

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.



May 13, 2024

Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (Under Japanese GAAP)

Company name: Nittetsu Mining Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 1515
 URL: <https://www.nittetsukou.co.jp/>
 Representative: Reiichi Morikawa, Representative Director and President
 Inquiries: Shinji Arita, Manager, Account Section, General Accounting Department
 Telephone: +81-3-3216-5255
 Scheduled date of annual general meeting of shareholders: June 27, 2024
 Scheduled date to commence dividend payments: June 28, 2024
 Scheduled date to file annual securities report: June 27, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and securities analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

(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	%
Fiscal year ended								
March 31, 2024	166,884	1.7	11,177	(18.0)	12,056	(8.7)	6,602	(32.5)
March 31, 2023	164,020	10.0	13,632	(13.3)	13,204	(20.5)	9,780	5.4

Note: Comprehensive income For the fiscal year ended March 31, 2024: ¥14,972 million [(11.2)%]
 For the fiscal year ended March 31, 2023: ¥16,859 million [30.5%]

	Earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Operating margin
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2024	396.88	—	4.8	5.5	6.7
March 31, 2023	587.89	—	7.7	6.5	8.3

Reference: Share of profit (loss) of entities accounted for using equity method

For the fiscal year ended March 31, 2024: ¥102 million

For the fiscal year ended March 31, 2023: ¥(1,192) million

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for earnings per share have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	229,577	150,722	61.3	8,460.84
March 31, 2023	208,335	139,410	63.5	7,955.03

Reference: Equity

As of March 31, 2024: ¥140,754 million

As of March 31, 2023: ¥132,345 million

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for net assets per share have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2024	8,951	(6,326)	(5,840)	37,056
March 31, 2023	15,818	(5,507)	(4,920)	39,729

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2023	–	135.00	–	110.00	–	2,953	30.2	2.3
Fiscal year ended March 31, 2024	–	84.00	–	85.00	169.00	2,814	42.6	2.1
Fiscal year ending March 31, 2025 (Forecast)	–	80.00	–	81.00	161.00		40.0	

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figure for the year-end dividends per share for the fiscal year ended March 31, 2023 is, therefore, presented in an amount after the stock split, and the figure for annual dividends per share for the fiscal year ended March 31, 2023 is presented as “–.”

3. Consolidated financial results forecast for the fiscal 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	181,400	8.7	7,400	(33.8)	8,200	(32.0)	6,700	1.5	402.74

* **Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) 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

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	16,704,638 shares
As of March 31, 2023	16,704,638 shares

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

As of March 31, 2024	68,671 shares
As of March 31, 2023	67,976 shares

(iii) Average number of shares outstanding during the period

Year ended March 31, 2024	16,636,378 shares
Year ended March 31, 2023	16,636,871 shares

*1 The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for the total number of issued shares at the end of the period, the number of treasury shares at the end of the period, and the average number of shares outstanding during the period have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

2 The Company has introduced the Board Benefit Trust. Shares of the Company held in the Trust are included in treasury shares to be deducted for the calculation of the “number of treasury shares at the end of the period” and the “average number of shares outstanding during the period.”

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2024	135,010	2.1	7,560	(5.3)	9,090	(12.9)	6,994	(35.8)
March 31, 2023	132,254	10.3	7,983	(3.4)	10,442	(8.8)	10,902	25.6

Fiscal year ended	Earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2024	420.44	—
March 31, 2023	655.31	—

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for earnings per share have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2024	196,053	126,990	64.8	7,633.50
March 31, 2023	176,640	117,275	66.4	7,049.23

Reference: Equity

As of March 31, 2024: ¥126,990 million

As of March 31, 2023: ¥117,275 million

* The Company conducted a 2-for-1 stock split of its common shares effective October 1, 2022. The figures for net assets per share have been, therefore, calculated based on the assumption that the stock split had taken place at the beginning of the fiscal year ended March 31, 2022.

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

(Notes on forward-looking statements, etc.)

Financial results forecasts and other forward-looking statements in this document are based on information currently available to the Company and certain assumptions deemed reasonable, and the Company does not guarantee their achievement. Actual performance and other results may be significantly different from the forecasts due to various factors. For details on the assumptions for financial results forecasts and notes on the use of financial results forecasts, etc., refer to “1. Overview of Operating Results, (4) Future Outlook” on page 4 of the attachment (Japanese only).

(Method for obtaining supplementary material on financial results)

Supplementary material on financial results is disclosed on the TDnet and the Company’s webpage upon the announcement of the financial results.

