



TSE code : 9913

NIPPO LTD.

(TSE Code : 9913)

**March 2025 Period 3rd Quarter
Financial Results**

~Supplementary materials~

February 4, 2025
President
Yasuchika Iwasa

Consolidated Financial Results (1)

March 2025 Period 3Q

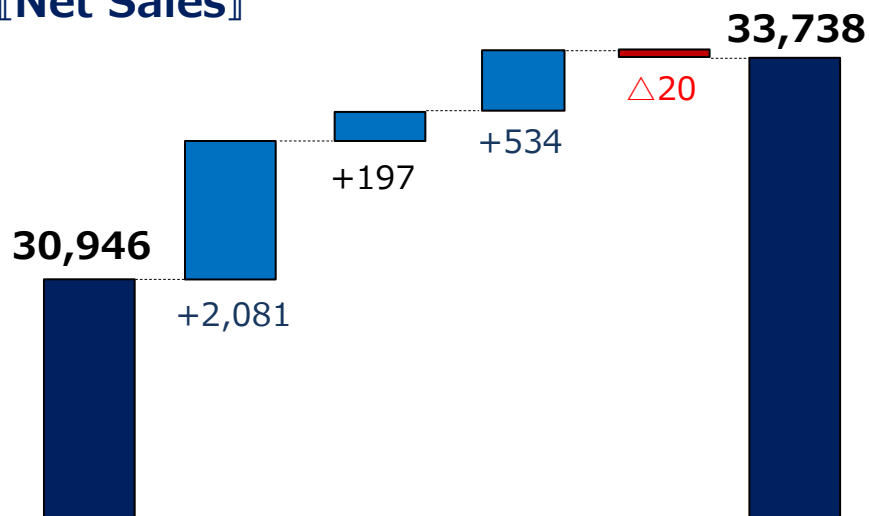


Operating profit recovered to the previous year's level by virtue of following reasons
; Electronics and Medical & Precision Devices performed well
Mobility's order environment improved in 3Q.

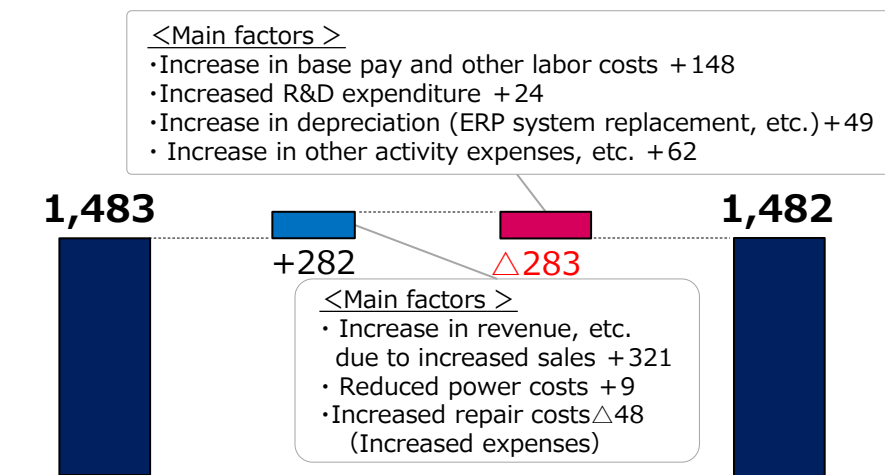
(Unit: Millions of JPY)

	March 2024 Period 3Q	March 2025 Period 3Q	YoY	Change
Net Sales	30,946	33,738	109%	2,792
Operating Profit	1,483	1,482	100%	▲1
Ordinary Profit	1,656	1,572	95%	▲84
Profit	1,128	1,085	96%	▲43

[[Net Sales]]



[[Operating Profit]]



March 2024 period 3Q Electronics Mobility Medical & Precision Devices Other, Adjustment March 2025 period 3Q

