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## Summary of Consolidated Financial Results for the Three Months Ended March 31, 2024 (Based on Japanese GAAP)

May 10, 2024

Company name: Nippon Carbon Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 5302  
 URL: <https://www.carbon.co.jp>  
 Representative: Representative Director, CEO Takafumi Miyashita  
 Inquiries: General Manager of Business Control Div. Hiroshi Fujikawa  
 TEL: +81-3-6891-3730  
 Scheduled date to file Quarterly Securities Report: May 10, 2024  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

#### (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 March 31, 2024	8,438	9.7	1,621	29.5	1,760	37.1	969	28.8
Three months ended March 31, 2023	7,695	(1.5)	1,252	23.0	1,284	13.9	752	(1.7)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended March 31, 2024	87.77	—
Three months ended March 31, 2023	68.16	—

#### (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, 2024	80,116	58,597	62.8	4,558.66
As of December 31, 2023	78,466	57,681	63.0	4,478.09

## 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 December 31, 2023	—	100.00	—	100.00	200.00
Year ending December 31, 2024	—				
Year ending December 31, 2024 (Forecast)		100.00	—	100.00	200.00

## 3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

(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 June 30, 2024	20,000	10.5	3,000	(5.4)	3,100	(9.2)	1,700	(13.2)	153.93
Full year	43,000	13.6	7,100	8.0	7,200	1.2	4,100	1.2	371.23

## 4. Notes

(1) Changes in significant subsidiaries during the three months ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation): 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 March 31, 2024: 11,832,504 shares As of December 31, 2023: 11,832,504 shares

Number of treasury shares at the end of the period

As of March 31, 2024: 788,792 shares As of December 31, 2023: 788,617 shares

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

Three months ended March 31, 2024: 11,043,774 shares Three months ended March 31, 2023: 11,044,441 shares

Quarterly consolidated financial statements  
Consolidated balance sheets

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	14,527	13,037
Notes and accounts receivable - trade, and contract assets	11,703	10,434
Electronically recorded monetary claims - operating	1,878	2,272
Merchandise and finished goods	10,760	11,372
Work in process	4,555	4,893
Raw materials and supplies	3,545	3,904
Other	459	534
Allowance for doubtful accounts	(12)	(12)
Total current assets	47,416	46,436
Non-current assets		
Property, plant and equipment		
Buildings and structures	17,608	18,185
Accumulated depreciation and impairment	(11,146)	(11,280)
Buildings and structures, net	6,462	6,905
Machinery and equipment	49,318	49,547
Accumulated depreciation and impairment	(41,059)	(41,498)
Machinery and equipment, net	8,259	8,048
Vehicles, tools, furniture and fixtures	3,803	3,963
Accumulated depreciation and impairment	(3,225)	(3,263)
Vehicles, tools, furniture and fixtures, net	578	699
Land	3,565	3,571
Construction in progress	732	1,303
Total property, plant and equipment	19,599	20,529
Intangible assets	215	200
Investments and other assets		
Investment securities	8,667	10,196
Deferred tax assets	514	547
Other	2,057	2,209
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	11,235	12,950
Total non-current assets	31,049	33,679
Total assets	78,466	80,116

(Millions of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,091	4,183
Electronically recorded obligations - operating	835	793
Short-term borrowings	8,576	8,576
Accrued expenses	635	490
Income taxes payable	1,410	717
Advances received	454	332
Provision for bonuses	236	483
Provision for bonuses for directors (and other officers)	72	17
Other	1,609	2,598
Total current liabilities	17,923	18,192
Non-current liabilities		
Long-term borrowings	278	236
Deferred tax liabilities	1,254	1,736
Retirement benefit liability	766	786
Provision for retirement benefits for directors (and other officers)	32	32
Provision for share awards for directors (and other officers)	104	112
Provision for environmental measures	0	0
Asset retirement obligations	62	62
Other	361	359
Total non-current liabilities	2,861	3,327
Total liabilities	20,784	21,519
<b>Net assets</b>		
Shareholders' equity		
Share capital	7,402	7,402
Capital surplus	7,858	7,858
Retained earnings	32,586	32,451
Treasury shares	(2,012)	(2,012)
Total shareholders' equity	45,835	45,699
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,421	4,411
Deferred gains or losses on hedges	(1)	—
Foreign currency translation adjustment	258	301
Remeasurements of defined benefit plans	(57)	(67)
Total accumulated other comprehensive income	3,620	4,645
Non-controlling interests	8,226	8,252
Total net assets	57,681	58,597
Total liabilities and net assets	78,466	80,116

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Net sales	7,695	8,438
Cost of sales	5,302	5,595
Gross profit	2,393	2,843
Selling, general and administrative expenses	1,140	1,221
Operating profit	1,252	1,621
Non-operating income		
Rental income	6	6
Foreign exchange gains	53	100
Share of profit of entities accounted for using equity method	20	33
Other	25	66
Total non-operating income	105	206
Non-operating expenses		
Interest expenses	11	10
Loss on retirement of non-current assets	4	12
Depreciation of inactive non-current assets	36	36
Other	21	8
Total non-operating expenses	73	67
Ordinary profit	1,284	1,760
Profit before income taxes	1,284	1,760
Income taxes - current	411	592
Income taxes - deferred	(12)	17
Total income taxes	399	609
Profit	885	1,150
Profit attributable to non-controlling interests	132	180
Profit attributable to owners of parent	752	969

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit	885	1,150
Other comprehensive income		
Valuation difference on available-for-sale securities	502	991
Deferred gains or losses on hedges	—	1
Foreign currency translation adjustment	25	65
Remeasurements of defined benefit plans, net of tax	3	(10)
Total other comprehensive income	531	1,047
Comprehensive income	1,416	2,198
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,273	1,993
Comprehensive income attributable to non-controlling interests	143	204