

Quarterly Consolidated Financial Statements in accordance with IFRS for the three months ended June 30, 2025

URL : <https://www.niterragroup.com/english/>
 Stock listing : Tokyo Prime section, Nagoya Premier section
 Code number : 5334
 Head office : 1-1-1 Higashisakura, Higashi-ku, Nagoya, Aichi, 461-0005, Japan
 Representative : Takeshi Kawai, President and COO

Quarterly financial results highlights

	Billions of yen				
	Three months ended				
	2024			2025	
	Jun.30	Sep.30	Dec.31	Mar.31	Jun.30
For the three months:					
Revenue	165.5	159.1	161.1	167.3	169.9
Operating profit	39.1	33.2	31.0	26.3	33.8
Profit before income taxes	42.4	29.5	35.0	26.4	33.8
Profit attributable to owners of the parent	27.8	22.5	24.1	18.2	24.0
Revenue by industry segments:					
Spark & glow plugs	92.0	90.4	88.7	91.5	92.3
Automotive sensors	46.4	42.0	45.5	46.2	47.7
Automotive components	138.5	132.4	134.2	137.8	140.0
Component solutions	25.2	24.6	25.5	27.7	28.0
	Yen				
Actual exchange rate:					
Yen - U.S. dollar	156	149	152	153	145
Yen - Euro	168	164	163	161	164

(Note) As for the changes in reportable segments, please refer to the segment information for further details.

Condensed Quarterly Consolidated Statement of Financial Position as of March 31, 2025 and June 30, 2025

	Millions of yen	
	March 31, 2025	June 30, 2025
Assets		
Current assets		
Cash and cash equivalents	208,192	219,437
Trade and other receivables	147,551	155,104
Other financial assets	25,263	8,088
Inventories	183,932	193,802
Other current assets	20,778	22,607
Subtotal	585,718	599,040
Assets held for sale	2,800	1,449
Total current assets	588,518	600,490
Noncurrent assets		
Property, plant and equipment	219,974	243,626
Goodwill and intangible assets	44,221	164,035
Right-of-use assets	9,872	11,637
Investments accounted for using the equity method	19,199	22,751
Other financial assets	93,082	92,686
Deferred tax assets	14,456	16,095
Other noncurrent assets	1,641	2,124
Total noncurrent assets	402,448	552,957
Total assets	990,966	1,153,447

	Millions of yen	
	March 31, 2025	June 30, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	57,660	60,743
Bonds and borrowings	16,719	117,455
Other financial liabilities	3,871	5,430
Income taxes payable	21,935	12,693
Other current liabilities	53,000	55,959
Subtotal	153,187	252,282
Liabilities directly associated with assets held for sale	461	-
Total current liabilities	153,648	252,282
Noncurrent liabilities		
Bonds and borrowings	139,964	191,349
Net defined benefit liabilities	8,827	11,376
Other financial liabilities	7,310	8,991
Income tax payable - noncurrent	105	105
Deferred tax liabilities	2,332	3,716
Other noncurrent liabilities	4,054	4,798
Total noncurrent liabilities	162,594	220,337
Total liabilities	316,243	472,620
Equity		
Capital stock	47,869	47,869
Capital surplus	55,724	55,548
Retained earnings	509,900	516,521
Treasury stock	(2,199)	(1,938)
Other components of equity	63,278	62,795
Total equity attributable to owners of the parent	674,573	680,797
Noncontrolling interests	149	30
Total equity	674,722	680,827
Total liabilities and equity	990,966	1,153,447

Condensed Quarterly Consolidated Statement of Profit or Loss and Comprehensive Income

Condensed Quarterly Consolidated Statement of Profit or Loss for the Three Months Ended June 30, 2024 and 2025

