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August 05, 2022

Consolidated Financial Results for the Three Months Ended June 30, 2022 (Under Japanese GAAP)

Company name: NID Co., Ltd.
 Listing: Tokyo Stock Exchange
 Securities code: 2349
 URL: <https://www.nid.co.jp/>
 Representative: Shuntaro Komori, President
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 Scheduled date to file quarterly securities report: August 05, 2022
 Scheduled date to commence dividend payments: —
 Preparation of supplementary material on quarterly financial results: None
 Holding of quarterly 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, 2022 (from April 1, 2022 to June 30, 2022)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
Three months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
June 30, 2022	4,600	11.2	496	26.9	546	23.3	366	23.4
June 30, 2021	4,137	△3.1	391	13.3	443	△0.6	296	△1.0

Note: Comprehensive income For the three months ended June 30, 2022: ¥329 million [△2.6%]
 For the three months ended June 30, 2021: ¥337 million [△20.7%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2022	32.97	—
June 30, 2021	26.13	—

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
June 30, 2022	21,941	16,174	73.7
March 31, 2022	21,904	16,101	73.5

Reference: Equity
 As of June 30, 2022: ¥16,174 million
 As of March 31, 2022: ¥16,101 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, 2022	—	—	—	23.00	23.00
Fiscal year ending March 31, 2023	—				
Fiscal year ending March 31, 2023 (Forecast)				23.00	23.00

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

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2023 (From April 1, 2022 to March 31, 2023)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ended September 30, 2022	8,860	3.4	840	△11.1	910	△16.8	630	△12.6	56.73
Full Year	18,700	2.5	2,100	△5.7	2,250	△8.8	1,540	△5.6	138.67

Note : Revisions to the latest projected consolidated results : None

*** Notes**

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): 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: Yes
 - (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 30,2022	13,109,490 shares
As of March 31, 2022	13,109,490 shares

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

As of June 30,2022	2,003,759 shares
As of March 31, 2022	2,003,759 shares

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

Three months ended June 30,2022	11,105,731 shares
Three months ended June 30,2021	11,355,731 shares

- * Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.
- * Proper use of earnings forecasts, and other special matters

All projections provided in this document are based on the most accurate information available at the time of this writing. However our actual results may differ from our projections due to various unforeseen reasons.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousand yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	11,845,184	12,143,466
Notes receivable - trade	138,825	141,014
Accounts receivable - trade	3,149,350	2,478,940
Work in process	254,149	454,606
Other	81,250	87,154
Total current assets	15,468,759	15,305,182
Non-current assets		
Property, plant and equipment	351,770	340,631
Intangible assets	161,591	151,782
Investments and other assets		
Investment securities	4,560,544	4,763,644
Deferred tax assets	871,742	889,060
Guarantee deposits	345,739	345,626
Other	144,227	145,715
Total investments and other assets	5,922,253	6,144,047
Total non-current assets	6,435,615	6,636,462
Total assets	21,904,375	21,941,645

(Thousand yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	469,479	488,420
Short-term borrowings	—	360,000
Accounts payable - other	465,463	432,045
Income taxes payable	506,938	195,164
Accrued consumption taxes	217,248	291,006
Advances received	684	43,846
Provision for bonuses	922,888	479,696
Other	218,401	455,477
Total current liabilities	2,801,102	2,745,656
Non-current liabilities		
Retirement benefit liability	2,448,765	2,469,355
Provision for retirement benefits for directors (and other officers)	496,750	503,299
Asset retirement obligations	48,285	48,491
Other	8,294	—
Total non-current liabilities	3,002,095	3,021,145
Total liabilities	5,803,198	5,766,802
Net assets		
Shareholders' equity		
Share capital	653,352	653,352
Capital surplus	488,675	488,675
Retained earnings	15,805,353	15,916,078
Treasury shares	△1,587,655	△1,587,655
Total shareholders' equity	15,359,725	15,470,451
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	728,413	692,765
Remeasurements of defined benefit plans	13,037	11,626
Total accumulated other comprehensive income	741,451	704,391
Total net assets	16,101,177	16,174,842
Total liabilities and net assets	21,904,375	21,941,645

(2) Consolidated Statements of Income

(Thousand yen)

	Three months ended June 30,2021	Three months ended June 30,2022
Net sales	4,137,373	4,600,313
Cost of sales	3,200,487	3,552,309
Gross profit	936,885	1,048,003
Selling, general and administrative expenses	545,472	551,338
Operating profit	391,412	496,665
Non-operating income		
Interest income	1,784	1,598
Dividend income	39,517	43,987
Gain on sale of investment securities	—	7,534
Subsidy income	12,296	465
Other	9,223	3,111
Total non-operating income	62,821	56,697
Non-operating expenses		
Interest expenses	159	307
Taxes and dues	2,100	1,373
Loss on investments in investment partnerships	—	2,042
investment partnership management fee	1,384	1,387
Commission expenses	1,949	—
Loss on cancellation of insurance policies	5,337	—
Foreign exchange losses	—	1,425
Other	9	77
Total non-operating expenses	10,940	6,614
Ordinary profit	443,293	546,748
Extraordinary income		
Gain on sale of non-current assets	90	—
Total extraordinary income	90	—
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	443,384	546,748
Income taxes	146,691	180,591
Profit	296,693	366,157
Profit attributable to		
Profit attributable to owners of parent	296,693	366,157
Profit attributable to non-controlling interests	—	—
Other comprehensive income		
Valuation difference on available-for-sale securities	42,869	△35,648
Remeasurements of defined benefit plans, net of tax	△1,691	△1,411
Total other comprehensive income	41,177	△37,059
Comprehensive income	337,871	329,097
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	337,871	329,097
Comprehensive income attributable to non-controlling interests	—	—