

<b>Preliminary</b>
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## Summary of Consolidated Financial Statements for the First Quarter Ended June 30, 2022 (IFRS Basis)

Listed company name: **Nitto Denko Corporation**  
 Stock exchange listing: Tokyo Stock Exchange, Prime Market  
 Code Number: 6988 URL <https://www.nitto.com/>  
 Company Representative: Hideo Takasaki, President  
 Contact Person: Yasuhiro Iseyama, Executive Vice President, Director of Corporate Accounting & Finance Division  
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Filing date of quarterly financial statements: July 28, 2022  
 Estimated starting date of dividend paying: -  
 Preparation of supplementary explanatory materials: Yes  
 Holding of quarterly earnings release conference: Yes (for investment analysts and institutional investors)

(All monetary values noted herein are rounded down to the nearest million yen)

### 1. Consolidated financial results of the first quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)

(1) Operating results (% of change from same period in the previous year)

	Revenue		Operating income		Income before income taxes		Net income		Net income attributable to owners of the parent company		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First quarter ended June 30, 2022	216,368	6.2	38,520	29.6	38,674	30.5	26,458	26.8	26,439	26.8	61,159	169.2
First quarter ended June 30, 2021	203,715	24.7	29,720	70.4	29,643	72.0	20,870	73.2	20,844	73.2	22,716	100.9

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
First quarter ended June 30, 2022	178.63		178.55	
First quarter ended June 30, 2021	140.87		140.80	

### (2) Financial position

	Total assets	Total equity	Equity attributable to owners of the parent company	Ratio of equity attributable to owners of the parent company to total assets
	Millions of yen	Millions of yen	Millions of yen	%
June 30, 2022	1,142,860	862,794	861,888	75.4
March 31, 2022	1,094,469	822,105	821,192	75.0

### 2. Dividends

	Dividends per share				
	1Q	2Q	3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
March, 2022	-	110.00	-	110.00	220.00
March, 2023	-	-	-	-	-
March, 2023 (Forecast)	-	120.00	-	120.00	240.00

(Note) Revision of dividend forecast in the current quarter: No

3. Forecast for fiscal year ending March 31, 2023 (April 1, 2022 through March 31, 2023)

(% of change from same period in the previous year)

	Revenue		Operating income		Income before income taxes		Net income		Net income attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	490,000	15.0	95,000	30.5	95,000	30.8	68,000	30.3	68,000	30.4	459.42
Annual	955,000	11.9	160,000	21.0	160,000	20.9	115,000	18.3	115,000	18.4	776.96

(Note) Revision of consolidated forecast in the current quarter: Yes

- Others

(1) Changes in significant subsidiaries during the first quarter ended June 30, 2022: No

(2) Changes in accounting policies applied and changes in accounting estimates

1. Changes in accounting policies required by IFRS: No
2. Changes in accounting policies other than the above: No
3. Changes in accounting estimates: No

(3) Number of shares outstanding (Common stock)

1. Number of shares outstanding at the end of the period (including treasury stock)
 

June 30, 2022: 149,758,428	March 31, 2022: 149,758,428
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2. Number of treasury stock at the end of the period
 

June 30, 2022: 1,744,811	March 31, 2022: 1,744,778
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3. Average number of outstanding shares during the period (cumulative from the beginning of the period)
 

April-June 2022: 148,013,617	April-June 2021: 147,970,047
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- These quarterly financial results are not subject to quarterly review procedures by Certified Public Accountants or audit firm.

- Explanations for adequate utilization of the forecast and other special matters

The forward-looking statements shown in this report, including the forecast, are prepared based on information available to the Company and on certain assumptions deemed reasonable as of the issuing date of the report. Consequently, the statements herein do not constitute promises regarding actual results by the Company. Actual results may differ materially from forecasted figures due to various unknown factors.

