

Financial results for the fiscal year
ended March 31, 2024

Forecasts of consolidated financial
results and dividend forecasts for the
fiscal year ending March 31, 2025



May 15, 2024

Nippon Light Metal Holdings Company, Ltd.

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2. Forecasts of financial results and dividend forecasts for the fiscal year ending March 31, 2025

Financial results for the fiscal year ended March 31, 2024

Financial results for the fiscal year ended March 31, 2024

– compared with the previous fiscal year

Higher sales and profit: Despite continued sluggish demand related to semiconductors and impacted by the slowdown in China's automotive demand, profit increased thanks to strong performance of the panel system division and improved results in the truck body business.

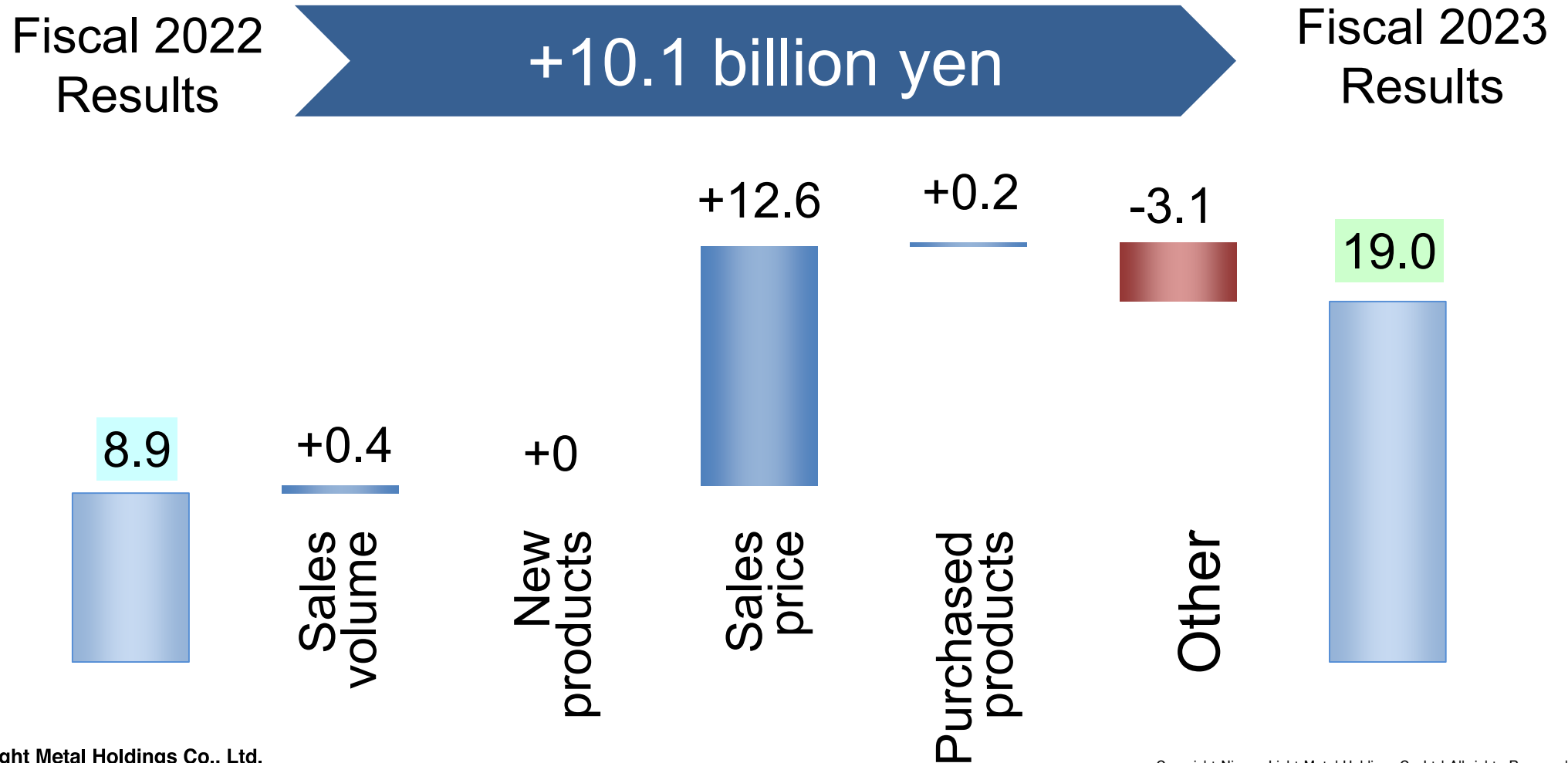
(Billions of yen)

	Fiscal 2022 Results	Fiscal 2023 Results	Change
Net sales	517.0	523.7	+6.7 (+1.3%)
Operating profit	7.5	18.2	+10.7 (+141.3%)
Ordinary profit	8.9	19.0	+10.1 (+114.8%)
Profit attributable to owners of parent	7.2	9.0	+1.8 (+25.5%)
ROCE	3.2%	6.0%	+2.8%
Dividends per share	50 yen	50 yen	±0

Financial results for the fiscal year ended March 31, 2024

Factors behind changes in ordinary profit – compared with the previous fiscal year

Higher sales and profit: The effect of sales price revisions was expanded to the truck body business and the aluminum foil, powder, and paste, and other products.



