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## Consolidated Financial Results for the Three Months Ended March 31, 2025 (Based on Japanese GAAP)



May 9, 2025

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  
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 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 March 31, 2025 (from January 1, 2025 to March 31, 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 March 31, 2025 | 7,958           | (5.7) | 1,289            | (20.5) | 1,209           | (31.3) | 674                                     | (30.5) |
| Three months ended March 31, 2024 | 8,438           | 9.7   | 1,621            | 29.5   | 1,760           | 37.1   | 969                                     | 28.8   |

|                                   | Earnings per share | Diluted earnings per share |
|-----------------------------------|--------------------|----------------------------|
|                                   | Yen                | Yen                        |
| Three months ended March 31, 2025 | 60.96              | —                          |
| Three months ended March 31, 2024 | 87.77              | —                          |

#### (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    | 81,395          | 60,143          | 63.2         | 4,649.50             |
| As of December 31, 2024 | 82,348          | 60,819          | 63.2         | 4,704.60             |

## 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, 2024             | —                          | 100.00          | —               | 100.00          | 200.00 |
| Year ending December 31, 2025            | —                          |                 |                 |                 |        |
| Year ending December 31, 2025 (Forecast) |                            | 100.00          | —               | 100.00          | 200.00 |

## 3. Forecast of consolidated financial results for the year ending December 31, 2025 (from January 1, 2025 to December 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                |
| First half | 20,000          | 6.4 | 3,000            | (11.6) | 3,000           | (20.5) | 1,800                                   | (21.5) | 162.81             |
| Full year  | 40,000          | 5.4 | 6,500            | 2.9    | 6,800           | 1.6    | 4,100                                   | 0.5    | 370.91             |

## 4. Notes

(1) Significant changes in the scope of consolidation during the three months ended March 31, 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: Yes

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, 2025: 11,832,504 shares As of December 31, 2024: 11,832,504 shares

Number of treasury shares at the end of the period

As of March 31, 2025: 776,336 shares As of December 31, 2024: 776,336 shares

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

Three months ended March 31, 2025: 11,056,168 shares Three months ended March 31, 2024: 11,043,774 shares

## (1) Consolidated balance sheets

(Millions of yen)

|  | As of December 31, 2024 | As of March 31, 2025 |
|--|-------------------------|----------------------|
| <b>Assets</b>  |                         |                      |
| Current assets   |                         |                      |
| Cash and deposits  | 12,299                  | 10,657               |
| Notes and accounts receivable - trade, and contract assets | 11,277                  | 9,750                |
| Electronically recorded monetary claims - operating        | 1,927                   | 1,817                |
| Merchandise and finished goods                             | 11,301                  | 11,919               |
| Work in process  | 4,543                   | 5,106                |
| Raw materials and supplies                                 | 3,991                   | 4,346                |
| Income taxes refund receivable                             | 27                      | 27                   |
| Other  | 964                     | 745                  |
| Allowance for doubtful accounts                            | (12)                    | (11)                 |
| Total current assets                                       | 46,319                  | 44,359               |
| Non-current assets   |                         |                      |
| Property, plant and equipment                              |                         |                      |
| Buildings and structures                                   | 19,096                  | 19,515               |
| Accumulated depreciation and impairment                    | (11,586)                | (11,721)             |
| Buildings and structures, net                              | 7,509                   | 7,794                |
| Machinery and equipment                                    | 51,150                  | 52,786               |
| Accumulated depreciation and impairment                    | (42,339)                | (42,809)             |
| Machinery and equipment, net                               | 8,811                   | 9,976                |
| Vehicles, tools, furniture and fixtures                    | 4,230                   | 4,335                |
| Accumulated depreciation and impairment                    | (3,446)                 | (3,516)              |
| Vehicles, tools, furniture and fixtures, net               | 784                     | 819                  |
| Land   | 3,575                   | 3,561                |
| Construction in progress                                   | 2,183                   | 1,358                |
| Total property, plant and equipment                        | 22,863                  | 23,509               |
| Intangible assets  | 182                     | 162                  |
| Investments and other assets                               |                         |                      |
| Investment securities                                      | 10,431                  | 10,581               |
| Deferred tax assets  | 599                     | 670                  |
| Other  | 1,953                   | 2,113                |
| Allowance for doubtful accounts                            | (2)                     | (2)                  |
| Total investments and other assets                         | 12,982                  | 13,363               |
| Total non-current assets                                   | 36,029                  | 37,035               |
| <b>Total assets</b>  | <b>82,348</b>           | <b>81,395</b>        |