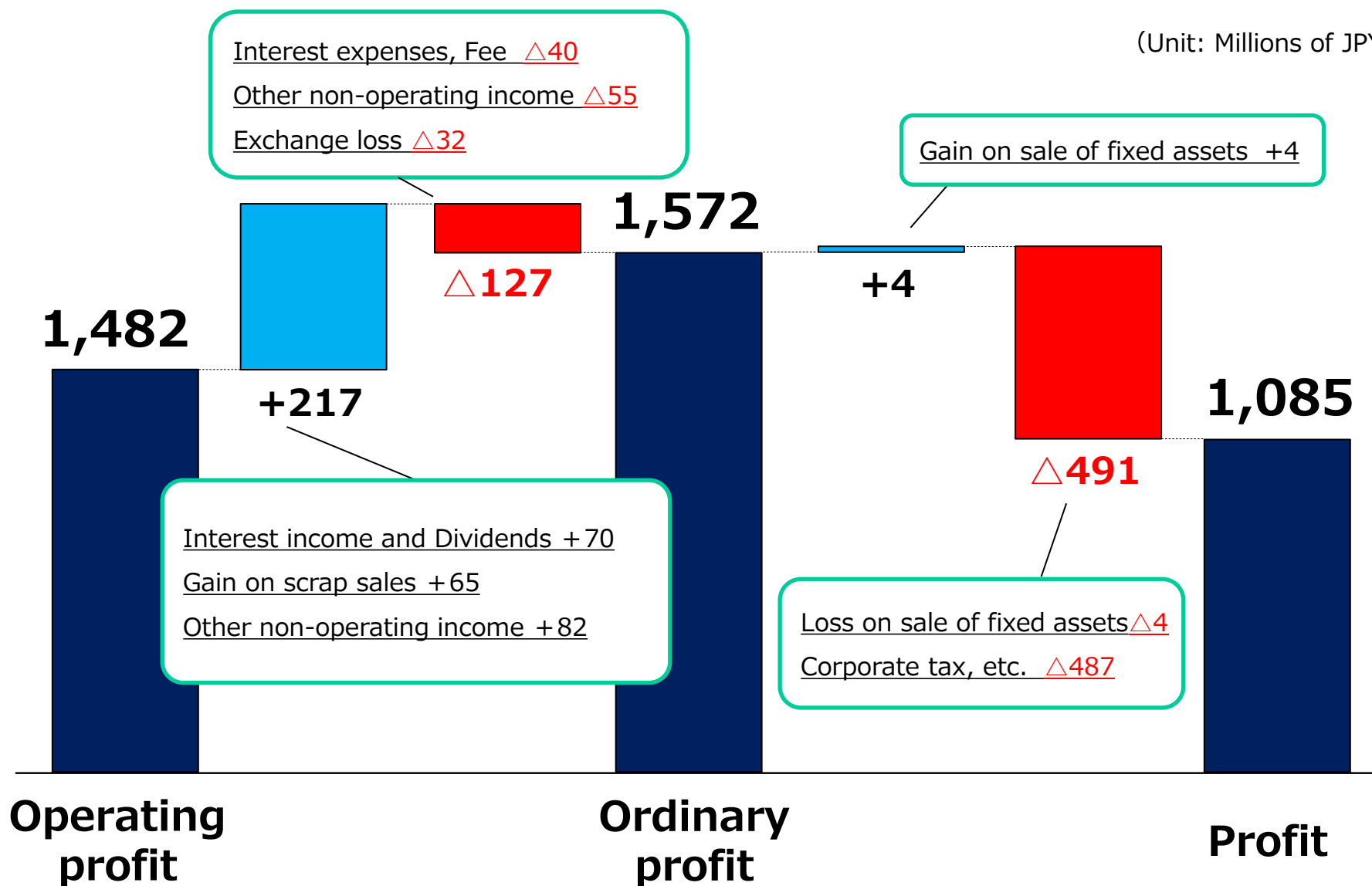
March 2024 period 3Q Change in gross profit Change in SG&A March 2025 period 3Q

Consolidated Financial Results (2)

March 2025 Period 3Q



(Unit: Millions of JPY)



Full-year Forecast

March 2025 Period



Full-year earnings forecast has been maintained by virtue of following reasons
; Electronics and Medical & Precision Devices are expected to remain strong in 4Q
Mobility is expected to maintain the 3Q performance levels.

