Summary of Consolidated Financial Results for the Second Quarter Ended September 30, 2024(Unaudited)

November 1, 2024

English translation from the original Japanese-language document

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

Company name: Nihon Seiko Co., Ltd.

URL: https://www.nihonseiko.co.jp

Stock exchange listing: Tokyo Securities Code: 5729

Company Representative: Noritaka Ueda, President & CEO

Contact Information: Yoshitaro Oonishi, Director, General Manager, Corporate Planning & Administration Dept.

Tel +81-3-3235-0021

1. Consolidated Financial Results for the Second Quarter Ended September 30, 2024 and 2023

(1) Operating Results

(Rounded down to millions of Japanese Yen)

(1) Operating results (notified down to millions of dapanese rel											
	Net sale	Net sales Operating		Operating income		ncome	Profit attrib owners of				
For the Second quarter ended	Millions of Yen	%	Millions of Ye	en %	Millions of Ye	en %	Millions of Ye	en %			
September 30, 2024	10,859	37.7	924	344.5	882	276.7	604	274.5			
September 30, 2023	7,883	(8.4)	207	(65.8)	234	(62.6)	161	(63.1)			

Note: Comprehensive income:

As of September 30, 2024: 607 million yen 262.0% As of September 30, 2023: 167 million yen (61.6)%

	EPS
For the Second quarter ended	Yen
September 30, 2024	247.37
September 30, 2023	66.15

(2) Financial Position

	Total assets	Total net assets	Shareholders' equity ratio	
As of	Millions of Yen	Millions of Yen	%	
September 30, 2024	17,289	10,223	59.1	
March 31, 2024	15,874	9,701	61.1	

Note: Shareholders' equity As of September 30, 2024: 10,223 million yen As of March 31, 2024: 9,701 million yen

2. Cash Dividends

		Cash Dividends per Share									
	First Quarter Second		Third Quarter	Year-end	Annual						
For the year ended	Yen	Yen	Yen	Yen	Yen						
March 31, 2024	_	40.00	П	40.00	80.00						
March 31, 2025	-	60.00									
March 31, 2025(expected)			-	45.00	105.00						

Note: Revision of outlook for dividends in the second quarter: Yes $\label{eq:condition} % \begin{center} \beg$

3. Consolidated Earnings Forecast for the Year Ending March 2025(April 1, 2024 ~ March 31, 2025):

(%	6: Change	from	the	previous	fiscal	year	for	Year	ending	March	31,2025	j)

	Net sales		Operating income	Ordinary income	Profit attributable to owners of parent	EPS
For the year ending March 31, 2025	Millions of Yen	%	Millions of Yen %	Millions of Yen %	Millions of Yen %	Yen
Full year	-	-				_

Note: Revision of outlook for fiscal 2024 consolidated earnings results in the second quarter: Yes

4. Others

- (1) Changes in major subsidiaries during the fiscal year (changes in specified subsidiaries accompanying changes in scope of consolidation): No
- (2) Application of special accounting for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, accounting estimates and retrospective restatements in the consolidated financial statements
 - 1. Changes due to amendment of accounting standards: Yes
 - 2. Changes due to other reasons: No
 - 3. Changes in accounting estimates: No
 - 4. Retrospective restatements : No
- (4) Number of outstanding shares at the end of the period:
 - 1. Number of outstanding shares at the end of the period:

As of September 30, 2024: 2,605,900 As of March 31, 2024: 2,605,900

2. Number of treasury shares at the end of the period:

As of September 30, 2024: 158,295 As of March 31, 2024: 162,711

3. Average number of outstanding shares during period:

For the 2nd Quarter ending March 31, 2025: 2,445,040 For the 2nd Quarter ended March 31, 2024: 2,441,503

*Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: No

Explanation on appropriate use of business forecasts, and other special notes

Consolidated Earnings Forecast has not been decided yet due to the difficulty of reasonable calculation at present and has not been stated above.

