

Preliminary

Summary of Consolidated Financial Statements for the Year Ended March 31, 2025 (IFRS Basis)

Listed company name: **Nitto Denko Corporation**
 Stock exchange listing: Tokyo Stock Exchange, Prime Market
 Code Number: 6988 URL <https://www.nitto.com/>
 Company Representative: Hideo Takasaki, President
 Contact Person: Yasuhiro Iseyama, Senior Executive Vice President, Director of Corporate Accounting & Finance Division
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Date of the general shareholders' meeting: June 20, 2025
 Estimated starting date of dividend paying: June 23, 2025
 Filing date of financial statements: June 18, 2025
 Preparation of supplementary explanatory materials: Yes
 Holding of quarterly earnings release conference: Yes (for investment analysts and institutional investors)

(All monetary values noted herein are rounded down to the nearest million yen)

1. Consolidated financial results for the year ended March 31, 2025

(1) Operating results

(% of change from same period in the previous year)

	Revenue		Operating profit		Profit before income taxes		Net profit		Net profit attributable to owners of the parent company		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
For the year ended March 31, 2025	1,013,878	10.8	185,667	33.4	185,329	33.4	137,307	33.6	137,237	33.7	132,869	(19.4)
For the year ended March 31, 2024	915,139	(1.5)	139,132	(5.5)	138,901	(5.4)	102,755	(6.0)	102,679	(5.9)	164,910	20.2

	Basic earnings per share	Diluted earnings per share	Return on equity attributable to owners of the parent company	Net profit to total assets	Operating profit to revenue
	Yen	Yen	%	%	%
For the year ended March 31, 2025	195.74	195.65	13.5	14.4	18.3
For the year ended March 31, 2024	143.91	143.86	10.9	11.6	15.2

(Reference) Share of profit of investments accounted for using the equity method:

(For the year ended March 31, 2025) (108) million yen (For the year ended March 31, 2024) 34 million yen

(Note) The Company has implemented the stock split with an effective date of October 1, 2024 and a record date of September 30, 2024. Each share of common stock has been split into five shares. The above basic and diluted earnings per share for the year ended March 31, 2024 and for the year ended March 31, 2025 are based on the assumption that the stock split is conducted at the beginning of the fiscal year ended March 31, 2024.

(2) Financial position

	Total assets	Total equity	Equity attributable to owners of the parent company	Ratio of equity attributable to owners of the parent company to total assets	Equity attributable to owners of the parent company per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of the year ended March 31, 2025	1,321,920	1,045,114	1,044,083	79.0	1,502.42
As of the year ended March 31, 2024	1,251,087	985,048	984,020	78.7	1,391.36

(Note) The Company has implemented the stock split with an effective date of October 1, 2024 and a record date of September 30, 2024. Each share of common stock has been split into five shares. The above equity attributable to owners of the parent company per share for the year ended March 31, 2024 and for the year ended March 31, 2025 are based on the assumption that the stock split is conducted at the beginning of the fiscal year ended March 31, 2024.

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
For the year ended March 31, 2025	217,908	(115,105)	(78,890)	363,344
For the year ended March 31, 2024	155,521	(67,927)	(90,784)	342,269

2. Dividends

	Dividends per share					Dividends total (Annual)	Dividend payout ratio (Consolidated)	Dividends to equity attributable to owners of the parent company (Consolidated)
	1Q	2Q	3Q	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March, 2024	-	130.00	-	130.00	260.00	36,919	36.1	4.0
March, 2025	-	140.00	-	28.00	-	39,110	28.6	3.9
(Forecast) March, 2026	-	30.00	-	30.00	60.00		33.4	

(Note) The Company has implemented the stock split with an effective date of October 1, 2024 and a record date of September 30, 2024. Each share of common stock has been split into five shares. The above annual dividend per share for the fiscal year ended March 31, 2025 is based on a number of shares taking into account the stock split. The total annual dividend per share for the fiscal year ended March 31, 2025 is not presented because the total of the interim dividend and the year-end dividend cannot be calculated due to effect of the stock split. Without taking the stock split into account, the year-end dividend per share for the fiscal year ended March 31, 2025 would be 140 yen and the total annual dividend per share for the fiscal year ended March 31, 2025 would be 280 yen.

