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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

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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
Assets		
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
Total assets	82,348	81,395

(Millions of yen)

	As of December 31, 2024	As of March 31, 2025
Liabilities		
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
Net assets		
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 March 31, 2024	Three months ended 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 March 31, 2024	Three months ended 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