		(Thousands of yen
	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	3,023,275	2,220,639
Notes and accounts receivable - trade	2,867,394	3,829,126
Merchandise and finished goods	1,913,545	2,490,360
Work in process	377,873	605,166
Raw materials and supplies	1,257,623	1,891,493
Other	275,461	264,515
Allowance for doubtful accounts	(9,039)	(12,616
Total current assets	9,706,134	11,288,685
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	2,533,598	2,508,160
Machinery, equipment and vehicles, net	657,173	1,064,635
Land	1,436,191	1,436,191
Other, net	940,077	392,684
Total property, plant and equipment	5,567,040	5,401,672
Intangible assets	154,415	144,130
Investments and other assets	446,832	454,549
Total non-current assets	6,168,288	6,000,352
Total assets	15.874.422	17,289,038
1	. 5,57 1,122	,200,000

Electronically recorded obligations - operating 332,618 357,49		As of March 31, 2024	As of September 30, 2024
Notes and accounts payable – trade 1,315,756 1,610,90 Electronically recorded obligations – operating 332,618 357,49 Short—term borrowings 1,579,200 2,356,00 Income taxes payable 116,149 314,16 Provision for bonuses 157,110 154,39 Other 729,334 522,91 Total current liabilities 4,230,169 5,315,87 Non-current liabilities 4,230,169 5,315,87 Non-current liabilities 1,191,500 994,20 Retirement benefit liability 354,493 367,48 Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity 50,112 580,10 Net assets Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,708,33 <	Liabilities		
Electronically recorded obligations - operating 332.618 357.49	Current liabilities		
Short-term borrowings 1,579,200 2,356,00 Income taxes payable 116,149 314,16 Provision for bonuses 157,110 154,39 Other 729,334 522,91 Total current liabilities 4,230,169 5,315,87 Non-current liabilities 1,191,500 994,20 Retirement benefit liability 354,493 367,48 Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity 1018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other com	Notes and accounts payable - trade	1,315,756	1,610,901
Income taxes payable	Electronically recorded obligations - operating	332,618	357,497
Provision for bonuses 157,110 154,39 Other 729,334 522,91 Total current liabilities 4,230,169 5,315,87 Non-current liabilities	Short-term borrowings	1,579,200	2,356,000
Other 729,334 522,91 Total current liabilities 4,230,169 5,315,87 Non-current liabilities 350,000 994,20 Retirement benefit liability 354,493 367,48 Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity 570,142 580,10 Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Income taxes payable	116,149	314,161
Total current liabilities	Provision for bonuses	157,110	154,399
Non-current liabilities Long-term borrowings 1,191,500 994,20 Retirement benefit liability 354,493 367,48 Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available-for-sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Other	729,334	522,911
Long-term borrowings 1,191,500 994,20 Retirement benefit liability 354,493 367,48 Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available-for-sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,044 Total accumulated other comprehensive income 63,826	Total current liabilities	4,230,169	5,315,872
Retirement benefit liability 354,493 367,48 Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available—for—sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Non-current liabilities		
Asset retirement obligations 37,856 38,11 Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Valuation difference on available-for-sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Long-term borrowings	1,191,500	994,200
Other 359,233 349,43 Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Retirement benefit liability	354,493	367,485
Total non-current liabilities 1,943,083 1,749,22 Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Asset retirement obligations	37,856	38,113
Total liabilities 6,173,253 7,065,10 Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Other	359,233	349,430
Net assets Shareholders' equity Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income 50,419 48,12 Valuation difference on available—for—sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Total non-current liabilities	1,943,083	1,749,229
Shareholders' equity 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available—for—sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Total liabilities	6,173,253	7,065,102
Share capital 1,018,126 1,018,12 Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available—for—sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Net assets		
Capital surplus 570,142 580,10 Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available-for-sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Shareholders' equity		
Retained earnings 8,200,727 8,707,83 Treasury shares (151,653) (148,170 Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available-for-sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Share capital	1,018,126	1,018,126
Treasury shares (151,653) (148,170) Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available—for—sale securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Capital surplus	570,142	580,107
Total shareholders' equity 9,637,343 10,157,89 Accumulated other comprehensive income Valuation difference on available—for—sale securities Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Retained earnings	8,200,727	8,707,832
Accumulated other comprehensive income Valuation difference on available—for—sale securities Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Treasury shares	(151,653)	(148,170)
Valuation difference on available–for–sale securities Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Total shareholders' equity	9,637,343	10,157,895
securities 50,419 48,12 Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Accumulated other comprehensive income		
Foreign currency translation adjustment 13,406 17,91 Total accumulated other comprehensive income 63,826 66,04	Valuation difference on available-for-sale	50.440	40.400
Total accumulated other comprehensive income 63,826 66,04	securities	50,419	48,123
<u> </u>	Foreign currency translation adjustment	13,406	17,916
7.5-1.5-4.5-5-5-5	Total accumulated other comprehensive income	63,826	66,040
10tal net assets 9,701,109 10,223,93	Total net assets	9,701,169	10,223,936
Total liabilities and net assets 15,874,422 17,289,03	Total liabilities and net assets	15,874,422	17,289,038

