

1. 2023 fiscal year second quarter Summary of Consolidated Financial Results

(Amounts less than million yen are rounded down.)

¥million

	2022fiscal year first half	2023fiscal year first half	Comparison with the previous period		Disclosure Forecast (Full year)	vs. disclosed forecast Percentage of progress
			Increase/ Decrease	Rate of change		
Sales	10,558	11,142	583	5.5%	22,000	50.6%
Operating Profit	389	295	-93	-24.0%	730	40.5%
Ordinary Profit	515	443	-71	-13.9%	950	46.7%
Net Income devolved to the shareholders of parent company	265	709	444	167.6%	1,100	64.5%

Thai baht
Exchange rate 3.87¥/baht 4.06¥/baht

* The consolidated performance forecast for the fiscal year ending March 31, 2024, which was announced on May 15, 2023, remains unchanged.

2. By Quarter Financial Results

	2022fiscal year				2023fiscal year	
	1 st Quarter	2 nd Quarter	3 rd Quarter	4 th Quarter	1 st Quarter	2 nd Quarter
Sales	5,181	5,377	5,678	5,501	5,604	5,537
Operating Profit	199	189	233	191	71	224
Ordinary Profit	292	222	306	238	166	277
Net Income devolved to the shareholders of parent company	167	97	190	139	522	186

(Note) 2023 fiscal year first quarter ⇒ Gain on sales of investment securities

(extraordinary gain) 520 million yen

3. Performance By the Segments

* Both sales and income increased in all segments compared to the same period of the previous year.

¥million

		2022fiscal year first half	2023fiscal year first half	Comparison with the previous period	
				Increase/ Decrease	Rate of change
Forging business	Sales	8,593	9,616	1,023	11.9%
	Operating Profit	272	187	-85	-31.4%
Scaffolding parts business	Sales	969	978	9	1.0%
	Operating Profit	32	92	60	188.3%
Logistics products business	Sales	882	436	-445	-50.4%
	Operating Profit	41	-11	-53	-
Real estate business	Sales	114	110	-3	-2.3%
	Operating Profit	66	65	-1	-1.6%
Corporate expenses	Operating Profit	-24	-37	-13	-
total amount	Sales	10,558	11,142	583	5.5%
	Operating Profit	389	295	-93	-24.0%

* Corporate expenses are mainly general and administrative expenses that are not attributable to any segment.

4. By the Segments—By Quarter Financial Results

		2022fiscal year				2023fiscal year	
		1 st Quarter	2 nd Quarter	3 rd Quarter	4 th Quarter	1 st Quarter	2 nd Quarter
Forging business	Sales	4,206	4,386	4,765	4,609	4,928	4,688
	Operating Profit	150	122	186	128	54	132
Scaffolding parts business	Sales	440	528	466	510	417	561
	Operating Profit	0	31	17	34	23	68
Logistics products business	Sales	476	405	392	323	203	233
	Operating Profit	24	17	18	5	-19	7
Real estate business	Sales	57	56	53	57	55	55
	Operating Profit	34	32	27	32	33	32
Corporate expenses	Operating Profit	-10	-14	-15	-9	-20	-17
total amount	Sales	5,181	5,377	5,678	5,501	5,604	5,537
	Operating Profit	199	189	233	191	71	224

5. Breakdown of forging business

①Sales amount By the country.

(¥million)

	2022fiscal year first half	2023fiscal year first half	Comparison with the previous period	
			Increase/ Decrease	Rate of change
Japan sales amount	5,275	6,200	924	17.5%
Thailand sales amount	3,317	3,416	99	3.0%
Total	8,593	9,616	1,023	11.9%

Thai Baht exchange rate 3.87¥/Baht 4.06¥/Baht

②Sales amount By the industry.

	2022fiscal year first half	2023fiscal year first half	Comparison with the previous period	
			Increase/ Decrease	Rate of change
Automotive industry	5,625	6,597	971	17.3%
Construction machinery industry	2,550	2,628	77	3.0%
Other	416	391	-25	-6.1%
Total	8,593	9,616	1,023	11.9%

* Sales amount for Automotive industry includes for passenger vehicles, commercial vehicles, trucks and forklifts.

* Others are for building materials and industrial machinery.

6. Capital Investment and Depreciation implementation Amount

	2022fiscal year first half	2023fiscal year first half	Comparison with the previous period	
			Increase/ Decrease	Rate of change
Amount of capital investment	520	437	-83	-16.0%
(As for forging business.)	(493)	(421)	(-71)	(-14.5%)
Depreciation implementation Amount	724	699	-25	-3.5%

* Major capital investment in Year First half of the March 2024 issue is for equipment repair at forging plants in Japan and Thailand in the forging business.

7.CO2 Emission Reduction Target

The Shinnittan Group has set a CO2 emission reduction target of 「**38% below the FY2013 level by FY2030**」. This is the same target as the reduction of energy-derived CO2 emissions from the industrial sector in the "Global Warming Countermeasures Plan" approved by the Cabinet on October 22, 2021. emission reduction target for the industrial sector in the "Plan for Global Warming Countermeasures" approved by the Cabinet on October 22, 2021, and is a transitional indicator for the goal of carbon neutrality in 2050.

For the time being, we will start with power-related measures such as PPA (Power Purchase Agreement using solar power generation) and promote them in conjunction with daily energy saving.

We will continue to promote these measures in conjunction with our daily energy conservation efforts.

In the future, the Group's Decarbonization and Energy Conservation Project Team under the Group Sustainability Promotion Committee will take the lead in planning and implementing measures in cooperation with other Group companies, and will make concerted efforts to build up effective measures.