(Millions of yen)

|  | As of December 31, 2024 | As of March 31, 2025 |
|--|-------------------------|----------------------|
| <b>Liabilities</b>   |                         |                      |
| Current liabilities  |                         |                      |
| Notes and accounts payable - trade                                   | 3,435                   | 3,955                |
| Electronically recorded obligations - operating                      | 653                     | 546                  |
| Short-term borrowings  | 9,016                   | 9,506                |
| Accrued expenses   | 504                     | 443                  |
| Income taxes payable   | 1,165                   | 558                  |
| Advances received  | 270                     | 381                  |
| Provision for bonuses  | 237                     | 521                  |
| Provision for bonuses for directors (and other officers)             | 64                      | 16                   |
| Provision for loss on orders received                                | —                       | 0                    |
| Other  | 3,191                   | 2,346                |
| Total current liabilities  | 18,538                  | 18,277               |
| Non-current liabilities  |                         |                      |
| Long-term borrowings   | 196                     | 160                  |
| Deferred tax liabilities   | 1,570                   | 1,568                |
| Retirement benefit liability   | 698                     | 717                  |
| Provision for retirement benefits for directors (and other officers) | 36                      | 39                   |
| Provision for share awards for directors (and other officers)        | 60                      | 61                   |
| Provision for environmental measures                                 | 0                       | 0                    |
| Asset retirement obligations   | 62                      | 62                   |
| Other  | 365                     | 362                  |
| Total non-current liabilities  | 2,990                   | 2,974                |
| Total liabilities  | 21,529                  | 21,251               |
| <b>Net assets</b>  |                         |                      |
| Shareholders' equity   |                         |                      |
| Share capital  | 7,402                   | 7,402                |
| Capital surplus  | 7,858                   | 7,858                |
| Retained earnings  | 34,454                  | 34,023               |
| Treasury shares  | (1,969)                 | (1,969)              |
| Total shareholders' equity   | 47,745                  | 47,314               |
| Accumulated other comprehensive income                               |                         |                      |
| Valuation difference on available-for-sale securities                | 3,921                   | 3,859                |
| Foreign currency translation adjustment                              | 336                     | 226                  |
| Remeasurements of defined benefit plans                              | 11                      | 5                    |
| Total accumulated other comprehensive income                         | 4,268                   | 4,091                |
| Non-controlling interests  | 8,804                   | 8,737                |
| Total net assets   | 60,819                  | 60,143               |
| Total liabilities and net assets                                     | 82,348                  | 81,395               |

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

Consolidated statements of income (cumulative)

(Millions of yen)

|   | Three months ended<br>March 31, 2024 | Three months ended<br>March 31, 2025 |
|---|--------------------------------------|--------------------------------------|
| Net sales   | 8,438                                | 7,958                                |
| Cost of sales   | 5,595                                | 5,439                                |
| Gross profit  | 2,843                                | 2,518                                |
| Selling, general and administrative expenses                  | 1,221                                | 1,229                                |
| Operating profit  | 1,621                                | 1,289                                |
| Non-operating income  |                                      |                                      |
| Rental income   | 6                                    | 5                                    |
| Foreign exchange gains  | 100                                  | —                                    |
| Insurance claim income  | —                                    | 33                                   |
| Share of profit of entities accounted for using equity method | 33                                   | 48                                   |
| Other   | 66                                   | 19                                   |
| Total non-operating income                                    | 206                                  | 106                                  |
| Non-operating expenses  |                                      |                                      |
| Interest expenses   | 10                                   | 24                                   |
| Foreign exchange losses                                       | —                                    | 100                                  |
| Loss on retirement of non-current assets                      | 12                                   | 9                                    |
| Depreciation of inactive non-current assets                   | 36                                   | 44                                   |
| Other   | 8                                    | 6                                    |
| Total non-operating expenses                                  | 67                                   | 186                                  |
| Ordinary profit   | 1,760                                | 1,209                                |
| Profit before income taxes                                    | 1,760                                | 1,209                                |
| Income taxes - current  | 592                                  | 416                                  |
| Income taxes - deferred                                       | 17                                   | (54)                                 |
| Total income taxes  | 609                                  | 362                                  |
| Profit  | 1,150                                | 846                                  |
| Profit attributable to non-controlling interests              | 180                                  | 172                                  |
| Profit attributable to owners of parent                       | 969                                  | 674                                  |

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

|  | Three months ended<br>March 31, 2024 | Three months ended<br>March 31, 2025 |
|--|--------------------------------------|--------------------------------------|
| Profit   | 1,150                                | 846                                  |
| Other comprehensive income                                     |                                      |                                      |
| Valuation difference on available-for-sale securities          | 991                                  | (63)                                 |
| Deferred gains or losses on hedges                             | 1                                    | —                                    |
| Foreign currency translation adjustment                        | 65                                   | (175)                                |
| Remeasurements of defined benefit plans, net of tax            | (10)                                 | 14                                   |
| Total other comprehensive income                               | 1,047                                | (223)                                |
| Comprehensive income   | 2,198                                | 623                                  |
| Comprehensive income attributable to                           |                                      |                                      |
| Comprehensive income attributable to owners of parent          | 1,993                                | 386                                  |
| Comprehensive income attributable to non-controlling interests | 204                                  | 236                                  |