## (Reference) Segment Information

(Yen in Millions)

		First quarter ended June 30, 2021 (April 1, 2021 through June 30, 2021)	First quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)	
		Revenue	Revenue	Y-o-Y (%)
Industrial Tape	Revenue	82,542	83,626	101.3
	Operating income	10,717	8,394	78.3
Optronics	Information Fine Materials	89,163	84,804	95.1
	Flexible Printed Circuits	17,563	26,627	151.6
	Total	106,727	111,432	104.4
	Operating income	17,315	25,669	148.2
Human Life	Life Science	11,901	17,945	150.8
	Membrane	7,037	7,840	111.4
	Total	18,939	25,786	136.2
	Operating income	3,504	4,961	141.5
Others	Revenue	-	0	-
	Operating income	-1,361	-1,382	-
Corporate/Elimination	Revenue	-4,493	-4,477	-
	Operating income	-457	877	-
Total	Revenue	203,715	216,368	106.2
	Operating income	29,720	38,520	129.6

(Note) Since “Human Life” has been newly established in the reporting segments from FY2022, partial changes have been made to reporting segments. “Human Life” includes “Life Science” and “Membrane” which was previously included in “Others”. Such changes have also been reflected in the figures for the first quarter ended June 30, 2021.

## Forecasts of fiscal year ending March 31, 2023

		Revenue	Y-o-Y (%)
Industrial Tape	Revenue	345,000	108.0
	Operating income	41,500	109.8
Optronics	Information Fine Materials	370,000	101.7
	Flexible Printed Circuits	115,000	120.0
	Total	485,000	105.5
	Operating income	119,000	123.2
Human Life	Life Science	60,000	115.5
	Membrane	29,500	106.5
	Personal Care Materials	53,500	426.4
	Total	143,000	155.1
	Operating income	11,000	152.1
Others	Revenue	0	-
	Operating income	-6,500	-
Corporate/Elimination	Revenue	-18,000	-
	Operating income	-5,000	-
Total	Revenue	955,000	111.9
	Operating income	160,000	121.0

(Note) Some changes have been made to reporting segments as follows.

1. The personal care components business of Mondi, acquired in the first quarter of FY2022, will be newly established as “Personal Care Materials” in the “Human Life”.
2. Certain related businesses has been transferred from “Industrial Tape” to “Personal Care Materials”.

## 2. Quarterly Consolidated Financial Statements

### (1) Quarterly consolidated statements of financial position

(Yen in Millions)

	March 31, 2022	June 30, 2022
<b>(Assets)</b>		
Current assets		
Cash and cash equivalents	362,046	264,024
Trade and other receivables	206,084	215,386
Inventories	128,318	156,646
Other financial assets	4,939	2,639
Other current assets	21,349	28,635
Total current assets	<u>722,738</u>	<u>667,331</u>
Non-current assets		
Property, plant and equipment	286,949	323,981
Right-of-use assets	13,681	15,498
Goodwill	4,809	65,342
Intangible assets	13,707	14,411
Investments accounted for using equity method	547	452
Financial assets	12,131	12,136
Deferred tax assets	24,131	27,931
Other non-current assets	15,772	15,775
Total non-current assets	<u>371,730</u>	<u>475,528</u>
Total assets	<u><u>1,094,469</u></u>	<u><u>1,142,860</u></u>

(Yen in Millions)

	March 31, 2022	June 30, 2022
Liabilities and equity		
(Liabilities)		
Current liabilities		
Trade and other payables	102,798	111,527
Bonds and borrowings	241	243
Income tax payables	18,138	14,545
Other financial liabilities	19,979	21,397
Other current liabilities	67,330	65,209
Total current liabilities	208,489	212,924
Non-current liabilities		
Other financial liabilities	16,941	17,742
Defined benefit liabilities	44,125	44,652
Deferred tax liabilities	326	1,471
Other non-current liabilities	2,480	3,275
Total non-current liabilities	63,873	67,141
Total liabilities	272,363	280,065
(Equity)		
Equity attributable to owners of the parent company		
Share capital	26,783	26,783
Capital surplus	49,992	49,992
Retained earnings	705,910	716,067
Treasury stock	-9,771	-9,771
Other components of equity	48,276	78,815
Total equity attributable to owners of the parent company	821,192	861,888
Non-controlling interests	913	906
Total equity	822,105	862,794
Total liabilities and equity	1,094,469	1,142,860

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income  
 (Quarterly consolidated statements of income)