3. Consolidated Financial Statements and Principal Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	40,002	37,415
Notes and accounts receivable - trade, and contract assets	30,670	33,896
Lease investment assets	2,291	2,046
Merchandise and finished goods	6,578	7,944
Work in process	8,007	16,677
Raw materials and supplies	3,163	3,655
Other	4,085	4,139
Allowance for doubtful accounts	(621)	(685)
Total current assets	94,178	105,090
Non-current assets		
Property, plant and equipment		
Buildings and structures	95,466	96,313
Accumulated depreciation	(75,392)	(77,138)
Buildings and structures, net	20,073	19,175
Machinery, equipment and vehicles	101,983	102,141
Accumulated depreciation	(91,443)	(91,972)
Machinery, equipment and vehicles, net	10,540	10,169
Land used for mining operations	10,417	10,425
Accumulated depreciation	(6,734)	(6,877)
Land used for mining operations, net	3,682	3,547
Land for general use	16,308	16,324
Construction in progress	19,159	20,995
Other	4,787	5,097
Accumulated depreciation	(4,275)	(4,498)
Other, net	511	599
Total property, plant and equipment	70,276	70,811
Intangible assets		
Mining rights	3,542	3,498
Other	504	539
Total intangible assets	4,046	4,037
Investments and other assets		
Investment securities	30,855	40,016
Retirement benefit asset	-	623
Deferred tax assets	1,319	1,194
Other	7,803	7,950
Allowance for doubtful accounts	(140)	(133)
Allowance for investment loss	(3)	(13)
Total investments and other assets	39,833	49,637
Total non-current assets	114,156	124,487
Total assets	208,335	229,577

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	15,297	20,540
Short-term loans payable	19,700	17,076
Lease obligations	729	924
Accounts payable - other	7,918	8,767
Income taxes payable	492	1,594
Provision for bonuses	1,164	1,213
Provision for directors' bonuses	32	53
Provision for shareholder benefit program	16	16
Provision for product warranties	10	9
Other	2,896	4,033
Total current liabilities	48,258	54,230
Non-current liabilities		
Long-term loans payable	1,117	2,514
Lease obligations	1,311	1,645
Deferred tax liabilities	4,360	7,841
Provision for directors' retirement benefits	59	78
Provision for environmental safety measures	1	0
Provision for special repairs	79	167
Provision for share awards for directors (and other officers)	–	10
Net defined benefit liability	1,948	1,295
Asset retirement obligations	5,082	4,430
Other	6,706	6,640
Total non-current liabilities	20,666	24,624
Total liabilities	68,924	78,855
Net assets		
Shareholders' equity		
Capital stock	4,176	4,176
Capital surplus	4,584	2,287
Retained earnings	106,385	109,759
Treasury shares	(170)	(214)
Total shareholders' equity	114,976	116,008
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	14,149	20,437
Deferred gains or losses on hedges	(180)	(326)
Foreign currency translation adjustment	1,937	2,323
Remeasurements of defined benefit plans	1,463	2,311
Total accumulated other comprehensive income	17,368	24,746
Non-controlling interests	7,065	9,968
Total net assets	139,410	150,722
Total liabilities and net assets	208,335	229,577

(2) Consolidated Statements of Income and Comprehensive Income
Consolidated Statements of Income

(Millions of yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Net sales	164,020	166,884
Cost of sales	129,038	133,488
Gross profit	34,981	33,396
Selling, general and administrative expenses	21,349	22,218
Operating profit	13,632	11,177
Non-operating income		
Interest income	111	402
Dividend income	1,512	1,357
Share of profit of entities accounted for using equity method	–	102
Foreign exchange gains	–	20
Other	186	274
Total non-operating income	1,810	2,157
Non-operating expenses		
Interest expenses	490	669
Share of loss of entities accounted for using equity method	1,192	–
Foreign exchange losses	40	–
Maintenance fees for closed and abandoned mines	244	282
Other	268	325
Total non-operating expenses	2,238	1,278
Ordinary profit	13,204	12,056
Extraordinary income		
Gain on sales of non-current assets	33	142
Gain on sale of investment securities	1,660	198
Other	33	–
Total extraordinary income	1,726	341
Extraordinary losses		
Loss on sales and retirement of non-current assets	323	754
Impairment loss	427	213
Other	0	21
Total extraordinary losses	751	989
Profit before income taxes	14,179	11,408
Income taxes - current	3,356	3,369
Income taxes - deferred	(191)	618
Total income taxes	3,164	3,988
Profit	11,015	7,419
Profit attributable to non-controlling interests	1,234	817
Profit attributable to owners of parent	9,780	6,602

Consolidated Statements of Comprehensive Income

(Millions of yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Profit	11,015	7,419
Other comprehensive income		
Valuation difference on available-for-sale securities	2,176	6,292
Deferred gains or losses on hedges	598	(145)
Foreign currency translation adjustment	1,540	574
Remeasurements of defined benefit plans	1,529	831
Total other comprehensive income	5,843	7,552
Comprehensive income	16,859	14,972
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	15,220	13,979
Comprehensive income attributable to non-controlling interests	1,638	992

