

Consolidated Financial Results (Japanese Accounting Standards) for the First Quarter of Fiscal Year Ending March 31, 2024

Aug 7, 2023

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 7, 2023
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, 2024 (April 1, 2023 – June 30, 2023)

(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 FY03/2024	18,565	12.9	483	—	698	—	496	—
1Q FY03/2023	16,444	10.0	(211)	—	16	—	(100)	—

Note: Comprehensive income 1Q FY03/2024 249 million yen (—%) 1Q FY03/2023 (80) million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY03/2024	31.93	—
1Q FY03/2023	(6.50)	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
1Q FY03/2024	38,324	3,032	7.9
FY03/2023	34,932	2,514	6.4

Reference: Shareholders' equity 1Q FY03/2024 3,018 million yen FY03/2023 2,505 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
FY03/2023	—	0.00	—	6.00	6.00
FY03/2024	—				
FY03/2024 (forecast)		0.00	—	7.00	7.00

Note: Revision of the latest released dividend forecast: None

3. Consolidated forecasts for year ending March 2024 (April 1, 2023 to March 31, 2024)

(% 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	38,000	6.1	450	—	800	87.5	500	287.4	32.17
Full year	85,000	7.5	1800	17.1	1,050	(26.4)	550	8.8	35.39

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 FY03/2024	21,611,000shares	FY03/2023	21,611,000shares
1Q FY03/2024	6,067,959shares	FY03/2023	6,067,959shares
1Q FY03/2024	15,543,041shares	1Q FY03/2023	15,543,041shares

* 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)

	FY03/2023 (March 31,2023)	1Q FY03/2024 (June 30,2023)
Assets		
Current assets		
Cash and deposits	3,057,842	4,347,545
Notes and accounts receivable - Contract assets	12,976,247	11,439,648
Finished goods	1,661,851	1,573,992
Work in process	788,371	670,177
Raw materials and supplies	9,958,782	9,525,010
Others	1,590,253	1,700,159
Allowance for doubtful accounts	(12,694)	(13,711)
Total current assets	30,020,654	29,242,821
Non-current assets		
Property, plant and equipment		
Land	953,021	953,021
Other, net	6,136,550	6,304,961
Total property, plant and equipment	7,089,571	7,257,982
Intangible assets		
Other	651,994	626,251
Total intangible assets	651,994	626,251
Investment and other assets		
Other	1,143,782	1,174,980
Allowance for doubtful accounts	(325)	(325)
Total investments and other accounts	1,143,457	1,174,655
Total non-current assets	8,885,023	9,058,890
Deferred assets		
Bond issuance cost	26,442	23,137
Total deferred assets	26,442	23,137
Total assets	38,932,120	38,324,849
Liability		
Current liability		
Notes and accounts payable - trade	7,458,431	5,650,406
Short-term loans payable	15,232,313	16,357,989
Accounts payable - other	2,418,810	2,172,952
Income tax payable	439,419	180,974
Accrued consumption taxes	445,862	459,373
Provision for bonuses	606,609	616,606
Other	1,917,615	1,979,418
Total current liabilities	28,519,063	27,417,723
Non-current liabilities		
Bonds payable	2,000,000	2,000,000
Long-term loans payable	4,731,726	4,515,181
Deferred tax liability	70,802	77,051
Non defined benefit liabilities	335,122	355,369
Other	760,524	927,103
Total non-current liabilities	7,898,176	7,874,705
Total liabilities	36,417,240	35,292,428

	(Thousand yen)	
	FY03/2023 (March 31,2023)	1Q FY03/2024 (June 30,2023)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	554,842	554,842
Retained earnings	3,482,424	4,249,175
Treasury shares	(1,310,407)	(1,310,407)
Total shareholders' equity	3,227,549	3,994,300
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	(7,650)	(5,605)
Foreign currency translation adjustment	(714,500)	(970,011)
Total other accumulated comprehensive income	(722,150)	(975,617)
Non-controlling interests	9,481	13,736
Total net assets	2,514,880	3,032,420
Total liabilities and net assets	38,932,120	38,324,849

(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income
(Quarterly consolidated statements of income) (1Q FY03/2024)

(Thousand yen)

	1Q FY03/2023 (From April 1, 2022 to June 30, 2022)	1Q FY03/2024 (From April 1, 2023 to June 30, 2023)
Net sales	16,444,028	18,565,464
Cost of sales	14,953,507	16,228,710
Gross profit	1,490,521	2,336,754
Salaries and bonuses	654,178	696,055
Provision for bonuses	58,173	71,859
Other	989,487	1,085,703
Total selling, general and administrative expenses	1,701,839	1,853,617
Operating income	(211,317)	483,136
Non-operating income		
Interest income	2,515	12,577
Foreign exchange gains	332,475	373,454
Other	24,935	24,210
Total non-operating income	359,925	410,243
Non-operating expenses		
Interest expenses	57,656	162,943
Amortization of bond issuance cost	3,305	3,305
Foreign withholding tax	1,099	1,556
Other	70,442	27,187
Total non-operating expenses	132,503	194,993
Ordinary income/loss (-)	16,104	698,386
Extraordinary income		
Gain on sales of non-current assets	775	833
Total extraordinary income	775	833
Extraordinary losses		
Loss on sales of non-current assets	—	134
Loss on retirement of non-current assets	258	446
COVID-19 expenses	10,398	—
Total extraordinary losses	10,657	580
Income before income/loss (-) taxes	6,221	698,639
Income taxes	107,210	195,502
Net income/loss (-)	(100,988)	503,137
Profit/Loss (-) attributable to owners of parent	2	6,884
Profit/Loss (-) attributable to owners of parent	(100,990)	496,252

(Quarterly consolidated statement of comprehensive income)

(1Q FY03/2024)

(Thousand yen)

	1Q FY03/2023 (From April 1, 2022 to June 30, 2022)	1Q FY03/2024 (From April 1, 2023 to June 30, 2023)
Net income/loss (-)	(100,988)	503,137
Other comprehensive income/loss (-)		
Valuation difference on available-for-sale securities	201	2,044
Foreign currency translation adjustment	20,382	(255,451)
Total other comprehensive income/loss (-)	20,583	(253,406)
Comprehensive income/loss (-)	(80,404)	249,730
Comprehensive income/loss (-) attributable to		
Owners of parent	(80,848)	242,785
Non-controlling interests	443	6,944