

**Summary of Consolidated Financial Results
for the Year Ended March 31, 2025(Unaudited)**

May 13, 2025

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 Years Ended March 31,2025 and 2024**(1) Operating Results**

(Rounded down to millions of Japanese Yen)

(%: Changes from the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
For the years ended	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
March 31,2025	25,179	61.5	3,598	433.4	3,531	400.0	2,456	388.5
March 31,2024	15,589	(2.1)	674	(16.0)	706	(10.8)	502	4.3

Note: Comprehensive income:

Fiscal year ended March 31, 2025: 2,464 million yen 366.3%

Fiscal year ended March 31, 2024: 528 million yen 10.9%

	EPS	Return on equity	Recurring profit to total assets ratio	Operating income to net sales ratio
For the years ended	Yen	%	%	%
March 31,2025	1,004.01	22.7	19.2	14.3
March 31,2024	205.84	5.3	4.7	4.3

Note: Equity in earnings of unconsolidated subsidiaries and affiliate during the period:

Fiscal year ended March 31, 2025: – million yen

Fiscal year ended March 31, 2024: – million yen

(2) Financial Position

	Total assets	Total net assets	Shareholders' equity ratio	Shareholders' equity per share
As of	Millions of Yen	Millions of Yen	%	Yen
March 31,2025	20,937	11,932	57.0	4,875.95
March 31,2024	15,874	9,701	61.1	3,970.70

Note: Shareholders' equity As of March 31, 2025: 11,932 million yen

As of March 31, 2024: 9,701 million yen

(3) Statements of Cash Flows

	Operating activities	Investing activities	Financing activities	Cash & cash equivalents at the end of the period
For the years ended	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
March 31,2025	(919)	(628)	645	2,128
March 31,2024	1,546	(1,569)	765	3,023

2. Cash dividends

	Cash dividends per share					Total amount of cash dividends (Annual)	Payout ratio (Consolidated)	Cash dividends to net assets ratio (consolidated)
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual			
For the years ended	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
March 31, 2024	—	40.00	—	40.00	80.00	195	38.9	2.0
March 31, 2025	—	60.00	—	140.00	200.00	489	19.9	4.5
March 31, 2026 (expected)	—	—	—	—	240.00		26.1	

3. Consolidated Earnings Forecast for the Year Ending March 2025 (April 1, 2025 ~ March 31, 2026):

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Year ending March 31, 2025	34,900	38.6	3,380	(6.1)	3,290	(6.8)	2,250	(8.4)	919.39

4. Others

(1) Changes in major subsidiaries during the fiscal year ended March 31, 2025 : No

(2) 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

(3) Number of outstanding shares at the end of the period

1. Number of outstanding shares at the end of the period:

As of March 31, 2025: 2,605,900

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

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

As of March 31, 2025: 158,617

As of March 31, 2024: 162,711

3. Average number of outstanding shares during period:

As of March 31, 2025: 2,446,275

As of March 31, 2024: 2,442,346

Note concerning the Appropriate Use of Forecast

The aforementioned forecasts are based on certain assumptions that Company has deemed relevant and appropriate as of the date of publication.

Actual results may differ materially from the forecast due to many factors.

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	3,023,275	2,128,680
Notes and accounts receivable – trade	2,867,394	5,109,073
Merchandise and finished goods	1,913,545	3,823,709
Work in process	377,873	404,737
Raw materials and supplies	1,257,623	3,100,380
Other	275,461	423,614
Allowance for doubtful accounts	(9,039)	(17,346)
Total current assets	9,706,134	14,972,851
Non-current assets		
Property, plant and equipment		
Buildings and structures	5,490,708	5,605,958
Accumulated depreciation	(2,957,109)	(3,122,827)
Buildings and structures, net	2,533,598	2,483,130
Machinery, equipment and vehicles	7,264,011	7,894,256
Accumulated depreciation	(6,606,837)	(6,956,643)
Machinery, equipment and vehicles, net	657,173	937,612
Tools, furniture and fixtures	737,582	770,323
Accumulated depreciation	(673,760)	(684,372)
Tools, furniture and fixtures, net	63,822	85,951
Land	1,436,191	1,436,191
Leased assets	366,471	374,126
Accumulated depreciation	(68,063)	(94,836)
Leased assets, net	298,407	279,289
Construction in progress	577,846	58,935
Total property, plant and equipment	5,567,040	5,281,110
Intangible assets		
Other	154,415	136,406
Total intangible assets	154,415	136,406
Investments and other assets		
Investment securities	167,412	173,118
Retirement benefit asset	76,540	75,451
Deferred tax assets	44,013	125,503
Other	158,866	173,111
Total investments and other assets	446,832	547,184
Total non-current assets	6,168,288	5,964,701
Total assets	15,874,422	20,937,553

Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable – trade	1,315,756	2,388,240
Electronically recorded obligations – operating	332,618	333,459
Short-term borrowings	1,579,200	2,965,100
Accounts payable – other	239,815	153,321
Lease liabilities	27,590	28,750
Income taxes payable	116,149	1,121,760
Provision for bonuses	157,110	252,515
Provision for bonuses for directors (and other officers)	7,625	71,009
Other	454,302	228,158
Total current liabilities	4,230,169	7,542,314
Non-current liabilities		
Long-term borrowings	1,191,500	726,400
Lease liabilities	304,242	282,938
Deferred tax liabilities	36,388	33,198
Retirement benefit liability	354,493	365,295
Asset retirement obligations	37,856	38,391
Other	18,603	16,173
Total non-current liabilities	1,943,083	1,462,397
Total liabilities	6,173,253	9,004,711
Net assets		
Shareholders' equity		
Share capital	1,018,126	1,018,126
Capital surplus	570,142	580,107
Retained earnings	8,200,727	10,412,225
Treasury shares	(151,653)	(149,730)
Total shareholders' equity	9,637,343	11,860,730
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	50,419	54,382
Foreign currency translation adjustment	13,406	17,728
Total accumulated other comprehensive income	63,826	72,111
Total net assets	9,701,169	11,932,841
Total liabilities and net assets	15,874,422	20,937,553

Consolidated statements of income

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	15,589,359	25,179,512
Cost of sales	13,800,147	20,227,084
Gross profit	1,789,212	4,952,427
Selling, general and administrative expenses		
Freight-out and storage expense	142,824	162,399
Salaries and allowances	401,709	417,201
Provision for bonuses	37,783	66,140
Provision for bonuses for directors (and other officers)	1,049	71,009
Retirement benefit expenses	8,818	8,064
Welfare expenses	77,605	78,941
Depreciation	37,598	40,578
Travel and communication expenses	32,038	33,528
Rent expenses	28,853	31,583
Other	346,444	444,975
Total selling, general and administrative expenses	1,114,724	1,354,422
Operating profit	674,487	3,598,004
Non-operating income		
Interest income	777	1,783
Dividend income	3,136	5,184
Foreign exchange gains	22,021	—
Insurance claim income	7,098	—
Subsidy income	14,252	5,010
Surrender value of insurance policies	6,373	13,493
Other	9,009	4,362
Total non-operating income	62,669	29,833
Non-operating expenses		
Interest expenses	18,533	41,322
Foreign exchange losses	—	37,774
Care and maintenance costs of suspended mine	11,043	15,429
Other	1,310	2,122
Total non-operating expenses	30,887	96,649
Ordinary profit	706,269	3,531,188
Extraordinary income		
Gain on sale of non-current assets	—	845
Total extraordinary income	—	845
Extraordinary losses		
Loss on retirement of non-current assets	12,768	1,570
Total extraordinary losses	12,768	1,570
Profit before income taxes	693,501	3,530,463
Income taxes – current	184,298	1,160,803
Income taxes – deferred	6,461	(86,422)
Total income taxes	190,759	1,074,381
Profit	502,741	2,456,081
Profit attributable to owners of parent	502,741	2,456,081

Consolidated statements of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	502,741	2,456,081
Other comprehensive income		
Valuation difference on available-for-sale securities	22,852	3,963
Foreign currency translation adjustment	2,845	4,321
Total other comprehensive income	25,698	8,284
Comprehensive income	528,440	2,464,366
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	528,440	2,464,366

Consolidated statements of changes in net assets

(1) Fiscal year ended March 31, 2024

(Thousands of yen)

	Shareholders' equity					Accumulated other comprehensive income			Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholder's equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of period	1,018,126	564,725	7,942,134	(154,242)	9,370,743	27,567	10,560	38,127	9,408,871
Changes during period									
Dividends of surplus			(244,147)		(244,147)				(244,147)
Profit attributable to owners of parent			502,741		502,741				502,741
Purchase of treasury shares				(100)	(100)				(100)
Disposal of treasury shares		5,416		2,689	8,106				8,106
Net changes in items other than shareholders' equity						22,852	2,845	25,698	25,698
Total changes during period	—	5,416	258,593	2,589	266,599	22,852	2,845	25,698	292,298
Balance at end of period	1,018,126	570,142	8,200,727	(151,653)	9,637,343	50,419	13,406	63,826	9,701,169

(2) Fiscal year ended March 31, 2025

(Thousands of yen)

