

July 28, 2025

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025 (Under Japanese GAAP)

Company name: NIPPON SHARYO, LTD.
 Listing: Tokyo Stock Exchange / Nagoya Stock Exchange
 Securities code: 7102
 URL: <https://www.n-sharyo.co.jp>
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 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on financial results: Yes
 Holding of 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, 2025 (from April 1, 2025 to June 30, 2025)

(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, 2025	23,227	8.5	1,571	467.4	1,759	289.6	1,324	147.7
June 30, 2024	21,409	1.8	276	(80.9)	451	(71.4)	534	(64.4)

Note: Comprehensive income For the three months ended June 30, 2025: ¥1,480 million [-%]
 For the three months ended June 30, 2024: ¥(801) million [(124.7)%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2025	91.76	-
June 30, 2024	37.04	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
	Millions of yen	Millions of yen	%
As of June 30, 2025	132,818	65,840	49.6
March 31, 2025	131,164	64,648	49.3

Reference: Equity
 As of June 30, 2025: ¥65,840 million
 As of March 31, 2025: ¥64,648 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, 2025	-	15.00	-	20.00	35.00
Fiscal year ending March 31, 2026	-				
Fiscal year ending March 31, 2026 (Forecast)		20.00	-	20.00	40.00

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

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

(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
Fiscal year ending March 31, 2026	96,000	(0.4)	6,600	(4.8)	7,000	(4.1)	6,600	2.9	457.39

Note: Revisions to the earnings forecasts most recently announced: Yes

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: None
- (2) Adoption of special accounting methods for preparing quarterly consolidated financial statements: None
- (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, 2025	14,675,012 shares
As of March 31, 2025	14,675,012 shares

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

As of June 30, 2025	245,301 shares
As of March 31, 2025	245,193 shares

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

Three months ended June 30, 2025	14,429,751 shares
Three months ended June 30, 2024	14,430,655 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: nothing

* Proper use of earnings forecasts, and other special matters

(Cautions on forward-looking statements, etc.)

The forward-looking statements, including forecasts of financial results, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. However, the Company makes no guarantee that these forecasts will be achieved. Actual financial results, etc. may differ substantially due to various factors. For the conditions on which earnings forecasts are predicated and precautions for the use of earnings forecasts, please refer to Appendix P.3 "1. Summary of Operating Results, etc. (3) Explanation of Forward-Looking Information such as Consolidated Earnings Forecasts."

(Method of accessing supplementary material on financial results)

Supplementary explanatory materials for financial results are posted on the Company's website.

Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2025	As of June 30, 2025
Assets		
Current assets		
Cash and deposits	3,445	3,513
Notes and accounts receivable - trade, and contract assets	28,664	27,393
Electronically recorded monetary claims - operating	2,220	2,391
Merchandise and finished goods	1,356	2,267
Semi-finished goods	1,326	1,323
Work in process	25,217	25,206
Raw materials and supplies	2,179	2,314
Short-term loans receivable	8,283	8,776
Other	1,497	1,246
Allowance for doubtful accounts	(11)	(3)
Total current assets	74,180	74,430
Non-current assets		
Property, plant and equipment		
Land	14,100	14,100
Other, net	14,103	15,292
Total property, plant and equipment	28,203	29,392
Intangible assets	281	265
Investments and other assets		
Investment securities	17,511	17,889
Retirement benefit asset	9,713	9,551
Other	1,283	1,298
Allowance for doubtful accounts	(9)	(9)
Total investments and other assets	28,498	28,729
Total non-current assets	56,984	58,387
Total assets	131,164	132,818

	As of March 31, 2025	As of June 30, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,273	7,255
Electronically recorded obligations - operating	4,980	5,585
Current portion of long-term borrowings	3,214	3,215
Income taxes payable	799	655
Advances received	1,184	1,581
Provision for bonuses	1,966	2,989
Provision for loss on construction contracts	71	28
Other	8,095	6,766
Total current liabilities	27,586	28,077
Non-current liabilities		
Long-term borrowings	31,332	31,173
Provision for compensation for health damage from asbestos	107	117
Retirement benefit liability	318	325
Other	7,172	7,284
Total non-current liabilities	38,929	38,900
Total liabilities	66,515	66,978
Net assets		
Shareholders' equity		
Share capital	11,810	11,810
Capital surplus	156	156
Retained earnings	44,302	45,337
Treasury shares	(527)	(527)
Total shareholders' equity	55,742	56,777
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	7,203	7,492
Deferred gains or losses on hedges	(1)	-
Foreign currency translation adjustment	(2,232)	(2,235)
Remeasurements of defined benefit plans	3,936	3,805
Total accumulated other comprehensive income	8,906	9,062
Total net assets	64,648	65,840
Total liabilities and net assets	131,164	132,818

Quarterly consolidated statement of income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Net sales	21,409	23,227
Cost of sales	19,306	19,548
Gross profit	2,103	3,678
Selling, general and administrative expenses	1,826	2,107
Operating profit	276	1,571
Non-operating income		
Interest income	14	16
Dividend income	203	229
Share of profit of entities accounted for using equity method	7	21
Other	26	16
Total non-operating income	251	283
Non-operating expenses		
Interest expenses	64	60
Other	12	34
Total non-operating expenses	76	95
Ordinary profit	451	1,759
Extraordinary income		
Gain on sale of non-current assets	0	3
Gain on sale of investment securities	0	203
Total extraordinary income	0	206
Extraordinary losses		
Loss on sale and retirement of non-current assets	8	48
Total extraordinary losses	8	48
Profit before income taxes	443	1,918
Income taxes	(91)	594
Profit	534	1,324
Profit attributable to owners of parent	534	1,324

Quarterly consolidated statement of comprehensive income

(Millions of yen)

	Three months ended June 30, 2024	Three months ended June 30, 2025
Profit	534	1,324
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,134)	334
Deferred gains or losses on hedges	-	1
Foreign currency translation adjustment	3	(2)
Remeasurements of defined benefit plans, net of tax	(159)	(130)
Share of other comprehensive income of entities accounted for using equity method	(46)	(46)
Total other comprehensive income	(1,336)	155
Comprehensive income	(801)	1,480
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(801)	1,480