	March 2025 period 3Q (results)	March 2025 period (forecast)	Progress	Remarks (Unit: Millions of JPY)
Net sales	33,738	42,000	80.3%	1.Full-Year Financial Results Forecasts Given the 4Q outlook as shown below, we have maintained the full-year earnings forecast announced on May 15, 2024. [4Q outlook] ①Electronics: The positive impact of growing demand for AI-related components is expected to continue. ②Medical & Precision Devices: The positive impact of cost reduction activities are expected to continue. ③Mobility: Performances are to maintain the same level as 3Q, when the negative impact of the external environment was mitigated.
Operating profit	1,482	1,950	76.0%	
Ordinary profit	1,572	1,950	80.6%	
Profit	1,085	1,380	78.6%	
Annual dividend	(March 2024 period) 74JPY Per share	76JPY Per share		
				2.Annual Dividend Forecasts Along with the full-year financial results forecast, the annual dividend of ¥76 per share is also unchanged.

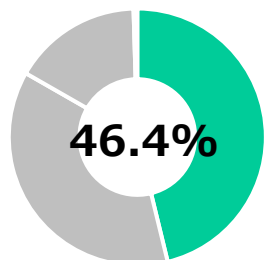
※These consolidated forecasts are based on available data as of the date of this press release and performance may differ materially from these forecasts owing to a variety of factors. In the event that it is deemed necessary to revise the outlook for full-year earnings forecasts, we will make another announcement.

Results by Segments_ Electronics



Net Sales Ratio by Segments

(Unit: Millions of JPY)



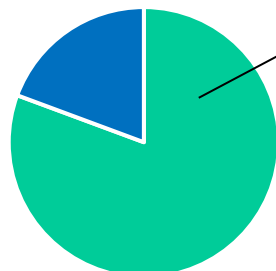
Sales ↑
Profit ↑

	Mar 2024 period 3Q	Mar 2025 period 3Q	YoY	Change
Net sales	13,646	15,727	115%	+2,081
Operating Profit	979	1,239	127%	+260

3Q Summary

- Although the impact of advance costs associated with the launch of the dry film business at the Thailand (Korat) factory continues, orders have recovered as the impact of inventory adjustments of smartphone-related materials has improved.
- In addition, orders for wiring board materials were strong due to the demand expansion for AI-related servers, and orders for dry films from the Vietnam factory and wafer polishing carriers from the Okinawa factory remained strong, resulting in increased sales and profits.

Progress



1-3Q
80.7%

	Mar 2024 period	Mar 2025 period (forecast)	YoY	Change
Net sales	18,904	19,500	103%	+596
Operating Profit	1,272	1,500	118%	+228

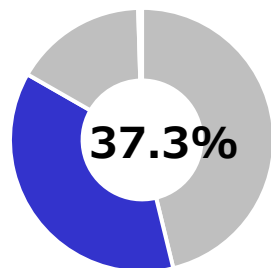
Full-year Forecast

- In the 4Q, the impact of advance costs for the dry film business at the Thailand (Korat) factory will continue, and the outlook for a recovery in semiconductor-related demand other than AI-related demand and smartphone-related demand is unclear. Taking into account strong orders for wiring board materials, dry film at the Vietnam factory, and wafer polishing carriers at the Okinawa factory, however, we have revised its full-year forecast upward from 1,400M ¥ to 1,500M ¥.

Results by Segments_ Mobility



Net Sales Ratio by Segments



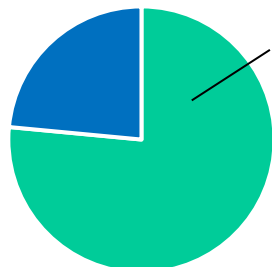
Sales ↑

Profit ↓

(Unit: Millions of JPY)

	Mar 2024 period 3Q	Mar 2025 period 3Q	YoY	Change
Net sales	12,425	12,622	102%	+197
Operating Profit	1,179	871	74%	△308
3Q Summary	<ul style="list-style-type: none"> The following negative impacts 1)~3), which had continued until the 2Q, improved from the 3Q onwards, and the profitability of ASEAN factories improved. 1) Operation suspension due to the automakers testing issues, 2) slowing orders for powertrain parts for China, 3) sluggish car sales in the Thailand market, Sales increased while profits decreased due to start-up costs (advance costs) for newly ordered products (brake control-related parts) at the Vietnam factory and the impact of decreased profits at ASEAN factories until the 2Q. 			