	Millions of yen	
	2024	2025
Revenue	165,450	169,927
Costs of sales	(98,492)	(103,501)
Gross profit	66,958	66,426
Selling, general and administrative expenses	(30,435)	(31,789)
Share of profit of investments accounted for using the equity method	461	336
Other income	2,752	558
Other expenses	(605)	(1,685)
Operating profit	39,132	33,846
Finance income	4,751	1,974
Finance expenses	(1,468)	(2,043)
Profit before income taxes	42,415	33,777
Income tax expenses	(14,584)	(9,695)
Profit	27,831	24,081
Profit attributable to owners of the parent	27,849	24,034
Profit attributable to noncontrolling interests	(17)	47
	Yen	
Earnings per share		
- Basic	139.83	121.09
- Diluted	-	-

Condensed Quarterly Consolidated Statement of Comprehensive Income for the Three Months Ended June 30, 2024 and 2025

	Millions of yen	
	2024	2025
Profit	27,831	24,081
Other comprehensive income (net of tax effects)		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(1,530)	168
Share of other comprehensive income of investments accounted for using the equity method	(0)	(4)
Total of items that will not be reclassified to profit or loss	(1,531)	164
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation of foreign operations	14,444	(753)
Share of other comprehensive income of investments accounted for using the equity method	365	667
Total of items that may be reclassified subsequently to profit or loss	14,810	(85)
Total other comprehensive income (net of tax effects)	13,279	79
Comprehensive income	41,110	24,160
Comprehensive income attributable to:		
Owners of the parent	40,946	24,040
Noncontrolling interests	163	120

Condensed Quarterly Consolidated Statement of Changes in Equity

For the three months ended June 30, 2024

	Millions of yen									
	Equity attributable to owners of the parent									
					Other components of equity				Noncontrolling interests	Total equity
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Remeasurements of defined benefit plans	Total other components of equity		
Balance at April 1, 2024	47,869	55,597	470,445	(11,699)	20,000	55,464	-	75,465	621	638,300
Profit			27,849					-	(17)	27,831
Other comprehensive income					(1,531)	14,628		13,097	181	13,279
Total comprehensive income	-	-	27,849	-	(1,531)	14,628	-	13,097	163	41,110
Purchase of treasury stock				(7,766)				-		(7,766)
Dividends			(16,881)					-	(412)	(17,294)
Share-based remuneration transactions		11		44				-		55
Transfer from other components of equity to retained earnings			(29)		29			29	-	-
Total transactions with owners	-	11	(16,911)	(7,721)	29	-	-	29	(412)	(25,004)
Balance at June 30, 2024	47,869	55,609	481,383	(19,421)	18,499	70,093	-	88,592	372	654,406

For the three months ended June 30, 2025

	Millions of yen										
	Equity attributable to owners of the parent										
					Other components of equity						
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations	Remeasurements of defined benefit plans	Total other components of equity	Total equity attributable to owners of the parent	Noncontrolling interests	Total equity
Balance at April 1, 2025	47,869	55,724	509,900	(2,199)	14,389	48,889	-	63,278	674,573	149	674,722
Profit			24,034					-	24,034	47	24,081
Other comprehensive income					167	(158)	(2)	5	5	73	79
Total comprehensive income	-	-	24,034	-	167	(158)	(2)	5	24,040	120	24,160
Purchase of treasury stock				(1)				-	(1)		(1)
Dividends			(17,902)					-	(17,902)	(239)	(18,142)
Share-based remuneration transactions		(175)		263				-	87		87
Transfer from other components of equity to retained earnings			489		(491)		2	(489)	-		-
Total transactions with owners	-	(175)	(17,413)	261	(491)	-	2	(489)	(17,817)	(239)	(18,056)
Balance at June 30, 2025	47,869	55,548	516,521	(1,938)	14,064	48,731	-	62,795	680,797	30	680,827

Condensed Quarterly Consolidated Statement of Cash Flows for the Three Months Ended June 30, 2024 and 2025