3. Forecast for the fiscal year ending March 31, 2026

(% of change from same period in the previous year)

	Revenue		Operating profit		Profit before income taxes		Net profit		Net profit attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	492,000	(5.7)	86,000	(21.3)	86,000	(21.1)	63,000	(21.3)	63,000	(21.2)	90.66
Annual	984,000	(2.9)	170,000	(8.4)	170,000	(8.3)	125,000	(9.0)	125,000	(8.9)	179.87

- Others

(1) Changes in significant subsidiaries during this fiscal year: No

(2) Changes in accounting policies applied and changes in accounting estimates

1. Changes in accounting policies required by IFRS: No
2. Changes in accounting policies other than the above: No
3. Changes in accounting estimates: No

(3) Number of issued shares (Common stock)

1. Number of issued shares at the end of the period (including treasury shares)

As of March 31, 2025: 706,760,750

As of March 31, 2024: 717,758,675

2. Number of treasury shares at the end of the period

As of March 31, 2025: 11,826,050

As of March 31, 2024: 10,521,360

3. Average number of issued shares during the period (cumulative from the beginning of the period)

For the year ended March 31, 2025: 701,124,380

For the year ended March 31, 2024: 713,483,993

(Note) The Company has implemented the stock split with an effective date of October 1, 2024 and a record date of September 30, 2024. Each share of common stock has been split into five shares. The above “Number of issued shares at the end of the period”, “Number of treasury shares at the end of the period” and “Average number of issued shares during the period” are based on the assumption that the stock split is conducted at the beginning of the fiscal year ended March 31, 2024.

(Reference) Non-consolidated financial results for the year ended March 31, 2025

(1) Operating results

(% of change from previous year)

	Net sales		Operating profit		Ordinary profit		Net profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
For the year ended March 31, 2025	598,416	15.4	122,014	38.0	131,046	39.0	94,998	26.9
For the year ended March 31, 2024	518,626	(4.7)	88,403	(9.1)	94,261	(17.1)	74,874	(18.1)

	Net profit per share - Basic	Net profit per share - Diluted
	Yen	Yen
For the year ended March 31, 2025	135.50	135.44
For the year ended March 31, 2024	104.94	104.90

(Note) The Company has implemented the stock split with an effective date of October 1, 2024 and a record date of September 30, 2024. Each share of common stock has been split into five shares. The above basic and diluted net profit per share are based on the assumption that the stock split is conducted at the beginning of the fiscal year ended March 31, 2024.

(2) Financial position

	Total assets	Net assets	Ratio of shareholder's equity to total assets	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of the year ended March 31, 2025	824,328	537,478	65.2	773.00
As of the year ended March 31, 2024	782,752	515,511	65.8	728.49

(Reference) Shareholders' equity: (March 31, 2025) 537,185 million yen (March 31, 2024) 515,218 million yen

(Note) The Company has implemented the stock split with an effective date of October 1, 2024 and a record date of September 30, 2024. Each share of common stock has been split into five shares. The above net assets per share is based on the assumption that the stock split is conducted at the beginning of the fiscal year ended March 31, 2024.

- This summary is not subject to audit procedures by Certified Public Accountants or audit firm.

- Explanations for adequate utilization of the forecast and other special matters

The forward-looking statements shown in this report, including the forecast, are prepared based on information available to the Company and on certain assumptions deemed reasonable as of the issuing date of the report. Consequently, the statements herein do not constitute promises regarding actual results by the Company. Actual results may differ materially from forecasted figures due to various unknown factors.

		For the year ended March 31, 2024	For the year ended March 31, 2025	
		Revenue	Revenue	Y-o-Y (%)
Industrial Tape	Revenue	337,735	355,733	105.3
	Operating profit	38,696	46,043	119.0
Optronics	Information Fine Materials	365,934	407,440	111.3
	Circuits Materials	104,580	135,558	129.6
	Total	470,515	542,999	115.4
	Operating profit	124,556	173,121	139.0
Human Life	Life Science	41,500	44,529	107.3
	Membrane	32,788	34,357	104.8
	Personal Care Materials	50,212	53,211	106.0
	Total	124,501	132,098	106.1
Others	Operating profit	(9,490)	(11,902)	-
	Revenue	12	19	153.9
Adjustment	Operating profit	(5,661)	(12,229)	-
	Revenue	(17,625)	(16,972)	-
Total	Operating profit	(8,968)	(9,365)	-
	Revenue	915,139	1,013,878	110.8
	Operating profit	139,132	185,667	133.4

(Note) As a result of changes in the management structure made for the year ended March 31, 2025, certain related businesses have been transferred from Industrial Tape to Optronics.

