

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2025 (Based on Japanese GAAP)

May 13, 2025

Company name: NIHON NOHYAKU CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 4997 URL <https://www.nichino.co.jp/>
 Representative: President Hiroyuki Iwata
 Inquiries: General Manager of General Affairs & Legal Department Masaki Yoshioka TEL +81-570-09-1177
 Scheduled date of ordinary general meeting of shareholders: June 18, 2025
 Scheduled date of commencement of dividend payments: June 19, 2025
 Scheduled date to file Securities Report: June 18, 2025
 Preparation of supplementary material on financial results: No
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the fiscal year ended March 31, 2025 (from April 1, 2024 to March 31, 2025)

(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, 2025	99,966	(3.0)	8,576	15.3	7,086	19.5	2,356	(50.7)
Fiscal year ended March 31, 2024	103,033	0.9	7,438	(14.9)	5,932	(23.7)	4,777	6.4

(Note) Comprehensive income: Fiscal year ended March 31, 2025: (257) million yen [-%]
 Fiscal year ended March 31, 2024: 8,607 million yen [16.2%]

	Earnings per share	Diluted earnings per share	Profit/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2025	30.06	–	3.0	4.6	8.6
Fiscal year ended March 31, 2024	60.89	–	6.4	4.0	7.2

(Reference) Share of profit of entities accounted for using equity method: Fiscal year ended March 31, 2025: 588 million yen
 Fiscal year ended March 31, 2024: 404 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	152,216	79,423	50.8	987.63
As of March 31, 2024	157,983	80,396	49.4	994.96

(Reference) Equity: As of March 31, 2025: 77,288 million yen
 As of March 31, 2024: 78,068 million yen

(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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2025	10,405	(354)	(6,940)	22,219
Fiscal year ended March 31, 2024	(344)	(4,808)	9,835	19,264

2. Cash dividends

	Annual dividends per share					Total cash dividends (annual)	Dividend payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2024	–	9.00	–	9.00	18.00	1,417	29.6	1.9
Fiscal year ended March 31, 2025	–	10.00	–	12.00	22.00	1,732	68.0	2.2
Fiscal year ending March 31, 2026 (Forecast)	–	12.00	–	13.00	25.00		–	

3. Forecast of consolidated financial results for the fiscal 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
First half	42,900	9.6	1,400	36.0	1,300	150.4	1,000	61.1	12.76
Full year	107,500	7.5	8,000	(6.7)	7,200	1.6	4,800	103.7	61.24

Notes

- (1) Significant changes in the scope of consolidation during the period ended March 31, 2025: Yes
 Newly included: One company (Nichino Vietnam Co., Ltd.)
 Excluded: None
- (2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
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| Changes in accounting policies due to revisions to accounting standards and other regulations: | Yes |
| Changes in accounting policies due to other reasons: | No |
| Changes in accounting estimates: | No |
| Restatement of prior period financial statements: | No |

(3) Number of issued shares (common shares)

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

As of March 31, 2025	81,967,082 shares	As of March 31, 2024	81,967,082 shares
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Number of treasury shares at the end of the period

As of March 31, 2025	3,710,277 shares	As of March 31, 2024	3,503,567 shares
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Average number of shares during the period

Fiscal year ended March 31, 2025	78,385,260 shares	Fiscal year ended March 31, 2024	78,451,314 shares
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Shares of the Company held by the Board Benefit Trust are included in the treasury shares which are excluded from the calculation of the number of treasury shares at the end of the period and the average number of shares during the period.

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated financial results for the fiscal year ended March 31, 2025 (April 1, 2024 - March 31, 2025)

(1) Non-consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2025	53,821	1.9	4,138	8.6	5,499	6.6	(2,731)	–
Fiscal year ended March 31, 2024	52,811	0.1	3,809	(5.6)	5,161	(2.2)	4,054	(2.0)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2025	(34.85)	–
Fiscal year ended March 31, 2024	51.68	–

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2025	96,228	65,168	67.7	832.76
As of March 31, 2024	104,301	69,414	66.6	884.67

(Reference) Equity: As of March 31, 2025: ¥ 65,168 million

As of March 31, 2024: ¥ 69,414 million

* These financial results are outside the scope of audit by certified public accountants or an audit corporation.

* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company and certain assumptions deemed reasonable. Actual results may differ significantly from these forecasts due to various factors.