(Yen in Millions)

	First quarter ended June 30, 2021 (April 1, 2021 through June 30, 2021)	First quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)
Revenue	203,715	216,368
Cost of sales	135,848	135,190
Gross profit	67,867	81,178
Selling, general and administrative expenses	29,708	33,650
Research and development expenses	9,038	9,748
Other income	1,299	1,503
Other expenses	699	762
Operating income	29,720	38,520
Financial income	216	858
Financial expenses	307	722
Equity in profits (losses) of affiliates	14	18
Income before income taxes	29,643	38,674
Income tax expenses	8,772	12,215
Net income	20,870	26,458
Net income attributable to:		
Owners of the parent company	20,844	26,439
Non-controlling interests	26	19
Total	20,870	26,458
Earnings per share attributable to owners of the parent company		
Basic earnings per share (Yen)	140.87	178.63
Diluted earnings per share (Yen)	140.80	178.55

## (Quarterly consolidated statements of comprehensive income)

(Yen in Millions)

	First quarter ended June 30, 2021 (April 1, 2021 through June 30, 2021)	First quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)
Net income	20,870	26,458
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net gain (loss) on financial assets measured at fair value through other comprehensive income	50	-132
Items that will be reclassified to profit or loss		
Exchange differences on translating foreign operations	1,790	32,618
Net gain (loss) in fair value of cash flow hedges	3	2,211
Share of other comprehensive income of associates accounted for using equity method	0	2
Total other comprehensive income	<u>1,845</u>	<u>34,700</u>
Total comprehensive income	<u>22,716</u>	<u>61,159</u>
Total comprehensive income attributable to:		
Owners of the parent company	22,689	61,136
Non-controlling interests	<u>26</u>	<u>22</u>
Total	<u>22,716</u>	<u>61,159</u>



## (3) Quarterly consolidated statements of changes in equity

For the first quarter ended June 30, 2021 (April 1, 2021 through June 30, 2021)

(Yen in Millions)

	Equity attributable to owners of the parent company						Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury stock	Other components of equity	Total		
Balance as of April 1, 2021	26,783	50,070	635,916	-10,039	13,136	715,868	817	716,686
Net income	-	-	20,844	-	-	20,844	26	20,870
Other comprehensive income	-	-	-	-	1,844	1,844	0	1,845
Total comprehensive income	-	-	20,844	-	1,844	22,689	26	22,716
Share-based payment transactions	-	-69	-	-	50	-18	-	-18
Dividends	-	-	-14,796	-	-	-14,796	-20	-14,816
Changes in treasury stock	-	-2	-	72	-	69	-	69
Total transactions with owners	-	-72	-14,796	72	50	-14,745	-20	-14,765
Balance as of June 30, 2021	26,783	49,998	641,965	-9,966	15,032	723,812	824	724,637

For the first quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)

(Yen in Millions)

	Equity attributable to owners of the parent company						Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury stock	Other components of equity	Total		
Balance as of April 1, 2022	26,783	49,992	705,910	-9,771	48,276	821,192	913	822,105
Net income	-	-	26,439	-	-	26,439	19	26,458
Other comprehensive income	-	-	-	-	34,697	34,697	3	34,700
Total comprehensive income	-	-	26,439	-	34,697	61,136	22	61,159
Share-based payment transactions	-	-	-	-	47	47	-	47
Dividends	-	-	-16,281	-	-	-16,281	-29	-16,311
Changes in treasury stock	-	-	-	-0	-	-0	-	-0
Transfer from other components of equity to non-financial assets	-	-	-	-	-4,206	-4,206	-	-4,206
Total transactions with owners	-	-	-16,281	-0	-4,159	-20,440	-29	-20,470
Balance as of June 30, 2022	26,783	49,992	716,067	-9,771	78,815	861,888	906	862,794

## (4) Quarterly consolidated statements of cash flows

(Yen in Millions)