	Shareholders' equity					Accumulated other comprehensive income			Total net assets
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholder's equity	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income	
Balance at beginning of period	1,018,126	570,142	8,200,727	(151,653)	9,637,343	50,419	13,406	63,826	9,701,169
Changes during period									
Dividends of surplus			(244,583)		(244,583)				(244,583)
Profit attributable to owners of parent			2,456,081		2,456,081				2,456,081
Purchase of treasury shares				(2,451)	(2,451)				(2,451)
Disposal of treasury shares		9,965		4,374	14,340				14,340
Net changes in items other than shareholders' equity						3,963	4,321	8,284	8,284
Total changes during period	—	9,965	2,211,498	1,923	2,223,386	3,963	4,321	8,284	2,231,671
Balance at end of period	1,018,126	580,107	10,412,225	(149,730)	11,860,730	54,382	17,728	72,111	11,932,841

Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	693,501	3,530,463
Depreciation	522,671	671,605
Increase (decrease) in provision for bonuses	(4,435)	95,405
Increase (decrease) in provision for bonuses for directors (and other officers)	(18,614)	63,383
Increase (decrease) in allowance for doubtful accounts	518	8,307
Increase (decrease) in retirement benefit liability	3,723	10,801
Decrease (increase) in retirement benefit asset	(30,974)	1,088
Interest and dividend income	(3,913)	(6,967)
Interest expenses	18,533	41,322
Foreign exchange losses (gains)	239	(258)
Loss (gain) on sale of property, plant and equipment	—	(845)
Loss on retirement of property, plant and equipment	12,768	1,570
Decrease (increase) in trade receivables	(327,574)	(2,240,270)
Decrease (increase) in inventories	156,206	(3,777,766)
Increase (decrease) in trade payables	484,907	1,067,555
Other, net	(15,345)	(159,669)
Subtotal	1,492,211	(694,274)
Interest and dividends received	3,913	6,967
Interest paid	(17,784)	(40,148)
Income taxes paid	(153,939)	(196,934)
Income taxes refund	222,585	5,158
Net cash provided by (used in) operating activities	1,546,985	(919,232)
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,546,399)	(624,376)
Proceeds from sale of property, plant and equipment	—	1,239
Payments for retirement of property, plant and equipment	(11,493)	(570)
Purchase of intangible assets	(5,984)	(7,176)
Other, net	(5,640)	2,230
Net cash provided by (used in) investing activities	(1,569,517)	(628,653)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	—	1,200,000
Proceeds from long-term borrowings	1,200,000	—
Repayments of long-term borrowings	(162,200)	(279,200)
Repayments of lease liabilities	(27,931)	(28,486)
Purchase of treasury shares	(100)	(2,451)
Dividends paid	(244,147)	(244,583)
Net cash provided by (used in) financing activities	765,620	645,278
Effect of exchange rate change on cash and cash equivalents	3,987	8,012
Net increase (decrease) in cash and cash equivalents	747,075	(894,594)
Cash and cash equivalents at beginning of period	2,276,200	3,023,275
Cash and cash equivalents at end of period	3,023,275	2,128,680

Segment Information

(1) For the Year ended March 31, 2024

(Thousands of yen)

	Reportable segments			Others	Total	Reconciling items	Per consolidated financial statements
	Antimony products	Atomized metal powders	Reportable segments				
Sales							
Revenues from external customers	8,274,641	7,282,979	15,557,621	31,738	15,589,359	—	15,589,359
Transactions with other segments	2,256	53,337	55,593	1,570	57,164	(57,164)	—
Net sales	8,276,898	7,336,316	15,613,214	33,309	15,646,523	(57,164)	15,589,359
Operating profit (loss)	291,075	337,452	628,527	22,901	651,429	23,058	674,487
Assets	6,750,577	9,088,295	15,838,873	35,549	15,874,422	—	15,874,422
Other items							
Depreciation	166,430	354,921	521,351	1,319	522,671	—	522,671
Increase in property, plant and equipment and intangible assets	197,817	1,414,568	1,612,386	1,740	1,614,126	—	1,614,126

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

(2) For the Year ended March 31, 2025

(Thousands of yen)

	Reportable segments			Others	Total	Reconciling items	Per consolidated financial statements
	Antimony products	Atomized metal powders	Reportable segments				
Sales							
Revenues from external customers	15,807,418	9,336,247	25,143,665	35,846	25,179,512	—	25,179,512
Transactions with other segments	2,268	55,506	57,774	1,667	59,441	(59,441)	—
Net sales	15,809,687	9,391,753	25,201,440	37,513	25,238,954	(59,441)	25,179,512
Operating profit (loss)	3,059,958	502,745	3,562,703	4,702	3,567,406	30,598	3,598,004
Assets	12,289,825	8,613,440	20,903,266	34,287	20,937,553	—	20,937,553
Other items							
Depreciation	165,058	505,196	670,255	1,350	671,605	—	671,605
Increase in property, plant and equipment and intangible assets	107,152	277,711	384,864	87	384,951	—	384,951

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