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## Consolidated Financial Results for the Three Months Ended June 30, 2023 [Japanese GAAP]



August 10, 2023

Company name: Nice Corporation

Stock exchange listing: Tokyo Stock Exchange

Code number: 8089

URL: <https://www.nice.co.jp/>

Representative: Masayuki Sugita, Director and President

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Scheduled date of filing quarterly securities report: August 10, 2023

Scheduled date of commencing dividend payments: -

Availability of supplementary explanatory materials on quarterly financial results: Not available

Schedule of quarterly financial results briefing session: Not scheduled

(Amounts of less than one million yen are rounded down.)

### 1. Consolidated Financial Results for the Three Months Ended June 30, 2023 (April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2023	49,469	(11.5)	111	(91.7)	213	(83.8)	2,064	91.9
June 30, 2022	55,924	10.5	1,325	27.6	1,323	37.1	1,075	92.4

(Note) Comprehensive income: Three months ended June 30, 2023: ¥2,438 million [228.3%]

Three months ended June 30, 2022: ¥742 million [52.3%]

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	175.04		-	
June 30, 2022	91.33		-	

(2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
As of June 30, 2023	161,027		53,864		31.0		4,232.92	
As of March 31, 2023	156,722		51,390		30.6		4,070.35	

(Reference) Equity: As of June 30, 2023: ¥49,919 million

As of March 31, 2023: ¥48,003 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	-	0.00	-	40.00	40.00
Fiscal year ending March 31, 2024	-				
Fiscal year ending March 31, 2024 (Forecast)		20.00	-	30.00	50.00

(Notes) Revision to the forecast for dividends announced most recently: None

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	244,000	3.2	4,500	(15.0)	4,000	(19.2)	3,800	0.5	322.02

(Note) Revision to the financial results forecast announced most recently: None

### \* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023 (changes in specified subsidiaries resulting in changes in scope of consolidation): None
- (2) Accounting methods adopted particularly for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies due to the revision of accounting standards: None
  - 2) Changes in accounting policies other than 1) above: None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None
- (4) Total number of issued shares (common shares)
  - 1) Total number of issued shares at the end of the period (including treasury shares):
    - June 30, 2023: 12,170,719 shares
    - March 31, 2023: 12,170,719 shares
  - 2) Total number of treasury shares at the end of the period:
    - June 30, 2023: 377,664 shares
    - March 31, 2023: 377,357 shares
  - 3) Average number of shares during the period:
    - Three months ended June 30, 2023: 11,793,120 shares
    - Three months ended June 30, 2022: 11,775,803 shares

\* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or audit firms.

\* Explanation of the proper use of financial results forecast and other notes

(Note on forward-looking statements, etc.)

The earnings forecasts and other forward-looking statements presented in this document are based on information that is currently available to the Company and certain assumptions that the Company deems reasonable, and the Company does not guarantee to achieve them. In addition, actual financial results, etc. may differ significantly from these forecasts and statements due to a wide range of factors.

## Quarterly Consolidated Financial Statements

### 1. Quarterly Consolidated Balance Sheets

(Million yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	32,421	34,725
Notes and accounts receivable - trade, and contract assets	31,379	29,421
Electronically recorded monetary claims - operating	9,949	9,466
Securities	5,000	7,000
Merchandise	10,023	10,005
Real estate for sale	11,322	12,637
Costs on construction contracts in progress	200	561
Other	2,656	3,052
Allowance for doubtful accounts	(173)	(180)
Total current assets	102,779	106,688
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,623	11,666
Land	27,559	28,212
Other, net	2,543	2,449
Total property, plant and equipment	41,726	42,328
Intangible assets	825	707
Investments and other assets		
Investment securities	6,375	6,567
Other	5,096	4,822
Allowance for doubtful accounts	(80)	(86)
Total investments and other assets	11,390	11,303
Total non-current assets	53,942	54,339
Total assets	156,722	161,027

(Million yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	22,203	22,007
Electronically recorded obligations - operating	15,152	14,434
Short-term borrowings	20,997	21,886
Current portion of bonds payable	40	40
Income taxes payable	652	176
Provisions	2,092	835
Other	8,682	13,098
Total current liabilities	69,820	72,478
Non-current liabilities		
Long-term borrowings	25,368	24,355
Retirement benefit liability	1,266	1,297
Other	8,876	9,031
Total non-current liabilities	35,512	34,684
Total liabilities	105,332	107,163
<b>Net assets</b>		
Shareholders' equity		
Share capital	24,426	24,426
Capital surplus	13,271	13,271
Retained earnings	12,135	13,728
Treasury shares	(829)	(829)
Total shareholders' equity	49,003	50,596
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	217	574
Deferred gains or losses on hedges	12	12
Revaluation reserve for land	(214)	(214)
Foreign currency translation adjustment	(847)	(872)
Remeasurements of defined benefit plans	(168)	(177)
Total accumulated other comprehensive income	(1,000)	(677)
Non-controlling interests	3,387	3,945
Total net assets	51,390	53,864
<b>Total liabilities and net assets</b>	<b>156,722</b>	<b>161,027</b>

