

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 14, 2024

Company name: NPR-RIKEN CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 6209 URL <https://www.npr-riken.co.jp/>
 Representative: Representative Director, Chairman and CEO Yasunori Maekawa
 General Manager
 Inquiries: Accounting & Finance Division Takuya Ohashi TEL 03-6899-1871
 Scheduled date to file Semi-annual Securities Report: November 14, 2024
 Scheduled date to commence dividend payments: December 6, 2024
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(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, 2024	84,650	–	5,444	–	6,719	–	3,934	–
Six months ended September 30, 2023	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	144.15	143.83
Six months ended September 30, 2023	–	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	215,659	150,840	65.8
As of March 31, 2024	218,580	149,166	64.2

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2024	–	–	–	70.00	70.00
Year ending March 31, 2025	–	45.00	–	–	–
Year ending March 31, 2025 (Forecast)	–	–	–	75.00	120.00

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

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	171,000	23.4	10,400	18.7	12,700	9.2	8,000	(69.6)	297.72

4. Notes

(1) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual 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, 2024	28,247,910 shares	As of March 31, 2024	28,141,360 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	1,377,169 shares	As of March 31, 2024	3,159 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, 2024	27,294,594 shares	Six months ended September 30, 2023	– shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	24,440	24,673
Notes and accounts receivable - trade, and contract assets	38,709	37,651
Merchandise and finished goods	22,736	23,586
Work in process	7,348	7,624
Raw materials and supplies	7,497	7,319
Other	3,680	3,328
Allowance for doubtful accounts	(63)	(56)
Total current assets	104,348	104,126
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,108	16,450
Machinery, equipment and vehicles, net	19,703	20,923
Land	8,623	8,692
Construction in progress	1,986	2,323
Other, net	3,773	3,985
Total property, plant and equipment	50,195	52,374
Intangible assets		
Leased assets	1,247	1,045
Goodwill	5,073	4,842
Other	1,232	1,298
Total intangible assets	7,553	7,186
Investments and other assets		
Investment securities	40,401	35,428
Deferred tax assets	1,443	1,498
Retirement benefit asset	13,412	13,688
Other	1,252	1,380
Allowance for doubtful accounts	(26)	(23)
Total investments and other assets	56,482	51,972
Total non-current assets	114,232	111,533
Total assets	218,580	215,659

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	10,915	11,438
Electronically recorded obligations - operating	9,148	6,821
Short-term borrowings	7,816	7,772
Current portion of long-term borrowings	2,404	1,940
Income taxes payable	1,587	1,042
Provision for bonuses	2,794	2,931
Other	9,999	10,255
Total current liabilities	44,668	42,202
Non-current liabilities		
Long-term borrowings	9,565	8,755
Retirement benefit liability	3,835	3,777
Provision for product warranties	285	285
Provision for retirement benefits for directors (and other officers)	189	206
Deferred tax liabilities	7,921	6,725
Other	2,947	2,866
Total non-current liabilities	24,745	22,617
Total liabilities	69,413	64,819
Net assets		
Shareholders' equity		
Share capital	5,061	5,212
Capital surplus	25,590	25,689
Retained earnings	89,884	91,849
Treasury shares	(6)	(3,866)
Total shareholders' equity	120,530	118,884
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,750	5,030
Deferred gains or losses on hedges	(111)	(9)
Foreign currency translation adjustment	6,116	12,025
Remeasurements of defined benefit plans	6,147	5,908
Total accumulated other comprehensive income	19,902	22,955
Share acquisition rights	118	97
Non-controlling interests	8,615	8,903
Total net assets	149,166	150,840
Total liabilities and net assets	218,580	215,659

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, 2024
Net sales	84,650
Cost of sales	65,054
Gross profit	19,596
Selling, general and administrative expenses	14,151
Operating profit	5,444
Non-operating income	
Interest and dividend income	602
Share of profit of entities accounted for using equity method	1,140
Other	240
Total non-operating income	1,984
Non-operating expenses	
Interest expenses	117
Foreign exchange losses	438
Other	153
Total non-operating expenses	709
Ordinary profit	6,719
Extraordinary income	
Gain on sale of non-current assets	4
Gain on sale of investment securities	279
Total extraordinary income	283
Extraordinary losses	
Loss on retirement of non-current assets	104
Loss on sale of non-current assets	0
Impairment losses	608
Total extraordinary losses	712
Profit before income taxes	6,290
Income taxes - current	1,747
Income taxes - deferred	390
Total income taxes	2,138
Profit	4,151
Profit attributable to non-controlling interests	217
Profit attributable to owners of parent	3,934

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2024
Profit	4,151
Other comprehensive income	
Valuation difference on available-for-sale securities	(2,822)
Deferred gains or losses on hedges	101
Foreign currency translation adjustment	6,457
Remeasurements of defined benefit plans, net of tax	(210)
Share of other comprehensive income of entities accounted for using equity method	(5)
Total other comprehensive income	3,521
Comprehensive income	7,673
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	6,987
Comprehensive income attributable to non-controlling interests	685

Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2024
Cash flows from operating activities	
Profit before income taxes	6,290
Depreciation	4,624
Amortization of goodwill	230
Share of loss (profit) of entities accounted for using equity method	(1,140)
Impairment losses	608
Increase (decrease) in allowance for doubtful accounts	(14)
Increase (decrease) in retirement benefit liability	(124)
Decrease (increase) in retirement benefit asset	(276)
Interest and dividend income	(602)
Interest expenses	117
Loss (gain) on sale of investment securities	(279)
Loss on retirement of non-current assets	104
Loss (gain) on sale of non-current assets	(4)
Decrease (increase) in accounts receivable - trade, and contract assets	2,310
Decrease (increase) in inventories	826
Increase (decrease) in trade payables	(2,853)
Other, net	129
Subtotal	9,946
Interest and dividends received	1,518
Interest paid	(117)
Income taxes paid	(2,230)
Net cash provided by (used in) operating activities	9,116
Cash flows from investing activities	
Net decrease (increase) in time deposits	977
Purchase of property, plant and equipment	(3,711)
Proceeds from sale of property, plant and equipment	10
Purchase of intangible assets	(226)
Proceeds from sale and redemption of investment securities	1,115
Loan advances	(193)
Proceeds from collection of loans receivable	200
Other payments	(85)
Other proceeds	15
Net cash provided by (used in) investing activities	(1,897)
Cash flows from financing activities	
Proceeds from short-term borrowings	5,215
Repayments of short-term borrowings	(5,388)
Repayments of long-term borrowings	(1,274)
Purchase of treasury shares	(4,002)
Dividends paid	(1,961)
Proceeds from disposal of treasury shares	0
Dividends paid to non-controlling interests	(302)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(70)
Repayments of lease liabilities	(140)
Net cash provided by (used in) financing activities	(7,925)
Effect of exchange rate change on cash and cash equivalents	1,740
Net increase (decrease) in cash and cash equivalents	1,034
Cash and cash equivalents at beginning of period	22,261
Cash and cash equivalents at end of period	23,296