

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2022 (Based on Japanese GAAP)

November 11, 2022

Company name: NISSEI PLASTIC INDUSTRIAL CO., LTD.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6293 URL <http://www.nisseijushi.co.jp>  
 Representative: President & Representative Director Hozumi Yoda  
 Inquiries: Managing Director Hiroshi Miyashita TEL 0268-82-3000  
 Scheduled date to file Quarterly Securities Report: November 11, 2022  
 Scheduled date to commence dividend payments: December 2, 2022  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2022 (from April 1, 2022 to September 30, 2022)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2022	24,977	20.0	1,601	30.9	1,707	42.4	1,259	(20.5)
Six months ended September 30, 2021	20,822	9.3	1,223	246.8	1,198	196.5	1,583	493.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2022	64.56		63.18	
Six months ended September 30, 2021	81.19		79.61	

(2) Consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of September 30, 2022	74,027		40,201		53.6	
As of March 31, 2022	68,852		36,938		52.9	

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2022	—	15.00	—	15.00	30.00
Year ending March 31, 2023	—	20.00			
Year ending March 31, 2023 (Forecast)			—	15.00	35.00

3. Forecast of consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	51,000	4.7	3,000	16.4	3,100	5.4	1,900	(29.1)	97.42

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 2022  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of September 30, 2022	22,272,000 shares	As of March 31, 2022	22,272,000 shares
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Number of treasury shares at the end of the period

As of September 30, 2022	2,768,705 shares	As of March 31, 2022	2,768,705 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2022	19,503,295 shares	Six months ended September 30, 2021	19,503,350 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
<b>Assets</b>		
Current assets		
Cash and deposits	10,781	9,030
Notes and accounts receivable - trade, and contract assets	10,606	8,992
Electronically recorded monetary claims - operating	638	832
Merchandise and finished goods	9,419	11,504
Work in process	4,413	6,296
Raw materials and supplies	11,672	13,588
Accounts receivable - other	2,390	2,677
Other	1,380	2,026
Allowance for doubtful accounts	(469)	(508)
Total current assets	50,834	54,440
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,212	6,591
Machinery, equipment and vehicles, net	1,543	1,627
Land	4,625	4,787
Other	1,015	1,717
Total property, plant and equipment	13,397	14,724
Intangible assets	572	541
Investments and other assets		
Investment securities	1,939	1,916
Other	2,111	2,406
Allowance for doubtful accounts	(1)	(1)
Total investments and other assets	4,048	4,321
Total non-current assets	18,018	19,587
Total assets	68,852	74,027
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,252	13,254
Short-term borrowings	433	2,060
Current portion of long-term borrowings	1,744	1,975
Provisions	332	392
Other	5,725	5,835
Total current liabilities	22,489	23,518
Non-current liabilities		
Long-term borrowings	5,869	6,818
Retirement benefit liability	3,140	3,038
Other	414	451
Total non-current liabilities	9,424	10,307
Total liabilities	31,913	33,826

(Millions of yen)

	As of March 31, 2022	As of September 30, 2022
Net assets		
Shareholders' equity		
Share capital	5,362	5,362
Capital surplus	5,334	5,334
Retained earnings	25,944	26,910
Treasury shares	(1,539)	(1,539)
Total shareholders' equity	35,102	36,068
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	711	694
Deferred gains or losses on hedges	(3)	(0)
Foreign currency translation adjustment	607	2,878
Remeasurements of defined benefit plans	18	15
Total accumulated other comprehensive income	1,335	3,588
Share acquisition rights	282	322
Non-controlling interests	218	221
Total net assets	36,938	40,201
Total liabilities and net assets	68,852	74,027

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Net sales	20,822	24,977
Cost of sales	14,130	16,847
Gross profit	6,691	8,129
Selling, general and administrative expenses	5,468	6,527
Operating profit	1,223	1,601
Non-operating income		
Interest income	21	13
Dividend income	43	70
Gain on valuation of derivatives	–	84
Other	85	132
Total non-operating income	150	299
Non-operating expenses		
Interest expenses	97	58
Foreign exchange losses	10	115
Loss on valuation of derivatives	19	–
Loss on cancellation of leases	38	–
Other	10	19
Total non-operating expenses	175	194
Ordinary profit	1,198	1,707
Extraordinary income		
Gain on sale of non-current assets	1,165	–
Total extraordinary income	1,165	–
Extraordinary losses		
Subsidiaries relocation expenses	63	–
Extra retirement payments	20	–
Total extraordinary losses	83	–
Profit before income taxes	2,280	1,707
Income taxes	702	457
Profit	1,577	1,249
Loss attributable to non-controlling interests	(5)	(9)
Profit attributable to owners of parent	1,583	1,259

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Profit	1,577	1,249
Other comprehensive income		
Valuation difference on available-for-sale securities	270	(17)
Deferred gains or losses on hedges	2	3
Foreign currency translation adjustment	403	2,282
Remeasurements of defined benefit plans, net of tax	(8)	(2)
Total other comprehensive income	668	2,265
Comprehensive income	2,245	3,515
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,251	3,512
Comprehensive income attributable to non-controlling interests	(5)	2

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2021	Six months ended September 30, 2022
Cash flows from operating activities		
Profit before income taxes	2,280	1,707
Depreciation	598	773
Gain on sale of non-current assets	(1,168)	–
Increase (decrease) in allowance for doubtful accounts	(6)	(11)
Increase (decrease) in provision for bonuses	40	29
Increase (decrease) in retirement benefit liability	(67)	(122)
Interest and dividend income	(64)	(83)
Interest expenses	97	46
Decrease (increase) in trade receivables	1,477	726
Decrease (increase) in inventories	(2,925)	(4,033)
Decrease (increase) in consumption taxes refund receivable	429	663
Increase (decrease) in trade payables	1,401	(1,721)
Other, net	571	(344)
Subtotal	2,663	(2,370)
Interest and dividends received	63	83
Interest paid	(124)	(53)
Income taxes paid	(137)	(926)
Net cash provided by (used in) operating activities	2,464	(3,267)
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	–	189
Purchase of property, plant and equipment	(1,496)	(1,096)
Proceeds from sale of property, plant and equipment	1,366	–
Purchase of intangible assets	(99)	(125)
Net cash provided by (used in) investing activities	(229)	(1,032)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(1,652)	1,546
Proceeds from long-term borrowings	1,700	2,036
Repayments of long-term borrowings	(1,098)	(1,055)
Dividends paid	(291)	(292)
Purchase of treasury shares	(0)	–
Repayments of finance lease liabilities	(60)	(51)
Net cash provided by (used in) financing activities	(1,403)	2,184
Effect of exchange rate change on cash and cash equivalents	1	544
Net increase (decrease) in cash and cash equivalents	832	(1,571)
Cash and cash equivalents at beginning of period	14,119	10,601
Cash and cash equivalents at end of period	14,952	9,030