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August 9, 2024

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2024 (Under Japanese GAAP)

Company name: Nippon Beet Sugar Manufacturing Co., Ltd.
Listing: Tokyo Stock Exchange
Securities code: 2108
URL: <https://www.nitten.co.jp/>
Representative: Shu Ishikuri, Representative Director and President
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Scheduled date to commence dividend payments: —
Preparation of supplementary material on financial results: None
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, 2024 (from April 1, 2024 to June 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	%
Three months ended								
June 30, 2024	14,916	(9.4)	290	—	646	207.4	5,815	—
June 30, 2023	16,455	7.1	(318)	—	210	(71.6)	118	(75.9)

Note: Comprehensive income For the three months ended June 30, 2024: ¥6,835 million [322.8%]
For the three months ended June 30, 2023: ¥1,616 million [474.2%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2024	453.49	—
June 30, 2023	8.91	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of				
June 30, 2024	101,338	78,494	77.5	6,151.07
March 31, 2024	103,022	72,535	70.4	5,647.57

Reference: Equity

As of June 30, 2024: ¥78,494 million
As of March 31, 2024: ¥72,535 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, 2024	—	—	—	55.00	55.00
Fiscal year ending March 31, 2025	—				
Fiscal year ending March 31, 2025 (Forecast)		—	—	80.00	80.00

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

3. Consolidated Results Forecasts for Fiscal year ending March 31, 2025

(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
Six months ending	30,000	(7.4)	900	(26.8)	1,300	(26.8)	6,300	405.5	490.52
Fiscal year ending March 31, 2025	67,000	(3.3)	600	(34.1)	1,200	(33.4)	6,200	242.2	482.73

Note: Revisions to the results forecasts most recently announced: None

* **Notes**

- (1) Significant changes in the scope of consolidation during the period: 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, 2024	15,325,642 shares
As of March 31, 2024	15,325,642 shares

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

As of June 30, 2024	2,564,568 shares
As of March 31, 2024	2,482,044 shares

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

Three months ended June 30, 2024	12,822,874 shares
Three months ended June 30, 2023	13,301,753 shares

- * Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: Yes (voluntary)

- * Proper use of earnings forecasts, and other special matters

Financial forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions deemed reasonable as at the time of preparing this report. Actual results may vary significantly from the forecasts due to a wide range of factors.

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and deposits	5,853	10,601
Notes and accounts receivable - trade	8,389	8,085
Electronically recorded monetary claims - operating	216	279
Securities	7,000	4,000
Merchandise and finished goods	18,756	17,159
Work in process	5,760	337
Raw materials and supplies	4,235	4,924
Other	727	4,600
Allowance for doubtful accounts	(6)	(6)
Total current assets	50,931	49,980
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,712	11,357
Other, net	12,564	10,666
Total property, plant and equipment	24,276	22,024
Intangible assets	547	527
Investments and other assets		
Investment securities	24,952	26,464
Retirement benefit asset	2,195	2,201
Other	120	141
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	27,266	28,806
Total non-current assets	52,090	51,358
Total assets	103,022	101,338

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	1,415	2,549
Short-term borrowings	10,901	61
Income taxes payable	495	2,610
Other	6,742	6,303
Total current liabilities	19,554	11,524
Non-current liabilities		
Long-term borrowings	48	35
Provision for retirement benefits for directors (and other officers)	18	10
Retirement benefit liability	3,852	3,832
Other	7,013	7,441
Total non-current liabilities	10,932	11,320
Total liabilities	30,487	22,844
Net assets		
Shareholders' equity		
Share capital	8,279	8,279
Capital surplus	8,413	8,413
Retained earnings	46,664	51,773
Treasury shares	(4,724)	(4,895)
Total shareholders' equity	58,632	63,571
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	12,982	14,020
Deferred gains or losses on hedges	7	9
Remeasurements of defined benefit plans	912	892
Total accumulated other comprehensive income	13,902	14,923
Total net assets	72,535	78,494
Total liabilities and net assets	103,022	101,338

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Net sales	16,455	14,916
Cost of sales	13,518	11,416
Gross profit	2,937	3,499
Selling, general and administrative expenses		
Selling expenses	2,429	2,276
General and administrative expenses	826	933
Total selling, general and administrative expenses	3,256	3,209
Operating profit (loss)	(318)	290
Non-operating income		
Interest income	0	0
Dividend income	545	342
Share of profit of entities accounted for using equity method	8	13
Other	37	29
Total non-operating income	590	385
Non-operating expenses		
Interest expenses	32	14
Loss on disposal of non-current assets	21	1
Idle asset expenses	7	7
Other	1	7
Total non-operating expenses	61	30
Ordinary profit	210	646
Extraordinary income		
Gain on sale of non-current assets	-	7,698
Gain on sale of investment securities	32	-
Subsidy income	385	-
Total extraordinary income	417	7,698
Extraordinary losses		
Loss on disposal of non-current assets	9	7
Loss on tax purpose reduction entry of non-current assets	384	-
Total extraordinary losses	393	7
Profit before income taxes	234	8,337
Income taxes	115	2,522
Profit	118	5,815
Profit attributable to owners of parent	118	5,815

Quarterly Consolidated Statements of Comprehensive Income (For the three months)

(Millions of yen)

	For the three months ended June 30, 2023	For the three months ended June 30, 2024
Profit	118	5,815
Other comprehensive income		
Valuation difference on available-for-sale securities	1,505	1,038
Deferred gains or losses on hedges	9	2
Remeasurements of defined benefit plans, net of tax	(16)	(20)
Total other comprehensive income	1,498	1,020
Comprehensive income	1,616	6,835
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,616	6,835
Comprehensive income attributable to non-controlling interests	-	-

Segment Information

Information on sales and profit (loss) by each segment

I Three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

(Millions of yen)

	Reportable segment						Other	Total
	Sugar	Grocery	Feed	Agricultural Materials	Real Estate	Sub-Total		
Net sales								
Customers	11,755	664	2,646	746	368	16,180	274	16,455
Inter-segment	64	5	4	—	31	105	439	545
Total	11,819	669	2,650	746	399	16,286	714	17,001
Segment profit (loss)	(71)	1	(502)	36	232	(302)	(57)	(359)

II Three months ended June 30, 2024 (from April 1, 2024 to June 30, 2024)

(Millions of yen)

	Reportable segment						Other	Total
	Sugar	Grocery	Feed	Agricultural Materials	Real Estate	Sub-Total		
Net sales								
Customers	10,372	694	2,616	622	357	14,663	253	14,916
Inter-segment	68	5	7	—	26	106	456	563
Total	10,440	699	2,624	622	383	14,769	709	15,479
Segment profit (loss)	240	53	(147)	(45)	220	320	(67)	253