Such changes have been reflected in the figures for the year ended March 31, 2024.

4. Consolidated Financial Statements

(1) Consolidated statement of financial position

(Millions of yen)

	As of the year ended March 31, 2024	As of the year ended March 31, 2025
Assets		
Current assets		
Cash and cash equivalents	342,269	363,344
Trade and other receivables	209,341	210,418
Inventories	136,804	142,932
Other financial assets	5,220	7,732
Other current assets	24,321	25,781
Total current assets	717,957	750,209
Noncurrent assets		
Property, plant and equipment	378,535	417,636
Right-of-use assets	19,321	19,058
Goodwill	66,056	57,167
Intangible assets	20,674	17,026
Investments accounted for using equity method	2,115	7,319
Financial assets	9,192	11,096
Deferred tax assets	20,985	17,873
Other noncurrent assets	16,248	24,533
Total noncurrent assets	533,130	571,711
Total assets	1,251,087	1,321,920

(Millions of yen)

	As of the year ended March 31, 2024	As of the year ended March 31, 2025
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	98,965	100,508
Borrowings	345	455
Income tax payables	13,402	28,183
Other financial liabilities	38,396	36,102
Other current liabilities	55,746	56,485
Total current liabilities	206,856	221,735
Noncurrent liabilities		
Other financial liabilities	20,843	20,160
Defined benefit liabilities	33,130	28,991
Deferred tax liabilities	3,427	3,856
Other noncurrent liabilities	1,779	2,062
Total noncurrent liabilities	59,182	55,070
Total liabilities	266,038	276,806
Equity		
Equity attributable to owners of the parent company		
Share capital	26,783	26,783
Capital surplus	49,928	49,934
Retained earnings	808,062	890,040
Treasury shares	(23,298)	(31,799)
Other components of equity	122,544	109,124
Total equity attributable to owners of the parent company	984,020	1,044,083
Noncontrolling interests	1,028	1,031
Total equity	985,048	1,045,114
Total liabilities and equity	1,251,087	1,321,920

(2) Consolidated statement of profit or loss and consolidated statement of comprehensive income
(Consolidated statement of profit or loss)

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025
Revenue	915,139	1,013,878
Cost of sales	584,280	618,365
Gross profit	330,858	395,513
Selling, general and administrative expenses	146,143	151,835
Research and development expenses	43,485	46,771
Other income	9,914	11,827
Other expenses	12,012	23,066
Operating profit	139,132	185,667
Finance income	2,195	2,901
Finance expenses	2,460	3,131
Share of profit of investments accounted for using the equity method	34	(108)
Profit before income taxes	138,901	185,329
Income tax expenses	36,146	48,021
Net profit	102,755	137,307
Net profit attributable to:		
Owners of the parent company	102,679	137,237
Noncontrolling interests	75	70
Total	102,755	137,307
Earnings per share attributable to owners of the parent company		
Basic earnings per share (Yen)	143.91	195.74
Diluted earnings per share (Yen)	143.86	195.65

(Consolidated statement of comprehensive income)

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025
Net profit	102,755	137,307
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net changes on financial assets measured at fair value through other comprehensive income	85	(12)
Remeasurement of defined benefit liability	5,999	9,066
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	55,986	(13,453)
Net changes in fair value of cash flow hedges	1	0
Share of other comprehensive income of investments accounted for using equity method	81	(39)
Total other comprehensive income	62,154	(4,438)
Total comprehensive income	164,910	132,869
Total comprehensive income attributable to:		
Owners of the parent company	164,816	132,783
Noncontrolling interests	93	86
Total	164,910	132,869

(3) Consolidated statement of changes in equity
For the year ended March 31, 2024

(Millions of yen)