## 2. Quarterly Consolidated Statements of Income and Comprehensive Income

### Quarterly Consolidated Statements of Income

Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Net sales	55,924	49,469
Cost of sales	47,963	42,553
Gross profit	7,961	6,916
Selling, general and administrative expenses	6,608	6,804
Operating profit	1,352	111
Non-operating income		
Interest income	2	1
Dividend income	67	66
Foreign exchange gains	40	109
Other	88	123
Total non-operating income	198	301
Non-operating expenses		
Interest expenses	214	188
Other	13	11
Total non-operating expenses	227	199
Ordinary profit	1,323	213
Extraordinary income		
Gain on sale of non-current assets	21	1,965
Gain on sale of investment securities	-	1
Gain on revision of retirement benefit plan	253	-
Gain on bargain purchase	-	141
Gain on step acquisitions	-	81
Total extraordinary income	274	2,191
Extraordinary losses		
Loss on sale and retirement of non-current assets	49	38
Impairment losses	-	123
Total extraordinary losses	49	161
Profit before income taxes	1,548	2,243
Income taxes - current	140	29
Income taxes - deferred	289	106
Total income taxes	429	135
Profit	1,118	2,107
Profit attributable to non-controlling interests	43	43
Profit attributable to owners of parent	1,075	2,064

Quarterly Consolidated Statements of Comprehensive Income  
 Three Months Ended June 30

(Million yen)

	For the three months ended June 30, 2022	For the three months ended June 30, 2023
Profit	1,118	2,107
Other comprehensive income		
Valuation difference on available-for-sale securities	(12)	364
Deferred gains or losses on hedges	(6)	0
Foreign currency translation adjustment	(184)	(25)
Remeasurements of defined benefit plans, net of tax	(173)	(8)
Total other comprehensive income	(376)	331
Comprehensive income	742	2,438
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	701	2,387
Comprehensive income attributable to non-controlling interests	41	50

(Segment information)

I. For the three months ended June 30, 2022 (from April 1, 2022 to June 30, 2022)

1. Information on net sales and profit (loss) by reportable segment

(Million yen)

	Reportable segment			Others (Note)	Total
	Building materials	Housing	Total		
Net sales					
Net sales to outside customers	47,103	6,628	53,731	2,192	55,924
Inter-segment net sales or transfers	591	195	786	1,100	1,886
Total	47,694	6,823	54,517	3,293	57,811
Segment profit (loss)	1,858	(379)	1,479	324	1,803

(Note) The “Others” segment is a business segment not included in the reportable segments and includes the general public broadcasting business, the construction work business, the software development and sales business, etc.

2. Difference between the total amount of profit (loss) for reportable segments and the amount of profit (loss) recorded in quarterly financial statements and major contents of the difference (matters for adjustment)

(Million yen)

Profit	Amount
Total profit for reportable segments	1,479
Profit for the “Others” segment	324
Elimination of inter-segment transactions	(3)
Overhead expenses (Note)	(447)
Operating profit recorded in the quarterly financial statements	1,352

(Note) Overhead expenses mainly consist of general and administrative expenses not attributable to the reportable segments.



II. For the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

1. Information on net sales and profit (loss) by reportable segment

(Million yen)

	Reportable segment			Others (Note)	Total
	Building materials	Housing	Total		
Net sales					
Net sales to outside customers	41,030	6,194	47,225	2,244	49,469
Inter-segment net sales or transfers	444	55	500	1,306	1,806
Total	41,475	6,250	47,725	3,550	51,276
Segment profit (loss)	562	(205)	356	308	664

(Note) The “Others” segment is a business segment not included in the reportable segments and includes the general public broadcasting business, the construction work business, the software development and sales business, etc.

2. Difference between the total amount of profit (loss) for reportable segments and the amount of profit (loss) recorded in quarterly financial statements and major contents of the difference (matters for adjustment)

(Million yen)

Profit	Amount
Total profit for reportable segments	356
Profit for the “Others” segment	308
Elimination of inter-segment transactions	2
Overhead expenses (Note)	(555)
Operating profit recorded in the quarterly financial statements	111

(Note) Overhead expenses mainly consist of general and administrative expenses not attributable to the reportable segments.