	First quarter ended June 30, 2021 (April 1, 2021 through June 30, 2021)	First quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)
Cash flows from operating activities		
Income before income taxes	29,643	38,674
Depreciation and amortization	12,011	13,186
Impairment losses	29	77
Increase (decrease) in defined benefit liabilities	421	526
Decrease (increase) in trade and other receivables	-2,240	11,066
Decrease (increase) in inventories	-4,409	-12,234
Increase (decrease) in trade and other payables	874	3,203
Increase (decrease) in advances received	-471	-6,660
Interest and dividend income	206	194
Interest expenses paid	-196	-156
Income taxes (paid) refunded	-12,205	-17,181
Others	-8,967	-9,415
Net cash provided by (used in) operating activities	14,696	21,280
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	-12,120	-15,812
Proceeds from sale of property, plant and equipment and intangible assets	204	133
Decrease (increase) in time deposits	52	-366
Purchase of investment securities	-571	-12
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	-95,411
Others	469	4
Net cash provided by (used in) investing activities	-11,965	-111,464
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	-357	1
Repayment of finance lease obligations	-1,614	-1,676
Decrease (increase) in treasury stock	-	-0
Cash dividends paid	-14,796	-16,281
Others	-26	-35
Net cash provided by (used in) financing activities	-16,794	-17,991
Effect of exchange rate changes on cash and cash equivalents	407	10,153
Net increase (decrease) in cash and cash equivalents	-13,655	-98,022
Cash and cash equivalents at the beginning of the period	300,888	362,046
Cash and cash equivalents at the end of the period	287,233	264,024

(Segment information)

Information regarding revenue, income or loss by segments

First quarter ended June 30, 2021 (April 1, 2021 through June 30, 2021)

(Yen in Millions)

	Industrial Tape	Optronics	Human Life	Others	Total	Adjustment	Quarterly consolidated statements of income
Revenue from outside customers	81,845	104,784	16,845	-	203,474	241	203,715
Inter-segment revenue	697	1,943	2,094	-	4,734	-4,734	-
Total segment revenue	82,542	106,727	18,939	-	208,208	-4,493	203,715
Operating income (loss)	10,717	17,315	3,504	-1,361	30,177	-457	29,720
Financial income							216
Financial expenses							-307
Equity in profits (losses) of affiliates							14
Income before income taxes							29,643

(Note) Since “Human Life” has been newly established in the reporting segments from FY2022, partial changes have been made to reporting segments. “Human Life” includes “Life Science” and “Membrane” which was previously included in “Others”. Such changes have also been reflected in the figures for the first quarter ended June 30, 2021.

Major products for each segment

Business segment	Major products or business
Industrial Tape	Functional Base Products (bonding and joining products, protective materials, processing materials, automotive products, etc.)
Optronics	Information Fine Materials (optical films, etc.), Flexible Printed Circuits (CIS (Circuit Integrated Suspension), high-precision circuits, etc.)
Human Life	Life Science (oligonucleotide contract manufacturing business, nucleic acid synthesis materials, nucleic acid drug discovery, medical products, etc.), Membrane (high-polymer separation membrane)
Others	New Business, Other Products

First quarter ended June 30, 2022 (April 1, 2022 through June 30, 2022)

(Yen in Millions)

	Industrial Tape	Optronics	Human Life	Others	Total	Adjustment	Quarterly consolidated statements of income
Revenue from outside customers	82,669	109,714	23,752	0	216,136	232	216,368
Inter-segment revenue	957	1,718	2,033	-	4,710	-4,710	-
Total segment revenue	83,626	111,432	25,786	0	220,846	-4,477	216,368
Operating income (loss)	8,394	25,669	4,961	-1,382	37,643	877	38,520
Financial income							858
Financial expenses							-722
Equity in profits (losses) of affiliates							18
Income before income taxes							38,674

Major products for each segment

Business segment	Major products or business
Industrial Tape	Functional Base Products (bonding and joining products, protective materials, processing materials, automotive products, etc.)
Optronics	Information Fine Materials (optical films, etc.), Flexible Printed Circuits (CIS (Circuit Integrated Suspension), high-precision circuits, etc.)
Human Life	Life Science (oligonucleotide contract manufacturing business, nucleic acid synthesis materials, nucleic acid drug discovery, medical products, etc.), Membrane (high-polymer separation membrane)
Others	New Business, Other Products