3. Consolidated Financial Statements and Primary Notes

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	20,555	23,332
Notes and accounts receivable - trade, and contract assets	47,867	47,513
Electronically recorded monetary claims - operating	2,598	3,084
Merchandise and finished goods	28,086	22,827
Work in process	878	760
Raw materials and supplies	12,986	14,150
Other	6,417	5,744
Allowance for doubtful accounts	(759)	(775)
Total current assets	118,632	116,639
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,282	3,961
Machinery, equipment and vehicles, net	3,819	5,098
Land	5,956	5,548
Construction in progress	860	326
Other, net	1,075	1,171
Total property, plant and equipment	15,994	16,106
Intangible assets		
Goodwill	2,645	–
Software	1,170	1,385
Other	792	592
Total intangible assets	4,608	1,977
Investments and other assets		
Investment securities	11,598	11,883
Deferred tax assets	1,701	1,263
Retirement benefit asset	3,438	2,427
Other	2,104	2,166
Allowance for doubtful accounts	(95)	(248)
Total investments and other assets	18,748	17,492
Total non-current assets	39,351	35,576
Total assets	157,983	152,216

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Notes and accounts payable - trade	20,333	21,646
Electronically recorded obligations - operating	1,049	652
Short-term borrowings	16,294	12,742
Current portion of bonds payable	1,755	3,826
Accrued expenses	6,519	5,839
Income taxes payable	742	1,158
Provision for bonuses	853	967
Provision for bonuses for directors (and other officers)	41	32
Provision for environmental measures	–	809
Electronically recorded obligations - non-operating	173	63
Liabilities related to charged supply	1,192	1,241
Other	3,241	2,889
Total current liabilities	52,196	51,870
Non-current liabilities		
Bonds payable	4,381	1,505
Long-term borrowings	17,252	15,435
Deferred tax liabilities	1,133	446
Provision for retirement benefits for directors (and other officers)	71	84
Provision for share awards	134	161
Provision for environmental measures	–	927
Retirement benefit liability	1,003	937
Other	1,414	1,423
Total non-current liabilities	25,390	20,922
Total liabilities	77,587	72,792
Net assets		
Shareholders' equity		
Share capital	14,939	14,939
Capital surplus	15,071	15,071
Retained earnings	45,561	46,420
Treasury shares	(1,887)	(2,026)
Total shareholders' equity	73,685	74,405
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,297	1,421
Foreign currency translation adjustment	1,488	796
Remeasurements of defined benefit plans	1,596	665
Total accumulated other comprehensive income	4,382	2,883
Non-controlling interests	2,327	2,134
Total net assets	80,396	79,423
Total liabilities and net assets	157,983	152,216

(2) Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Net sales	103,033	99,966
Cost of sales	73,132	66,744
Gross profit	29,900	33,221
Selling, general and administrative expenses	22,462	24,645
Operating profit	7,438	8,576
Non-operating income		
Interest income	1,646	1,756
Dividend income	207	163
Share of profit of entities accounted for using equity method	404	508
Foreign exchange gains	273	–
Gain on valuation of derivatives	–	1,395
Rental income from real estate	99	105
Other	194	305
Total non-operating income	2,826	4,236
Non-operating expenses		
Interest expenses	2,862	2,649
Foreign exchange losses	–	2,936
Loss on valuation of derivatives	1,319	–
Other	149	140
Total non-operating expenses	4,331	5,726
Ordinary profit	5,932	7,086
Extraordinary income		
Gain on sale of non-current assets	15	2,129
Gain on sale of investment securities	4	13
Total extraordinary income	19	2,142
Extraordinary losses		
Loss on disposal of non-current assets	11	48
Impairment losses	–	2,328
Environmental expenses	15	1,984
Other	66	311
Total extraordinary losses	94	4,672
Profit before income taxes	5,858	4,556
Income taxes - current	620	2,161
Income taxes - deferred	624	(32)
Total income taxes	1,245	2,129
Profit	4,612	2,427
Profit (loss) attributable to non-controlling interests	(164)	71
Profit attributable to owners of parent	4,777	2,356

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Profit	4,612	2,427
Other comprehensive income		
Valuation difference on available-for-sale securities	335	121
Foreign currency translation adjustment	3,108	(896)
Remeasurements of defined benefit plans, net of tax	(120)	(931)
Share of other comprehensive income of entities accounted for using equity method	671	(22)
Total other comprehensive income	3,995	(1,728)
Comprehensive income	8,607	698
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,471	856
Comprehensive income attributable to non-controlling interests	135	(157)