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	7,883,937	10,859,405
Cost of sales	7,125,078	9,325,352
Gross profit	758,858	1,534,052
Selling, general and administrative expenses	550,938	609,906
Operating profit	207,919	924,146
Non-operating income		
Dividend income	2,136	3,350
Foreign exchange gains	23,303	_
Subsidy income	5,382	4,287
Surrender value of insurance policies	4,544	8,039
Other	9,762	2,473
Total non-operating income	45,129	18,150
Non-operating expenses		
Interest expenses	9,178	15,735
Foreign exchange losses	_	39,579
Care and maintenance costs of suspended mine	8,343	4,122
Other	1,302	485
Total non-operating expenses	18,824	59,924
Ordinary profit	234,224	882,373
Extraordinary income		
Gain on sale of non-current assets	_	835
Total extraordinary income	_	835
Extraordinary losses		
Loss on retirement of non-current assets	11,760	231
Total extraordinary losses	11,760	231
Profit before income taxes	222,464	882,977
Income taxes - current	63,315	290,877
Income taxes - deferred	(2,356)	(12,731)
Total income taxes	60,959	278,145
Profit	161,505	604,831
Profit attributable to owners of parent	161,505	604,831

Consolidated statements of comprehensive income

		· · · · · · · · · · · · · · · · · · ·	
	Six months ended September 30, 2023	Six months ended September 30, 2024	
Profit	161,505	604,831	
Other comprehensive income			
Valuation difference on available-for-sale securities	3,441	(2,296)	
Foreign currency translation adjustment	2,726	4,509	
Total other comprehensive income	6,167	2,213	
Comprehensive income	167,672	607,045	
Comprehensive income attributable to			
Comprehensive income attributable to owners of parent	167,672	607,045	

Segment Information

(1) Six months ended September 30, 2023

(Thousands of yen)

Reportable segments						Reconciling	Per quarterly consolidated	
	Antimony products	Atomized metal powders	Reportable segments	Others	Total	items	financial statements	
Sales								
Revenues from external customers	4,279,398	3,588,762	7,868,161	15,776	7,883,937	_	7,883,937	
Transactions with other segments	_	26,372	26,372	771	27,143	(27,143)	_	
Net sales	4,279,398	3,615,135	7,894,533	16,547	7,911,080	(27,143)	7,883,937	
Operating profit	136,576	50,786	187,363	10,967	198,330	9,588	207,919	

^{*}The above-mentioned "Others" category is a real estate lease business, etc., not included in the reportable segments.

(2) Six months ended September 30, 2024

	Re	portable segme	nts			Reconciling	Per quarterly consolidated	
	Antimony products	Atomized metal powders Reportable segments		Others	Total	items	financial statements	
Sales								
Revenues from external customers	5,819,503	5,025,427	10,844,931	14,473	10,859,405	_	10,859,405	
Transactions with other segments	_	25,399	25,399	834	26,234	(26,234)	_	
Net sales	5,819,503	5,050,826	10,870,330	15,308	10,885,639	(26,234)	10,859,405	
Operating profit (loss)	543,701	362,665	906,366	3,542	909,908	14,238	924,146	

^{**}The above-mentioned "Others" category is a real estate lease business, etc., not included in the reportable segments.