	Equity attributable to owners of the parent company						Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total		
Balance as of April 1, 2023	26,783	50,047	786,269	(27,631)	66,741	902,211	983	903,194
Net profit	-	-	102,679	-	-	102,679	75	102,755
Other comprehensive income	-	-	-	-	62,136	62,136	17	62,154
Total comprehensive income	-	-	102,679	-	62,136	164,816	93	164,910
Share based remuneration transactions	-	(47)	-	-	(1)	(48)	-	(48)
Dividends	-	-	(36,041)	-	-	(36,041)	(28)	(36,070)
Changes in treasury shares	-	(51,254)	-	4,333	-	(46,921)	-	(46,921)
Transfer from other components of equity to retained earnings	-	-	6,333	-	(6,333)	-	-	-
Acquisition of NCI without change in control	-	3	-	-	-	3	(20)	(17)
Transfer from retained earnings to capital surplus	-	51,178	(51,178)	-	-	-	-	-
Total transactions with owners	-	(119)	(80,887)	4,333	(6,334)	(83,007)	(49)	(83,056)
Balance as of March 31, 2024	26,783	49,928	808,062	(23,298)	122,544	984,020	1,028	985,048

For the year ended March 31, 2025

(Millions of yen)

	Equity attributable to owners of the parent company						Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Total		
Balance as of April 1, 2024	26,783	49,928	808,062	(23,298)	122,544	984,020	1,028	985,048
Net profit	-	-	137,237	-	-	137,237	70	137,307
Other comprehensive income	-	-	-	-	(4,454)	(4,454)	15	(4,438)
Total comprehensive income	-	-	137,237	-	(4,454)	132,783	86	132,869
Share based remuneration transactions	-	-	-	-	123	123	-	123
Dividends	-	-	(38,040)	-	-	(38,040)	(20)	(38,060)
Changes in treasury shares	-	(26,308)	-	(8,501)	-	(34,809)	-	(34,809)
Transfer from other components of equity to retained earnings	-	-	9,089	-	(9,089)	-	-	-
Acquisition of NCI without change in control	-	6	-	-	-	6	(63)	(56)
Transfer from retained earnings to capital surplus	-	26,308	(26,308)	-	-	-	-	-
Total transactions with owners	-	6	(55,259)	(8,501)	(8,965)	(72,720)	(83)	(72,803)
Balance as of March 31, 2025	26,783	49,934	890,040	(31,799)	109,124	1,044,083	1,031	1,045,114

(4) Consolidated statement of cash flows

(Millions of yen)

	For the year ended March 31, 2024	For the year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	138,901	185,329
Depreciation and amortization	60,811	65,595
Impairment losses	1,651	12,339
Increase (decrease) in defined benefit liabilities	1,371	1,048
Decrease (increase) in trade and other receivables	(19,033)	(3,791)
Decrease (increase) in inventories	11,769	(8,526)
Increase (decrease) in trade and other payables	3,804	2,369
Increase (decrease) in advances received	(1,312)	(413)
Interest and dividend income	2,065	2,849
Interest expenses paid	(609)	(809)
Income taxes (paid) refunded	(41,030)	(34,304)
Others	(2,868)	(3,779)
Net cash provided by (used in) operating activities	155,521	217,908
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(67,774)	(106,003)
Proceeds from sale of property, plant and equipment and intangible assets	602	208
Decrease (increase) in time deposits	(2,465)	(2,371)
Purchase of investment securities	(723)	(762)
Proceeds from sale of investment securities	551	55
Purchase of shares of subsidiaries and affiliates	-	(6,256)
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	1,871	-
Others	10	23
Net cash provided by (used in) investing activities	(67,927)	(115,105)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowing	72	109
Repayment of lease liabilities	(7,631)	(5,822)
Decrease (increase) in treasury shares	(47,167)	(35,062)
Cash dividends paid	(36,041)	(38,040)
Others	(16)	(75)
Net cash provided by (used in) financing activities	(90,784)	(78,890)
Effect of exchange rate changes on cash and cash equivalents	13,573	(2,837)
Reclassification of cash and cash equivalents included in assets held for sale in the opening balance	1,920	-
Net increase (decrease) in cash and cash equivalents	12,302	21,074
Cash and cash equivalents at the beginning of the period	329,966	342,269
Cash and cash equivalents at the end of the period	342,269	363,344

(Segment information)

(1) Outline of reportable segments

Reportable segments of the Group are determined as segments whose separate financial information is available among the constituent units of the Group and which are regularly used by the Board of Directors, the chief operating decision maker, to determine the allocation of management resources and to evaluate their business results.

The Group has divisions by product, and each division develops comprehensive domestic and overseas strategies for its products and conducts business activities.

