

Consolidated Financial Results
for the First Half of the Fiscal Year Ending March 31, 2025

2. Dividends

*Notes

(1) Significant changes in the scope of consolidation during the period: None

Newly added: ? (Company name: ?) Excluded: ? (Company name: ?)

(2) Adoption of accounting treatment specific to the preparation of semi -annual consolidated financial s tatements :

None

(3) Changes in accounting policies, changes in accounting estimates, and restatements

- (i) Changes in accounting policies due to revis ion of accounting standards: Yes
- (ii) Changes in accounting policies other than item (i) above: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of shares outstanding (common stock)

(i) Number of shares outstanding at end of period (including treasury stock)

As of September 30, 2024	61,993,750 shares
As of March 31, 2024	61,993,750 shares

(ii) Number of treasury stock at end of period

As of September 30, 2024	54,694 shares
As of March 31, 20 24	52,490 shares

(iii) Average number of shares outstanding during the term

For the six months ended September 30, 2024	61,940,022 shares
For the six months ended September 30, 2023	61,932,677 shares

[Attached documents]

1. 2 Y H U Y L H Z R I R perating results

(1) Explanation of consolidated operã Q J results

During the first half of the current consolidated fiscal year, economic activity in Japan showed a gradual recovery. However, the outlook still remains uncertain, given unstable exchange rates, persistently high raw material prices, as well as international instability, such as the worsening conditions in the Middle East, the prolonged invasion in Ukraine, and China's economic slowdown, among other factors.

The Group experienced continued sluggish sales in the Chinese automobile sector and the lingering impact of automobile produc

<Aluminum sheet and extrusions>

ion

Financing activities used 13,192 million yen in net cash in the same period in the previous fiscal year, but in the first half of the current consolidated fiscal year, financing activities provided 19,852 million yen in net cash, primarily due to proceeds from long-term borrowings.

As a result, cash and cash equivalents on a consolidated basis were up 11,828 million yen (33.7%) compared with the end of the previous consolidated fiscal year, to 46,915 million yen.

(3) Explanation of forward-looking information, including consolidated earnings forecasts

With regard to the forecasts from the third quarter and beyond, we expect to see continued recovery in semiconductor-related demand and a turnaround in the performance of truck body and other businesses. However, in light of the uncertainties about market trends related to the automotive sector in Japan and overseas markets, including China, the impact of fluctuations in raw material prices, particularly for aluminum ingot, and others, we have not changed our consolidated forecast for the fiscal year ending March 31, 2025, released on May 15, 2024.

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(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
Liabilities		
Current liabilities		
Notes and accounts payable - trade	73,546	61,647
Short-term borrowings	92,808	91,955
Income taxes payable	4,679	2,516
Provision for environmental measures	8,428	6,480
Other	38,567	31,542
Total current liabilities	218,028	194,140
Non-current liabilities		
Bonds payable	908	856
Long-term borrowings	62,375	87,312
Retirement benefit liability	16,932	17,028
Other	6,855	6,351
Total non-current liabilities	87,070	111,547
Total liabilities	305,098	305,687
Net assets		
Shareholders' equity		
Share capital	46,525	46,525
Capital surplus	19,031	

(2) Semi-

Semi-annual Consolidated Statements of Comprehensive Income
(April 1, 2024 – September 30, 2024)

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	2,440	5,620
Other comprehensive income		
Valuation difference on available -for-sale securities	1,580	(657)
Deferred gains or losses on hedges	100	(106)
Foreign currency translation adjustment	1,762	252
Remeasurements of defined benefit plans, net of tax	(78)	(159)
Share of other comprehensive income of entities accounted for using equity method	639	644
Total other comprehensive income	4,003	(26)
Comprehensive income	6,443	5,594
Comprehensive income attributable to owners of parent	5,587	5,020
Comprehensive income attributable to non -controlling interests	856	574

(3) Semi-annual Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Cash flows from operating activities		
Profit before income taxes	4,893	8,341
Depreciation	10,095	10,228
Amortization of goodwill	348	134
Loss (gain) on sale of investment securities	>+	(1,059)
Increase (decrease) in allowance for doubtful accounts	5	(25)
Increase (decrease) in		

(4) Notes regarding the semi-annual consolidated financial statements

(Notes on premise of going concern)

Not applicable

(Notes on significant fluctuations in value of shareholders' equity, if any)

Not applicable

(Notes on changes in accounting policies)

(Application of "Accounting Standard for Current Income Taxes," etc.)

