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February 03, 2023

Consolidated Financial Results for the Nine Months Ended December 31, 2022 (Under Japanese GAAP)

Company name: NID Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2349
 URL: <https://www.nid.co.jp/>
 Representative: Shuntaro Komori, President
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 Scheduled date to file quarterly securities report: February 13, 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 nine months ended December 31, 2022 (from April 1, 2022 to December 31, 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	%
Nine months ended								
December 31, 2022	14,608	11.0	1,790	13.7	1,928	8.9	1,539	30.9
December 31, 2021	13,159	1.4	1,574	21.4	1,770	17.2	1,176	9.2

Note: Comprehensive income For the nine months ended December 31, 2022 : ¥1,445 million [33.4%]
 For the nine months ended December 31, 2021 : ¥1,083 million [△17.6%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2022	138.67	—
December 31, 2021	104.73	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
December 31, 2022	23,114	17,291	74.8
March 31, 2022	21,904	16,101	73.5

Reference: Equity

As of December 31, 2022: ¥17,291 million
 As of March 31, 2022: ¥16,101 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, 2022	—	—	—	23.00	23.00
Fiscal year ending March 31, 2023	—	—	—		
Fiscal year ending March 31, 2023 (Forecast)				26.00	26.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2023 (From April 1, 2022 to March 31, 2023)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full Year	20,000	9.6	2,400	7.8	2,550	3.4	2,090	28.1	188.19

Note : Revisions to the latest projected consolidated results : Yes

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the 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: Yes
 - (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 December 31,2022	13,109,490 shares
As of March 31, 2022	13,109,490 shares

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

As of December 31,2022	2,003,853 shares
As of March 31, 2022	2,003,759 shares

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

Nine months ended December 31,2022	11,105,703 shares
Nine months ended December 31,2021	11,232,094 shares

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

* Proper use of earnings forecasts, and other special matters

All projections provided in this document are based on the most accurate information available at the time of this writing. However our actual results may differ from our projections due to various unforeseen reasons.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2022	As of December 31, 2022
Assets		
Current assets		
Cash and deposits	11,845,184	12,653,465
Notes receivable - trade	138,825	110,057
Accounts receivable - trade	3,149,350	2,844,625
Work in process	254,149	420,099
Other	81,250	133,456
Total current assets	15,468,759	16,161,704
Non-current assets		
Property, plant and equipment	351,770	336,568
Intangible assets		
Goodwill	-	243,281
Other	161,591	134,956
Total intangible assets	161,591	378,238
Investments and other assets		
Investment securities	4,560,544	4,821,614
Deferred tax assets	871,742	910,449
Guarantee deposits	345,739	354,189
Other	144,227	151,966
Total investments and other assets	5,922,253	6,238,219
Total non-current assets	6,435,615	6,953,026
Total assets	21,904,375	23,114,730

(Thousand yen)

	As of March 31, 2022	As of December 31, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	469,479	534,214
Short-term borrowings	-	360,000
Accounts payable - other	465,463	486,993
Income taxes payable	506,938	293,388
Accrued consumption taxes	217,248	227,664
Advances received	684	371
Provision for bonuses	922,888	471,737
Other	218,401	392,018
Total current liabilities	2,801,102	2,766,388
Non-current liabilities		
Retirement benefit liability	2,448,765	2,454,782
Provision for retirement benefits for directors (and other officers)	496,750	550,211
Asset retirement obligations	48,285	48,903
Other	8,294	3,332
Total non-current liabilities	3,002,095	3,057,229
Total liabilities	5,803,198	5,823,617
Net assets		
Shareholders' equity		
Share capital	653,352	653,352
Capital surplus	488,675	488,675
Retained earnings	15,805,353	17,089,921
Treasury shares	△1,587,655	△1,587,797
Total shareholders' equity	15,359,725	16,644,150
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	728,413	633,197
Remeasurements of defined benefit plans	13,037	13,764
Total accumulated other comprehensive income	741,451	646,962
Total net assets	16,101,177	17,291,112
Total liabilities and net assets	21,904,375	23,114,730

(2) Consolidated Statements of Income

(Thousand yen)

	Nine months ended December 31,2021	Nine months ended December 31,2022
Net sales	13,159,789	14,608,382
Cost of sales	9,991,314	11,167,310
Gross profit	3,168,474	3,441,072
Selling, general and administrative expenses	1,593,680	1,650,563
Operating profit	1,574,793	1,790,509
Non-operating income		
Interest income	7,885	7,372
Dividend income	170,347	113,183
Gain on sale of investment securities	-	7,534
Subsidy income	19,287	5,122
Other	17,309	12,294
Total non-operating income	214,829	145,507
Non-operating expenses		
Interest expenses	625	958
Loss on investments in investment partnerships	-	1,775
investment partnership management fee	3,169	2,245
Taxes and dues	5,805	1,373
Commission expenses	3,685	-
Loss on cancellation of insurance policies	5,337	-
Foreign exchange losses	-	1,200
Other	131	265
Total non-operating expenses	18,754	7,818
Ordinary profit	1,770,869	1,928,198
Extraordinary income		
Gain on sale of non-current assets	999	2,290
Gain on sale of investment securities	-	347,378
Total extraordinary income	999	349,669
Extraordinary losses		
Loss on retirement of non-current assets	47	323
Total extraordinary losses	47	323
Profit before income taxes	1,771,821	2,277,544
Income taxes	595,464	737,544
Profit	1,176,357	1,539,999
Profit attributable to		
Profit attributable to owners of parent	1,176,357	1,539,999
Profit attributable to non-controlling interests	-	-
Other comprehensive income		
Valuation difference on available-for-sale securities	△89,948	△95,216
Remeasurements of defined benefit plans, net of tax	△2,450	726
Total other comprehensive income	△92,399	△94,489
Comprehensive income	1,083,957	1,445,510
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,083,957	1,445,510
Comprehensive income attributable to non-controlling interests	-	-