The Group's segments are based on three product divisions, and its three reportable segments are the Industrial Tape segment the Optronics segment and the Human Life segment. Each reportable segment is grouped into one operating segment based on similarities in products, markets, and other aspects.

Intersegment revenue is based on prevailing market prices.

Major products for each segment

Operating segment	Major products or business
Industrial Tape	Functional Base Products (bonding and joining products, protective materials, processing materials, automotive products, etc.)
Optronics	Information Fine Materials (optical films, etc.), Circuits Materials (CIS (Circuit Integrated Suspension), high-precision circuits, etc.)
Human Life	Life Science (oligonucleotide contract manufacturing business, nucleic acid synthesis materials, nucleic acid drug discovery, medical products, etc.), Membrane (high-polymer separation membrane), Personal Care Materials (functional film for hygienic materials, etc.)
Others	New Business, Other Products

(2) Information regarding revenue, profit or loss by segments

Segment information regarding the Group's reportable segments is as follows.

For the year ended March 31, 2024

(Millions of yen)

	Reportable segments				Others	Total	Adjustment	Figures in consolidated statement of profit or loss
	Industrial Tape	Optronics	Human Life	Total				
Revenue from external customers	333,282	463,890	116,629	913,802	12	913,815	1,323	915,139
Intersegment revenue	4,452	6,624	7,872	18,949	-	18,949	(18,949)	-
Total segment revenue	337,735	470,515	124,501	932,751	12	932,764	(17,625)	915,139
Operating profit (loss)	38,696	124,556	(9,490)	153,762	(5,661)	148,100	(8,968)	139,132
Finance income								2,195
Finance expenses								(2,460)
Share of profit of investments accounted for using the equity method								34
Profit before income taxes								138,901
Segment assets	276,813	673,391	229,671	1,179,877	14,407	1,194,284	56,803	1,251,087
Other items:								
Depreciation and amortization	17,323	25,632	9,821	52,777	719	53,496	7,314	60,811
Impairment losses	395	230	893	1,519	18	1,537	113	1,651
Increase in property, plant and equipment and intangible assets	17,424	30,243	30,674	78,342	573	78,916	4,529	83,445

(Note) 1. Others is an operating segment that is not included in the reportable segments and consists of New Business.

2. Adjustment of operating profit (loss) in the amount of (8,968) million yen includes other incomes (losses) not allocated to each segment.

3. Adjustment of segment assets in the amount of 56,803 million yen includes Cash and cash equivalents, Property, plant and equipment and others not belonging to each operating segment.

4. As a result of changes in the management structure made for the year ended March 31, 2025, certain related businesses have been transferred from Industrial Tape to Optronics.

Such changes have been reflected in the figures for the year ended March 31, 2024.

For the year ended March 31, 2025

(Millions of yen)

	Reportable segments				Others	Total	Adjustment	Figures in consolidated statement of profit or loss
	Industrial Tape	Optronics	Human Life	Total				
Revenue from external customers	351,698	537,481	123,203	1,012,383	19	1,012,403	1,475	1,013,878
Intersegment revenue	4,034	5,517	8,894	18,447	-	18,447	(18,447)	-
Total segment revenue	355,733	542,999	132,098	1,030,830	19	1,030,850	(16,972)	1,013,878
Operating profit (loss)	46,043	173,121	(11,902)	207,262	(12,229)	195,033	(9,365)	185,667
Finance income								2,901
Finance expenses								(3,131)
Share of profit of investments accounted for using the equity method								(108)
Profit before income taxes								185,329
Segment assets	301,822	749,022	228,804	1,279,649	9,719	1,289,369	32,551	1,321,920
Other items:								
Depreciation and amortization	18,490	27,263	11,523	57,277	864	58,141	7,454	65,595
Impairment losses	885	2,016	4,042	6,945	5,211	12,156	183	12,339
Increase in property, plant and equipment and intangible assets	18,795	47,875	15,108	81,779	1,741	83,520	9,456	92,976

(Note) 1. Others is an operating segment that is not included in the reportable segments and consists of New Business.

2. Adjustment of operating profit (loss) in the amount of (9,365) million yen includes other incomes (losses) not allocated to each segment.

3. Adjustment of segment assets in the amount of 32,551 million yen includes Cash and cash equivalents, Property, plant and equipment and others not belonging to each operating segment.