(3) Consolidated Statements of Changes in Equity
Year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,176	4,746	99,391	(169)	108,145
Changes during period					
Change in ownership interest of parent due to transactions with non-controlling interests		(161)			(161)
Dividends of surplus			(2,786)		(2,786)
Profit attributable to owners of parent			9,780		9,780
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares		0		0	0
Net changes in items other than shareholders' equity					
Total changes during period	-	(161)	6,993	(1)	6,830
Balance at end of current period	4,176	4,584	106,385	(170)	114,976

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	11,974	(778)	808	(75)	11,928	6,297	126,371
Changes during period							
Change in ownership interest of parent due to transactions with non-controlling interests							(161)
Dividends of surplus							(2,786)
Profit attributable to owners of parent							9,780
Purchase of treasury shares							(1)
Disposal of treasury shares							0
Net changes in items other than shareholders' equity	2,175	598	1,128	1,538	5,440	767	6,208
Total changes during period	2,175	598	1,128	1,538	5,440	767	13,038
Balance at end of current period	14,149	(180)	1,937	1,463	17,368	7,065	139,410

Year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,176	4,584	106,385	(170)	114,976
Changes during period					
Change in ownership interest of parent due to transactions with non-controlling interests		(2,338)			(2,338)
Dividends of surplus			(3,228)		(3,228)
Profit attributable to owners of parent			6,602		6,602
Purchase of treasury shares				(89)	(89)
Disposal of treasury shares		40		45	85
Net changes in items other than shareholders' equity					
Total changes during period	-	(2,297)	3,373	(44)	1,032
Balance at end of current period	4,176	2,287	109,759	(214)	116,008

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	14,149	(180)	1,937	1,463	17,368	7,065	139,410
Changes during period							
Change in ownership interest of parent due to transactions with non-controlling interests							(2,338)
Dividends of surplus							(3,228)
Profit attributable to owners of parent							6,602
Purchase of treasury shares							(89)
Disposal of treasury shares							85
Net changes in items other than shareholders' equity	6,288	(145)	386	847	7,377	2,902	10,279
Total changes during period	6,288	(145)	386	847	7,377	2,902	11,311
Balance at end of current period	20,437	(326)	2,323	2,311	24,746	9,968	150,722

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	14,179	11,408
Depreciation	5,485	6,013
Impairment losses	427	213
Increase (decrease) in allowance for doubtful accounts	91	15
Increase (decrease) in provision for bonuses	60	48
Increase (decrease) in other provisions	(170)	145
Increase (decrease) in retirement benefit liability	340	(720)
Decrease (increase) in retirement benefit asset	–	(623)
Interest and dividend income	(1,623)	(1,759)
Interest expenses	490	669
Foreign exchange losses (gains)	(596)	(537)
Share of loss (profit) of entities accounted for using equity method	1,192	(102)
Gain on sale of non-current assets	(33)	(142)
Loss on sale and retirement of non-current assets	323	754
Decrease (increase) in trade receivables	653	(2,826)
Decrease (increase) in inventories	3,006	(10,453)
Decrease (increase) in advance payments to suppliers	(66)	4
Decrease (increase) in accounts receivable - other	(616)	480
Increase (decrease) in trade payables	670	5,243
Increase (decrease) in accounts payable - other	174	1,721
Increase (decrease) in accrued consumption taxes	(1,059)	206
Other, net	(1,382)	361
Subtotal	21,548	10,120
Interest and dividends received	1,637	1,730
Interest paid	(522)	(764)
Loss on fire paid	(48)	–
Income taxes refund (paid)	(6,797)	(2,135)
Net cash provided by (used in) operating activities	15,818	8,951
Cash flows from investing activities		
Payments into time deposits	(0)	(84)
Proceeds from withdrawal of time deposits	1	0
Purchase of property, plant and equipment	(7,401)	(6,380)
Proceeds from sale of property, plant and equipment	46	229
Purchase of intangible assets	(20)	(39)
Purchase of investment securities	(79)	(74)
Proceeds from sale of investment securities	2,030	249
Decrease (increase) in short-term loans receivable	(86)	48
Other, net	0	(274)
Net cash provided by (used in) investing activities	(5,507)	(6,326)

(Millions of yen)

	For the year ended March 31, 2023	For the year ended March 31, 2024
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	800	450
Proceeds from long-term borrowings	–	2,000
Repayments of long-term borrowings	(945)	(3,756)
Proceeds from sale of treasury shares	0	85
Purchase of treasury shares	(1)	(89)
Repayments of lease liabilities	(961)	(880)
Dividends paid	(2,780)	(3,221)
Dividends paid to non-controlling interests	(1,032)	(428)
Net cash provided by (used in) financing activities	(4,920)	(5,840)
Effect of exchange rate change on cash and cash equivalents	1,389	541
Net increase (decrease) in cash and cash equivalents	6,779	(2,673)
Cash and cash equivalents at beginning of period	32,949	39,729
Cash and cash equivalents at end of period	39,729	37,056