	Millions of yen	
	2024	2025
Cash flows from operating activities		
Profit before income taxes	42,415	33,777
Depreciation and amortization	9,930	9,989
Foreign exchange gains	(6,020)	(131)
Interest and dividends income	(2,150)	(1,963)
Interest expenses	428	716
Share of profit of investments accounted for using the equity method	(461)	(336)
Loss (gain) on disposal of noncurrent assets	(915)	353
Loss on sale of shares of subsidiaries and associates	155	215
(Increase) decrease in trade and other receivables	770	(3,328)
(Increase) decrease in inventories	4,337	(5,165)
Decrease in trade and other payables	(2,764)	(1,748)
Increase (decrease) in net defined benefit liabilities	(1,741)	90
Other, net	(1,366)	(134)
Subtotal	42,618	32,334
Dividends received	593	468
Interest received	1,625	1,100
Interest paid	(367)	(453)
Income taxes paid	(14,068)	(17,302)
Net cash provided by operating activities	30,402	16,147
Cash flows from investing activities		
Net decrease in time deposits	7,616	5,016
Net decrease in short-term investment securities	-	12,000
Purchase of property, plant and equipment	(9,719)	(7,182)
Proceeds from sale of property, plant and equipment	1,824	72
Purchase of intangible assets	(1,534)	(928)
Purchase of shares of subsidiaries resulting in change in scope of consolidation	-	(147,486)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	91	148
Purchase of investment securities	(3,583)	(123)
Proceeds from sale and redemption of investment securities	710	1,179
Other, net	340	18
Net cash used in investing activities	(4,254)	(137,285)

	Millions of yen	
	2024	2025
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(22,496)	100,080
Proceeds from long-term loans payable	19,911	49,786
Repayments of long-term loans payable	(25)	(54)
Redemption of bonds	(20,000)	-
Repayments of lease liabilities	(848)	(921)
Purchase of treasury stock	(7,766)	(1)
Dividends paid to owners of the parent	(16,760)	(17,790)
Dividends paid to noncontrolling interests	(363)	(77)
Net cash provided by (used in) financing activities	(48,348)	131,021
Effect of exchange rate change on cash and cash equivalents	4,675	930
Net increase (decrease) in cash and cash equivalents	(17,524)	10,814
Cash and cash equivalents at the beginning of the period	180,684	208,192
Net increase in cash and cash equivalents resulting from transfer to assets held for sale	35	430
Cash and cash equivalents at the end of the period	163,195	219,437

Segment information

Information about revenue and segment profit by reportable segments

	Reportable segments			Other (Note 1)	Total	Adjustment	Consolidated (Note 2)
	Automotive components	Component solutions	Total				
	Millions of yen						
Three months ended June 30, 2024							
Revenue:							
External customers	138,455	24,999	163,455	1,995	165,450	-	165,450
Inter-segment	-	228	228	-	228	(228)	-
Total	138,455	25,227	163,683	1,995	165,678	(228)	165,450
Segment profit	37,560	121	37,682	1,450	39,132	-	39,132
Finance income							4,751
Finance expenses							(1,468)
Profit before income taxes							42,415
Three months ended June 30, 2025							
Revenue:							
External customers	139,951	27,747	167,699	2,228	169,927	-	169,927
Inter-segment	-	215	215	-	215	(215)	-
Total	139,951	27,962	167,914	2,228	170,142	(215)	169,927
Segment profit	33,230	497	33,728	118	33,846	-	33,846
Finance income							1,974
Finance expenses							(2,043)
Profit before income taxes							33,777

Note 1: "Other" represents businesses such as material sales and welfare program service, which are not included in reportable segments.

Note 2: Segment profit is reconciled to operating profit of "Condensed Quarterly Consolidated Statement of Profit or Loss".

Changes in reportable segments

As a result of the reorganization effective April 1, 2025, the reportable segment classifications was changed from "Automotive components", "Ceramics" and "New businesses" to 2 segments, "Automotive components" and "Component solutions". In addition to the conventional "Ceramics", the fuel cell business, silicon nitride-related products and other businesses expected to grow in the future, which were previously included in "New businesses" have been transferred to "Component solutions". Other company-wide development costs have been included by allocation to each reportable segment.

As a result of the above changes in reportable segments, the segment information for the three months ended June 30, 2024 is prepared and reported based on the reportable segments of the three months ended June 30, 2025.