The Company has applied the "Accounting Standard for Current Income Taxes" (ASBJ Statement No. 27, October 28, 2022; the "Revised Accounting Standard 2022"), etc. from the beginning of the first half of the current consolidated fiscal year.

Previously, calculated amounts of current income taxes on income, etc. ("Income Taxes") were recorded in profit or loss in accordance with laws and regulations, but now Income Taxes on income are recorded separately in profit or loss, shareholders' equity, or other comprehensive income according to the transaction, etc., from which it occurred. For Income Taxes recorded in accumulated other comprehensive income, when a transaction, etc. is recorded in profit or loss that gives rise to Income Taxes, the corresponding tax amount will be recorded in profit or loss. Additionally, if the transaction, etc., subject to taxation is related to shareholders' equity or other comprehensive income in addition to profit or loss, and it is difficult to calculate the amount of Income Taxes, to be applied to shareholders' equity or other comprehensive income, the amount of such taxes is recorded in profit or loss.

For the treatment of the tax effect of the deferral for tax purposes of gains or losses on sale of shares in subsidiaries, etc. between consolidated companies when deferred tax assets or liabilities are recorded for temporary differences related to such gains or losses in the financial statements of the entity that sold the shares in subsidiaries, etc., the amount of deferred tax assets or liabilities related to such temporary differences was previously not adjusted in the consolidation process, but now deferred tax assets or liabilities related to such temporary differences are reversed.

The amendment to categories in which Income Taxes should be recorded (taxes on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the transitional treatment prescribed in the proviso (2) of paragraph 65-2 of Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No. 28, October 28, 2022) ("Revised Implementation Guidance 2022").

Accordingly, the cumulative effects of retrospectively applying the new accounting policies prior to the beginning of the first half of the current consolidated fiscal year were added to or subtracted from the balance of retained earnings at the beginning of the first half of the current consolidated fiscal year, and the corresponding amount was added or subtracted to the appropriate category of capital surplus or accumulated other comprehensive income, with the new accounting policies applied from the beginning balance. As a result, retained earnings at the beginning of the first half of the current consolidated fiscal year increased by 24 million yen and valuation difference on available-for-sale securities decreased by the same amount.

In response to the amendment related to the revised accounting treatment for consolidated financial statements when gains or losses on sale of shares in subsidiaries, etc. between consolidated companies were deferred for tax purposes, the Company has applied the Revised Implementation Guidance 2022 from the beginning of the first half of the current consolidated fiscal year. This change in accounting policies was applied retrospectively. Hence, the semi-ann4.1 (i)234r Tw -3n condm.8 (l)-3.1 (e)]539 (i)2.9 (2e.2 (een)6 0

fiscal year increased by 902 million yen and deferred tax assets increased by the same amount.

(Notes on segment information, etc.)

< Segment information >

I. First Half of the Consolidated Fiscal Year Ended March 31, 2024
(April 1, 2023, to September 30, 2023)

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

(Millions of yen)

Reporting segments

Adjust-
ments*¹ Semi-annual
consolidated
profit/loss
posted*²

expenses and mainly comprises expenses related to General Affairs, HR, Accounting, and other head office administration departments of the Company and Nippon Light Metal Company, Ltd.

*2 Segment profit (loss) is adjusted with operating profit on the semi-annual consolidated statements of income.

2. Information related to impairment loss of non-current assets and goodwill by reporting segment:
Not applicable

3. Notes on changes in reporting segments, etc.

Effective from the first quarter of the current consolidated fiscal year, we have adopted a business operating structure under business groups and functional organizations, with the objective of maximizing its corporate value as the Group. Accordingly, some divisions belonging to the aluminum ingot and chemicals segment, the aluminum sheet and extrusions segment, and the fabricated products and others segment have been reclassified.

For segment information for the first half of the fiscal year ended March 31, 2024, the information prepared based on the reporting segments for the first half of the fiscal year ending March 31, 2025 is provided.