Progress



1-3Q
78.4%

	Mar 2024 period	Mar 2025 period (forecast)	YoY	Change
Net sales	16,578	16,100	97%	△478
Operating Profit	1,543	1,250	81%	△293
Full-year Forecast	<ul style="list-style-type: none"> The order environment in 4Q is expected to remain at the same level as in 3Q, but this will not be enough to cover the profit decline up to 2Q. Therefore, the full-year forecast has been revised downward from 1,400M ¥ to 1,250M ¥. We will continue cost reduction projects, including expansion of fully-automatic and semi-automatic production lines to group companies. 			

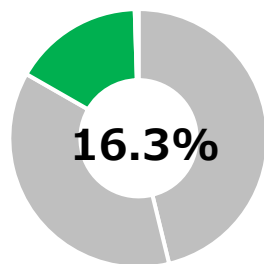
Results by Segment

_ Medical & Precision Devices



Net Sales Ratio by Segments

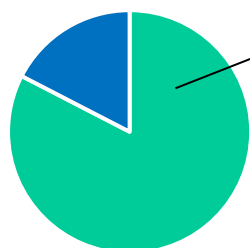
(Unit: Millions of JPY)



		Mar 2024 period 3Q	Mar 2025 period 3Q	YoY	Change
Sales ↑ Profit ↑	Net sales	4,998	5,532	111%	+ 534
	Operating Profit	104	316	304%	+ 212

3Q Summary	<ul style="list-style-type: none"> Orders for medical devices parts at the Thailand (Korat) factory are trending steadily. Although orders for printer-related parts decreased at the Thailand (Korat) factory, the Vietnam and Philippines factories performed steadily, and cost reduction activities also had an effect. Therefore, sales and profits increased as the Medical & Precision Devices segment.
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Progress



		Mar 2024 period	Mar 2025 period (forecast)	YoY	Change
1-3Q	Net sales	6,617	6,700	101%	+ 83
	Operating Profit	166	350	211%	+184

Full-year Forecast	<ul style="list-style-type: none"> Orders for medical equipment parts at the Thailand (Korat) factory are expected to remain strong. Although orders for printer-related parts are expected to continue to decline at the Thailand (Korat) factory, full year earring forecast were revised upwards from 300M ¥ to 350M ¥, taking into account the positive impact of cost reduction activities and business performance up to the 3Q.
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【Reference】 Consolidated Balance Sheet



March 2025 Period 3Q

(Unit: Millions of JPY)

		March 2024 Period	March 2025 Period 3Q	Change			March 2024 Period	March 2025 Period 3Q	Change
Assets	Current assets	17,753	18,362	+609	Liabilities	Current liabilities	12,557	12,225	△332
	Cash and deposits	5,679	6,174	+495		Notes and accounts payable, etc.	8,212	7,863	△349
	Notes and accounts receivable, etc.	7,917	8,115	+198		Short-term borrowing, etc.	1,886	2,004	+118
	Inventories	3,274	3,283	+9		Lease obligations, installment payables	300	296	△4
	Other	882	789	△93		Other	2,158	2,060	△98
	Non-current assets	13,002	13,443	+441		Non-current liabilities	3,405	3,958	+553
	Tangible fixed assets	8,376	9,178	+802		Long-term borrowing	593	853	+260
	Intangible assets	512	472	△40		Lease obligations, long-term installment payables	435	470	+35
	Investments and other assets	4,113	3,792	△321		Other	2,376	2,634	+258
	Total	30,755	31,806	+1,051		Total	15,963	16,183	+220
				Net assets	Share capital	3,137	3,137	-	
					Capital surplus, Retained earnings, Treasury shares	8,662	9,102	+440	
					Accumulated other comprehensive income	2,991	3,381	+390	
					Non-controlling interests	1	1	+0	
					Total	14,792	15,622	+830	
				Total	30,755	31,806	+1,051		

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Forward-looking Statements

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※ Exchange rate used in this forecasts are 1USD = 150JPY, 1TB = 4.0JPY

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