(3) Consolidated statements of changes in equity
Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	14,939	15,071	42,123	(1,907)	70,227
Changes during period					
Dividends of surplus			(1,339)		(1,339)
Profit attributable to owners of parent			4,777		4,777
Disposal of treasury shares				20	20
Purchase of treasury shares				(0)	(0)
Net changes in items other than shareholders' equity					
Total changes during period	–	–	3,437	20	3,458
Balance at end of period	14,939	15,071	45,561	(1,887)	73,685

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	956	(1,985)	1,716	688	2,209	73,125
Changes during period						
Dividends of surplus						(1,339)
Profit attributable to owners of parent						4,777
Disposal of treasury shares						20
Purchase of treasury shares						(0)
Net changes in items other than shareholders' equity	340	3,474	(120)	3,694	117	3,812
Total changes during period	340	3,474	(120)	3,694	117	7,270
Balance at end of period	1,297	1,488	1,596	4,382	2,327	80,396

Fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	14,939	15,071	45,561	(1,887)	73,685
Changes during period					
Dividends of surplus			(1,496)		(1,496)
Profit attributable to owners of parent			2,356		2,356
Disposal of treasury shares				13	13
Purchase of treasury shares				(152)	(152)
Net changes in items other than shareholders' equity					
Total changes during period	–	–	859	(139)	720
Balance at end of period	14,939	15,071	46,420	(2,026)	74,405

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,297	1,488	1,596	4,382	2,327	80,396
Changes during period						
Dividends of surplus						(1,496)
Profit attributable to owners of parent						2,356
Disposal of treasury shares						13
Purchase of treasury shares						(152)
Net changes in items other than shareholders' equity	123	(691)	(931)	(1,499)	(193)	(1,693)
Total changes during period	123	(691)	(931)	(1,499)	(193)	(972)
Balance at end of period	1,421	796	665	2,883	2,134	79,423

(4) Consolidated statements of cash flows

	(Millions of yen)	
	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	5,858	4,556
Depreciation	1,871	2,041
Impairment losses	–	2,328
Amortization of goodwill	231	238
Increase (decrease) in provision for environmental measures	(18)	1,736
Interest and dividend income	(1,854)	(1,920)
Interest expenses	2,862	2,649
Share of loss (profit) of entities accounted for using equity method	(404)	(508)
Loss (gain) on sale of property, plant and equipment	(15)	(2,129)
Loss on retirement of property, plant and equipment	11	48
Decrease (increase) in trade receivables	(6,656)	(2,248)
Decrease (increase) in inventories	2,696	2,937
Increase (decrease) in trade payables	(1,923)	2,077
Other, net	(2,245)	471
Subtotal	413	12,280
Interest and dividends received	2,326	2,285
Interest paid	(2,437)	(3,404)
Income taxes paid	(646)	(1,792)
Income taxes refund	–	1,036
Net cash provided by (used in) operating activities	(344)	10,405
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,595)	(2,299)
Proceeds from sale of property, plant and equipment	14	2,491
Purchase of intangible assets	(543)	(814)
Purchase of investment securities	(66)	–
Proceeds from sale of investment securities	7	153
Purchase of shares of subsidiaries and associates	(2,621)	(45)
Payments into time deposits	(1,288)	(1,245)
Proceeds from withdrawal of time deposits	1,288	1,421
Loan advances	(64)	(39)
Other, net	60	22
Net cash provided by (used in) investing activities	(4,808)	(354)

(Millions of yen)

	Fiscal year ended March 31, 2024	Fiscal year ended March 31, 2025
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	6,152	(6,100)
Proceeds from long-term borrowings	9,343	3,617
Repayments of long-term borrowings	(4,062)	(2,328)
Proceeds from issuance of bonds	–	1,619
Redemption of bonds	–	(1,768)
Repayments of lease liabilities	(240)	(296)
Purchase of treasury shares	(0)	(152)
Dividends paid	(1,339)	(1,496)
Dividends paid to non-controlling interests	(17)	(35)
Net cash provided by (used in) financing activities	9,835	(6,940)
Effect of exchange rate change on cash and cash equivalents	214	(1,011)
Net increase (decrease) in cash and cash equivalents	4,897	2,098
Cash and cash equivalents at beginning of period	14,366	19,264
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation	–	857
Cash and cash equivalents at end of period	19,264	22,219