable	16,288,251	17,250,479
Bonds due within one year	2,000,000	2,000,000
Accounts payable - other	2,248,178	2,167,762
Income tax payable	491,226	203,160
Accrued consumption taxes	495,193	336,367
Provision for bonuses	679,184	691,165
Provision for loss related to special investigation etc.	-	233,000
Other	2,262,976	2,057,284
Total current liabilities	29,219,255	30,342,148
Non-current liabilities		
Long-term loans payable	1,874,937	1,531,441
Deferred tax liability	69,781	68,056
Non defined benefit liabilities	425,930	469,203
Other	1,041,317	1,190,348
Total non-current liabilities	3,411,965	3,259,049
Total liabilities	32,631,221	33,601,197

(Thousand yen)

	FY03/2024 (March 31,2024)	1H FY03/2025 (September 30,2024)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	554,842	554,842
Retained earnings	4,489,940	5,271,566
Treasury shares	(1,310,407)	(1,310,407)
Total shareholders' equity	4,235,065	5,016,692
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	(2,871)	(5,320)
Foreign currency translation adjustment	(897,650)	(827,259)
Total other accumulated comprehensive income	(900,521)	(832,580)
Non-controlling interests	10,327	11,362
Total net assets	3,344,870	4,195,474
Total liabilities and net assets	35,976,092	37,796,672

(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income
(Quarterly consolidated statements of income) (1H FY03/2025)

(Thousand yen)

	1H FY03/2024 (From April 1, 2023 to September 30, 2023)	1H FY03/2025 (From April 1, 2024 to September 30, 2024)
Net sales	36,274,884	36,763,836
Cost of sales	32,072,984	31,806,689
Gross profit	4,201,899	4,957,147
Selling, general and administrative expenses		
Salaries and bonuses	1,410,375	1,525,662
Provision for bonuses	141,244	149,650
Other	2,152,190	2,394,376
Total selling, general and administrative expenses	3,703,810	4,069,689
Operating income	498,089	887,458
Non-operating income		
Interest income	28,214	22,693
Foreign exchange gains	760,224	695,055
Other	40,569	48,601
Total non-operating income	829,008	766,349
Non-operating expenses		
Interest expenses	345,344	255,426
Amortization of bond issuance cost	6,610	6,610
Foreign withholding tax	2,342	2,045
Other	83,109	63,900
Total non-operating expenses	437,406	327,983
Ordinary income	889,691	1,325,824
Extraordinary income		
Gain on sales of non-current assets	907	53,852
Total extraordinary income	907	53,852
Extraordinary losses		
Loss on sales of non-current assets	135	-
Loss on retirement of non-current assets	891	595
Provision for loss related to special investigation etc.	-	233,000
Total extraordinary losses	1,027	233,595
Income before income/loss (-) taxes	889,571	1,146,082
Income taxes	328,225	254,571
Net income/loss (-)	561,346	891,510
Profit/Loss (-) attributable to owners of parent	1,319	1,082
Profit/Loss (-) attributable to owners of parent	560,026	890,428

(Quarterly consolidated statement of comprehensive income)

(1H FY03/2025)

(Thousand yen)

	1H FY03/2024 (From April 1, 2023 to September 30, 2023)	1H FY03/2025 (From April 1, 2024 to September 30, 2024)
Net income/loss (-)	561,346	891,510
Other comprehensive income/loss (-)		
Valuation difference on available-for-sale securities	759	(2,449)
Foreign currency translation adjustment	(421,427)	71,653
Total other comprehensive income/loss (-)	(420,667)	69,204
Comprehensive income/loss (-)	140,678	960,715
Comprehensive income/loss (-) attributable to		
Owners of parent	139,010	958,369
Non-controlling interests	1,668	2,346

(3) Quarterly consolidated statement of cash flows

(Thousand yen)

	1H FY03/2024 (From April 1, 2023 to September 30, 2023)	1H FY03/2025 (From April 1, 2024 to September 30, 2024)
Cash flows from operating activities		
Income before income taxes	889,571	1,146,082
Depreciation	731,510	735,880
Increase (decrease) in allowance for doubtful accounts	1,567	(1,835)
Increase (decrease) in provision for bonuses	(25,485)	(19,990)
Increase (decrease) in net defined benefit liability	34,945	14,727
Increase (decrease) in provision for loss related to special investigation etc.	-	233,000
Interest and dividend income	(28,214)	(22,693)
Interest expenses	345,344	255,426
Amortization of bond issuance cost	6,610	6,610
Foreign exchange losses (gains)	(565,138)	(665,328)
Loss on retirement of non-current assets	891	595
Loss (gain) on sales of fixed assets	(772)	(53,852)
Decrease (increase) in notes and accounts receivable - trade	1,996,553	(730,873)
Decrease (increase) in accounts receivable-other	(58,938)	130,631
Decrease (increase) in inventories	1,877,073	819,246
Decrease (increase) in advances paid	447	(6,462)
Increase (decrease) in notes and accounts payable - trade	(2,189,467)	(121,987)
Increase (decrease) in accounts payable - other	(505,861)	(241,589)
Increase (decrease) in accrued expenses	175,876	(195,718)
Increase (decrease) in accrued consumption taxes	92,097	(146,989)
Increase (decrease) in deposits received	182,150	(136,348)
Increase (decrease) in Long-term accounts payable	(2,867)	(4,316)
Increase (decrease) in other non-current liabilities	63,718	(6,964)
Other	2,691	(112,356)
Subtotal	3,024,307	874,893
Interest and dividend income received	60,971	35,500
Interest expenses paid	(356,134)	(279,437)
Income taxes paid	(412,704)	(483,994)
Income taxes refund	5,739	17,276
Net cash provided by (used in) operating activities	2,322,179	164,238

(Thousand yen)

	1H FY03/2024 (From April 1, 2023 to September 30, 2023)	1H FY03/2025 (From April 1, 2024 to September 30, 2024)
Cash flows from investing activities		
Payments into time deposits	(22,800)	-
Proceeds from withdrawal of time deposits	-	30,551
Purchase of property, plant and equipment	(540,259)	(543,920)
Proceeds from sales of property, plant and equipment	1,139	51,635
Purchase of intangible assets	(47,343)	(39,528)
Payments for lease and guarantee deposits	(22,527)	(27,865)
Proceeds from collection of lease and guarantee deposits	13,390	15,419
Collection of long-term loans receivable	6,071	-
Proceeds from maturity of insurance funds	-	9,495
Other	(6,190)	(5,749)
Net cash provided by (used in) investing activities	(618,518)	(509,962)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(1,284,267)	865,800
Proceeds from long-term loans payable	900,000	-
Repayments of long-term loans payable	(404,863)	(505,783)
Repayments of finance lease obligations	(192,932)	(218,392)
Cash dividends paid	(93,077)	(108,466)
Net cash provided by (used in) financing activities	(1,075,141)	33,157
Effect of exchange rate change on cash and cash equivalents	147,312	306,910
Net increase (decrease) in cash and cash equivalents	775,832	(5,656)
Cash and cash equivalents at beginning of period	3,041,042	4,203,382
Increase (decrease) in cash and cash equivalents resulting from fiscal term change of consolidated subsidiaries	430,822	-
Cash and cash equivalents at end of period	4,247,697	4,197,726