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August 7, 2023

Consolidated Financial Results for the Three Months Ended June 30, 2023 (Under Japanese GAAP)



Company name: NISSIN CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 9066
 URL: <https://www.nissin-tw.com/english/>
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 Scheduled date to file quarterly securities report: August 9, 2023
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly financial results briefing: None

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2023	41,065	(23.5)	2,100	(38.6)	2,456	(34.3)	1,775	(31.8)
June 30, 2022	53,714	27.0	3,418	113.2	3,740	68.6	2,602	89.5

Note: Comprehensive income For the three months ended June 30, 2023: ¥5,273 million [18.8%]
 For the three months ended June 30, 2022: ¥4,439 million [219.8%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	91.35	-
June 30, 2022	134.06	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	157,296	89,020	54.5
March 31, 2023	153,263	85,263	53.6

Reference: Equity
 As of June 30, 2023: ¥85,751 million
 As of March 31, 2023: ¥82,134 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	40.00	-	50.00	90.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		50.00	-	50.00	100.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated financial result forecasts for the fiscal year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	95,000	(11.7)	4,250	(44.6)	4,500	(45.6)	3,250	(44.5)	166.84
Full year	190,000	(2.1)	8,500	(32.8)	9,000	(34.0)	6,500	(38.3)	333.67

Note: Revisions to the financial result forecast most recently announced: None

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in change in scope of consolidation): None

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2023	20,272,769 shares
As of March 31, 2023	20,272,769 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2023	921,405 shares
As of March 31, 2023	722,919 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	19,433,533 shares
Three months ended June 30, 2022	19,412,708 shares

Note: The Company has introduced the "Employee Stock Ownership Trust Plan (ESOP)." Accordingly, the number of treasury shares deducted to calculate the number of treasury shares at the end of the period and the average number of shares outstanding during the period includes the Company's shares held by the said Trust.

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Explanation of the proper use of earnings forecasts and other special notes

The earnings forecasts are prepared based on assessments derived from information currently available to the Company. Accordingly, some risks and uncertain factors may be involved, and actual results may differ from these forecasts.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	25,923	25,939
Notes and accounts receivable - trade	29,169	28,933
Raw materials and supplies	132	165
Other	7,375	8,177
Allowance for doubtful accounts	(115)	(116)
Total current assets	62,485	63,098
Non-current assets		
Property, plant and equipment		
Buildings and structures	81,094	82,802
Accumulated depreciation	(49,803)	(50,873)
Buildings and structures, net	31,291	31,928
Machinery, equipment and vehicles	15,593	15,968
Accumulated depreciation	(11,485)	(11,805)
Machinery, equipment and vehicles, net	4,108	4,162
Land	26,379	26,492
Construction in progress	2,181	2,247
Other	3,586	3,492
Accumulated depreciation	(2,843)	(2,705)
Other, net	742	787
Total property, plant and equipment	64,703	65,617
Intangible assets		
Leasehold interests in land	497	496
Other	883	870
Total intangible assets	1,380	1,366
Investments and other assets		
Investment securities	18,156	20,328
Long-term loans receivable	242	250
Retirement benefit asset	1,426	1,469
Deferred tax assets	563	481
Other	4,376	4,756
Allowance for doubtful accounts	(71)	(72)
Total investments and other assets	24,693	27,213
Total non-current assets	90,777	94,198
Total assets	153,263	157,296

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	11,066	10,652
Short-term borrowings	7,738	7,747
Lease liabilities	3,222	3,546
Income taxes payable	2,527	772
Provision for bonuses	2,816	1,423
Provision for bonuses for directors (and other officers)	83	22
Other	8,425	10,427
Total current liabilities	35,880	34,592
Non-current liabilities		
Bonds payable	1,000	1,000
Long-term borrowings	16,934	16,862
Lease liabilities	7,733	8,274
Long-term accounts payable - other	56	57
Deferred tax liabilities	1,204	2,195
Retirement benefit liability	3,209	3,292
Other	1,981	2,002
Total non-current liabilities	32,120	33,683
Total liabilities	68,000	68,276
Net assets		
Shareholders' equity		
Share capital	6,097	6,097
Capital surplus	4,712	4,712
Retained earnings	63,428	64,212
Treasury shares	(1,056)	(1,555)
Total shareholders' equity	73,182	73,465
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,565	6,987
Deferred gains or losses on hedges	0	2
Foreign currency translation adjustment	2,772	4,661
Remeasurements of defined benefit plans	613	633
Total accumulated other comprehensive income	8,952	12,285
Non-controlling interests	3,129	3,269
Total net assets	85,263	89,020
Total liabilities and net assets	153,263	157,296

(2) Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	53,714	41,065
Cost of sales	46,606	35,164
Gross profit	7,108	5,900
Selling, general and administrative expenses	3,689	3,799
Operating profit	3,418	2,100
Non-operating income		
Interest income	28	68
Dividend income	301	268
Share of profit of entities accounted for using equity method	143	148
Other	211	177
Total non-operating income	684	663
Non-operating expenses		
Interest expenses	117	85
Foreign exchange losses	232	196
Other	13	25
Total non-operating expenses	362	307
Ordinary profit	3,740	2,456
Extraordinary income		
Gain on sale of investment securities	-	28
Gain on sale of non-current assets	11	5
Total extraordinary income	11	33
Extraordinary losses		
Extra retirement payments	20	8
Loss on retirement of non-current assets	12	0
Loss on sale of non-current assets	0	0
Total extraordinary losses	32	8
Profit before income taxes	3,719	2,480
Income taxes - current	720	207
Income taxes - deferred	308	442
Total income taxes	1,029	649
Profit	2,690	1,830
Profit attributable to non-controlling interests	87	55
Profit attributable to owners of parent	2,602	1,775

Quarterly Consolidated Statements of Comprehensive Income

Three Months Ended June 30

(Millions of yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	2,690	1,830
Other comprehensive income		
Valuation difference on available-for-sale securities	(172)	1,418
Deferred gains or losses on hedges	0	2
Foreign currency translation adjustment	1,828	1,942
Remeasurements of defined benefit plans, net of tax	(5)	21
Share of other comprehensive income of entities accounted for using equity method	98	58
Total other comprehensive income	1,749	3,443
Comprehensive income	4,439	5,273
Comprehensive income attributable to		
Owners of parent	4,265	5,108
Non-controlling interests	173	165