

# Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2025 (Based on Japanese GAAP)

August 7, 2025

Company name: NIPPON KINZOKU CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 5491 URL <https://www.nipponkinzoku.co.jp/>  
 Representative: President Yasushi Shimokawa  
 General Manager of Financial Affairs  
 Inquiries: Yoshinobu Sato TEL 03-5765-8105  
 Department  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on financial results: No  
 Holding of financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2025 (from April 1, 2025 to June 30, 2025)

#### (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, 2025 | 12,584          | (3.4) | 153              | – | 148             | – | 9                                       | – |
| Three months ended June 30, 2024 | 13,022          | 7.4   | (156)            | – | (95)            | – | (134)                                   | – |

|                                  | Earnings per share | Diluted earnings per share |
|----------------------------------|--------------------|----------------------------|
|                                  | Yen                | Yen                        |
| Three months ended June 30, 2025 | 1.35               | –                          |
| Three months ended June 30, 2024 | (20.11)            | –                          |

#### (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, 2025  | 70,411          | 27,749          | 39.4         | 4,145.44             |
| As of March 31, 2025 | 69,897          | 27,856          | 39.9         | 4,161.40             |

### 2. Cash dividends

|                                       | Annual dividends per share |                 |                 |                 |       |
|---------------------------------------|----------------------------|-----------------|-----------------|-----------------|-------|
|                                       | 1st quarter-end            | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
|                                       | Yen                        | Yen             | Yen             | Yen             | Yen   |
| Year ended March 31, 2025             | –                          | 0.00            | –               | 0.00            | 0.00  |
| Year ending March 31, 2026            | –                          |                 |                 |                 |       |
| Year ending March 31, 2026 (Forecast) |                            | 0.00            | –               | 0.00            | 0.00  |

### 3. Forecast of consolidated financial results for the year ending March 31, 2026 (from April 1, 2025 to March 31, 2026)

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                |
| Six months ending September 30, 2025 | 26,000          | 0.8 | 250              | – | 100             | – | 0                                       | –      | 0.00               |
| Full year                            | 53,400          | 4.1 | 900              | – | 600             | – | 500                                     | (28.9) | 74.69              |

#### 4. Notes

- (1) Significant changes in the scope of consolidation during the three months ended June 30, 2025: No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

#### (4) Number of issued shares (common shares)

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

|                     |                  |                      |                  |
|---------------------|------------------|----------------------|------------------|
| As of June 30, 2025 | 6,700,000 shares | As of March 31, 2025 | 6,700,000 shares |
|---------------------|------------------|----------------------|------------------|

Number of treasury shares at the end of the period

|                     |              |                      |              |
|---------------------|--------------|----------------------|--------------|
| As of June 30, 2025 | 5,964 shares | As of March 31, 2025 | 5,964 shares |
|---------------------|--------------|----------------------|--------------|

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

|                                  |                  |                                  |                  |
|----------------------------------|------------------|----------------------------------|------------------|
| Three months ended June 30, 2025 | 6,694,036 shares | Three months ended June 30, 2024 | 6,694,126 shares |
|----------------------------------|------------------|----------------------------------|------------------|

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

|   | As of March 31, 2025 | As of June 30, 2025 |
|---|----------------------|---------------------|
| Assets  |                      |                     |
| Current assets                                      |                      |                     |
| Cash and deposits                                   | 12,013               | 12,487              |
| Notes and accounts receivable - trade               | 6,472                | 6,765               |
| Electronically recorded monetary claims - operating | 6,201                | 6,014               |
| Merchandise and finished goods                      | 6,875                | 7,039               |
| Work in process                                     | 4,856                | 4,775               |
| Raw materials and supplies                          | 1,678                | 1,720               |
| Other   | 597                  | 520                 |
| Allowance for doubtful accounts                     | (1)                  | (1)                 |
| Total current assets                                | 38,693               | 39,321              |
| Non-current assets                                  |                      |                     |
| Property, plant and equipment                       |                      |                     |
| Buildings and structures, net                       | 3,573                | 3,561               |
| Machinery, equipment and vehicles, net              | 10,124               | 9,932               |
| Land  | 13,100               | 13,095              |
| Other, net  | 569                  | 656                 |
| Total property, plant and equipment                 | 27,368               | 27,246              |
| Intangible assets                                   | 106                  | 102                 |
| Investments and other assets                        |                      |                     |
| Investment securities                               | 2,881                | 2,950               |
| Other   | 880                  | 821                 |
| Allowance for doubtful accounts                     | (32)                 | (32)                |
| Total investments and other assets                  | 3,729                | 3,739               |
| Total non-current assets                            | 31,204               | 31,089              |
| Total assets  | 69,897               | 70,411              |

