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August 04, 2023

Consolidated Financial Results for the Three Months Ended June 30, 2023 (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
 Inquiries: Hiroshi Kosuge, Director, Corporate Design Manager, Finance Manager
 Telephone: 81-8-3-6221-6811
 Scheduled date to file quarterly securities report: August 04, 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2023	5,014	9.0	505	1.7	577	5.7	382	4.5
June 30, 2022	4,600	11.2	496	26.9	546	23.3	366	23.4

Note: Comprehensive income For the three months ended June 30, 2023: ¥511 million [55.5%]
 For the three months ended June 30, 2022: ¥329 million [△2.6%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	34.47	—
June 30, 2022	32.97	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2023	24,380	18,134	74.4
March 31, 2023	24,020	17,911	74.6

Reference: Equity

As of June 30, 2023: ¥18,134 million
 As of March 31, 2023: ¥17,911 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	—	—	—	26.00	26.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		—	—	27.00	27.00

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

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31,2024 (From April 1, 2023 to March 31, 2024)

	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
Six months ended September 30,2023	10,040	5.9	940	△11.7	1,020	△11.8	710	△30.0	63.93
Full Year	21,000	2.7	2,400	△5.7	2,560	△6.7	1,760	△20.4	158.48

Note : Revisions to the latest projected consolidated results : None

*** 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: 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	13,109,490 shares
As of March 31, 2023	13,109,490 shares

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

As of June 30,2023	2,003,853 shares
As of March 31, 2023	2,003,853 shares

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

Three months ended June 30,2023	11,105,637 shares
Three months ended June 30,2022	11,105,731 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

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	13,049,487	13,504,862
Notes receivable - trade	99,824	154,444
Accounts receivable - trade	3,416,640	2,692,791
Work in process	147,453	446,383
Other	161,928	260,854
Total current assets	16,875,335	17,059,336
Non-current assets		
Property, plant and equipment	328,817	314,209
Intangible assets	345,908	322,228
Investments and other assets		
Investment securities	4,992,906	5,264,513
Deferred tax assets	968,446	909,980
Guarantee deposits	354,127	354,157
Other	154,465	155,952
Total investments and other assets	6,469,944	6,684,604
Total non-current assets	7,144,670	7,321,042
Total assets	24,020,006	24,380,378
Liabilities		
Current liabilities		
Accounts payable - trade	587,392	697,114
Short-term borrowings	—	360,000
Accounts payable - other	350,464	434,258
Income taxes payable	568,346	210,604
Accrued consumption taxes	308,823	299,610
Advances received	1,155	55
Provision for bonuses	931,757	490,839
Other	254,655	605,338
Total current liabilities	3,002,594	3,097,820
Non-current liabilities		
Retirement benefit liability	2,484,080	2,533,181
Provision for retirement benefits for directors (and other officers)	556,987	563,436
Asset retirement obligations	49,109	49,318
Other	16,001	2,402
Total non-current liabilities	3,106,178	3,148,339
Total liabilities	6,108,773	6,246,159
Net assets		
Shareholders' equity		
Share capital	653,352	653,352
Capital surplus	488,675	488,675
Retained earnings	17,760,317	17,854,370
Treasury shares	△1,587,797	△1,587,797
Total shareholders' equity	17,314,547	17,408,600
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	584,855	715,072
Remeasurements of defined benefit plans	11,830	10,546
Total accumulated other comprehensive income	596,685	725,618
Total net assets	17,911,232	18,134,219
Total liabilities and net assets	24,020,006	24,380,378

(2) Consolidated Statements of Income

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	4,600,313	5,014,011
Cost of sales	3,552,309	3,882,300
Gross profit	1,048,003	1,131,710
Selling, general and administrative expenses	551,338	626,656
Operating profit	496,665	505,053
Non-operating income		
Interest income	1,598	1,453
Dividend income	43,987	42,820
Gain on sale of investment securities	7,534	—
Subsidy income	465	27,291
Other	3,111	5,673
Total non-operating income	56,697	77,239
Non-operating expenses		
Interest expenses	307	343
Taxes and dues	1,373	832
Loss on investments in investment partnerships	2,042	754
investment partnership management fee	1,387	522
Foreign exchange losses	1,425	—
Other	77	1,903
Total non-operating expenses	6,614	4,357
Ordinary profit	546,748	577,935
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	546,748	577,935
Income taxes	180,591	195,135
Profit	366,157	382,799
Profit attributable to		
Profit attributable to owners of parent	366,157	382,799
Profit attributable to non-controlling interests	—	—
Other comprehensive income		
Valuation difference on available-for-sale securities	△35,648	130,217
Remeasurements of defined benefit plans, net of tax	△1,411	△1,284
Total other comprehensive income	△37,059	128,933
Comprehensive income	329,097	511,733
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	329,097	511,733
Comprehensive income attributable to non-controlling interests	—	—