(Millions of yen)

|   | As of March 31, 2025 | As of June 30, 2025 |
|---|----------------------|---------------------|
| Liabilities   |                      |                     |
| Current liabilities                                   |                      |                     |
| Notes and accounts payable - trade                    | 8,079                | 8,731               |
| Electronically recorded obligations - operating       | 3,767                | 3,857               |
| Short-term borrowings                                 | 14,150               | 12,716              |
| Income taxes payable                                  | 140                  | 81                  |
| Provision for bonuses                                 | 278                  | 89                  |
| Provision for product warranties                      | 43                   | 47                  |
| Other   | 2,526                | 2,598               |
| Total current liabilities                             | 28,987               | 28,121              |
| Non-current liabilities                               |                      |                     |
| Long-term borrowings                                  | 6,930                | 8,409               |
| Deferred tax liabilities for land revaluation         | 3,129                | 3,129               |
| Retirement benefit liability                          | 2,450                | 2,465               |
| Provision for environmental measures                  | 41                   | 38                  |
| Other   | 501                  | 496                 |
| Total non-current liabilities                         | 13,053               | 14,540              |
| Total liabilities                                     | 42,040               | 42,661              |
| Net assets  |                      |                     |
| Shareholders' equity                                  |                      |                     |
| Share capital   | 6,857                | 6,857               |
| Capital surplus                                       | 986                  | 912                 |
| Retained earnings                                     | 11,831               | 11,914              |
| Treasury shares                                       | (10)                 | (10)                |
| Total shareholders' equity                            | 19,664               | 19,673              |
| Accumulated other comprehensive income                |                      |                     |
| Valuation difference on available-for-sale securities | 1,343                | 1,388               |
| Revaluation reserve for land                          | 5,988                | 5,988               |
| Foreign currency translation adjustment               | 1,064                | 890                 |
| Remeasurements of defined benefit plans               | (204)                | (190)               |
| Total accumulated other comprehensive income          | 8,191                | 8,075               |
| Total net assets                                      | 27,856               | 27,749              |
| Total liabilities and net assets                      | 69,897               | 70,411              |

# Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

## Consolidated statements of income (cumulative)

(Millions of yen)

|  | Three months ended<br>June 30, 2024 | Three months ended<br>June 30, 2025 |
|--|-------------------------------------|-------------------------------------|
| Net sales  | 13,022                              | 12,584                              |
| Cost of sales  | 11,869                              | 11,163                              |
| Gross profit   | 1,153                               | 1,420                               |
| Selling, general and administrative expenses                             |                                     |                                     |
| Freight and packing costs  | 255                                 | 255                                 |
| Remuneration, salaries and allowances for directors (and other officers) | 585                                 | 564                                 |
| Provision for bonuses  | 24                                  | 22                                  |
| Retirement benefit expenses  | 40                                  | 40                                  |
| Depreciation   | 42                                  | 48                                  |
| Other  | 361                                 | 334                                 |
| Total selling, general and administrative expenses                       | 1,310                               | 1,267                               |
| Operating profit (loss)  | (156)                               | 153                                 |
| Non-operating income   |                                     |                                     |
| Interest income  | 1                                   | 2                                   |
| Dividend income  | 44                                  | 50                                  |
| Rental income  | 8                                   | 8                                   |
| Foreign exchange gains   | 27                                  | —                                   |
| Gain on redemption of golf club membership deposits                      | —                                   | 32                                  |
| Sales of scraps income   | 9                                   | 9                                   |
| Other  | 39                                  | 6                                   |
| Total non-operating income   | 130                                 | 108                                 |
| Non-operating expenses   |                                     |                                     |
| Interest expenses  | 55                                  | 81                                  |
| Foreign exchange losses  | —                                   | 19                                  |
| Other  | 12                                  | 12                                  |
| Total non-operating expenses   | 68                                  | 113                                 |
| Ordinary profit (loss)   | (95)                                | 148                                 |
| Extraordinary income   |                                     |                                     |
| Gain on sale of non-current assets                                       | 0                                   | 0                                   |
| Gain on sale of investment securities                                    | 0                                   | —                                   |
| Total extraordinary income   | 0                                   | 0                                   |
| Extraordinary losses   |                                     |                                     |
| Loss on retirement of non-current assets                                 | 7                                   | 30                                  |
| Total extraordinary losses   | 7                                   | 30                                  |
| Profit (loss) before income taxes  | (101)                               | 117                                 |
| Income taxes - current   | 60                                  | 62                                  |
| Income taxes - deferred  | (27)                                | 46                                  |
| Total income taxes   | 33                                  | 108                                 |
| Profit (loss)  | (134)                               | 9                                   |
| Profit (loss) attributable to owners of parent                           | (134)                               | 9                                   |

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

|  | Three months ended<br>June 30, 2024 | Three months ended<br>June 30, 2025 |
|--|-------------------------------------|-------------------------------------|
| Profit (loss)  | (134)                               | 9                                   |
| Other comprehensive income                                     |                                     |                                     |
| Valuation difference on available-for-sale securities          | 202                                 | 44                                  |
| Foreign currency translation adjustment                        | 81                                  | (174)                               |
| Remeasurements of defined benefit plans, net of tax            | 8                                   | 13                                  |
| Total other comprehensive income                               | 291                                 | (115)                               |
| Comprehensive income   | 157                                 | (106)                               |
| Comprehensive income attributable to                           |                                     |                                     |
| Comprehensive income attributable to owners of parent          | 157                                 | (106)                               |
| Comprehensive income attributable to non-controlling interests | —                                   | —                                   |