Financial results for the fiscal year ended March 31, 2024

Segment information – compared with the previous fiscal year

Fabricated products and others: The panel system division was a strong performer in the clean room field, and profit improved in the truck body business.

Aluminum foil, powder, and paste: Profit increased partly due to sales above the previous year's level in overseas markets and the effect of sales price revisions for medical product packaging and daily necessities.

(Billions of yen)

	Net sales			Operating profit		
	Fiscal 2022 Results	Fiscal 2023 Results	Change	Fiscal 2022 Results	Fiscal 2023 Results	Change
Aluminum ingot and chemicals	156.0	150.5	-5.5 (-3.5%)	10.2	10.8	+0.6 (+5.5%)
Aluminum sheet and extrusions	107.4	97.5	-9.9 (-9.2%)	-0.6	-0.6	±0 (—)
Fabricated products and others	153.2	170.4	+17.2 (+11.3%)	0.1	6.6	+6.5 (—)
Aluminum foil, powder, and paste	100.4	105.3	+4.9 (+4.9%)	1.5	5.6	+4.1 (+271.1%)
Management, shared	—	—	—	-3.7	-4.2	-0.5
Total	517.0	523.7	+6.7 (+1.3%)	7.5	18.2	+10.7 (+141.3%)

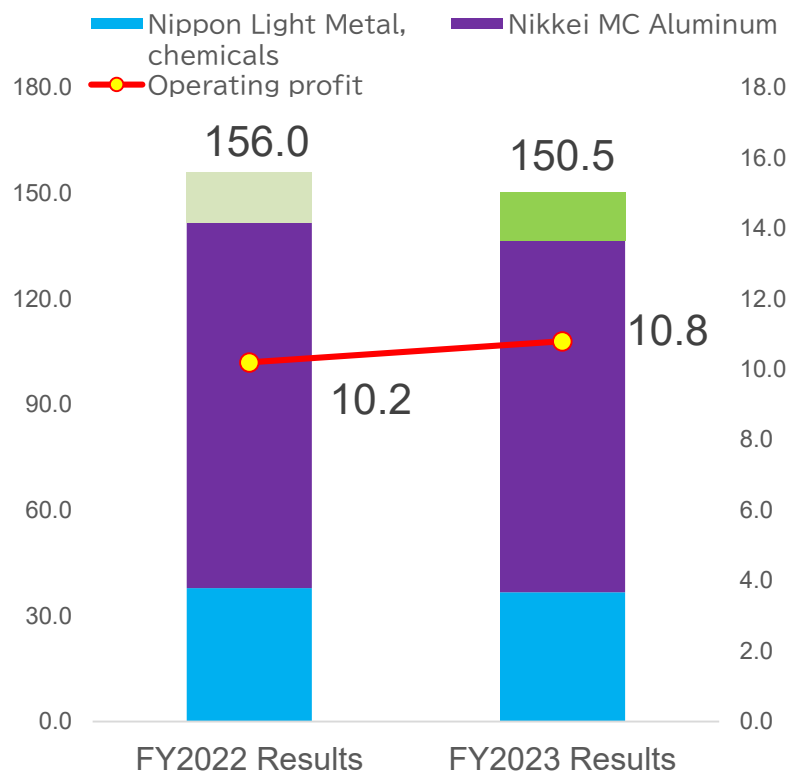
Financial results for the fiscal year ended March 31, 2024

Aluminum ingot and chemicals

Profit was above the previous fiscal year in alumina and chemicals, reflecting the larger effect of sales price revisions than the impact of the sales decline, and in secondary alloys, reflecting higher sales on a recovery in auto production in Japan and continued strong performance in the U.S. and Thailand.

Net sales
(Billions of yen)

Operating profit
(Billions of yen)



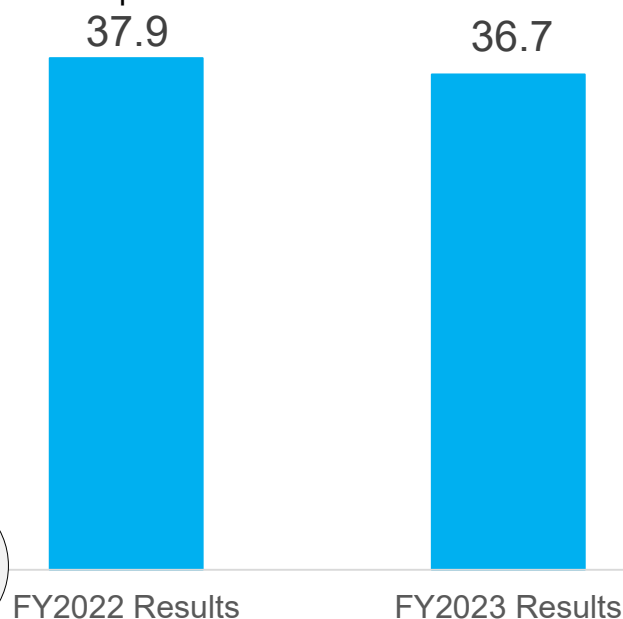
Alumina and chemicals
(Nippon Light Metal, chemicals)

- Decline in sales of products for refractories and ceramics led to lower net sales than in the previous fiscal year.
- Profit came in higher than the previous fiscal year, partly due to the effect of sales price revisions, which was larger than the impact of the sales decline, and the moderation of soaring raw material and fuel prices.

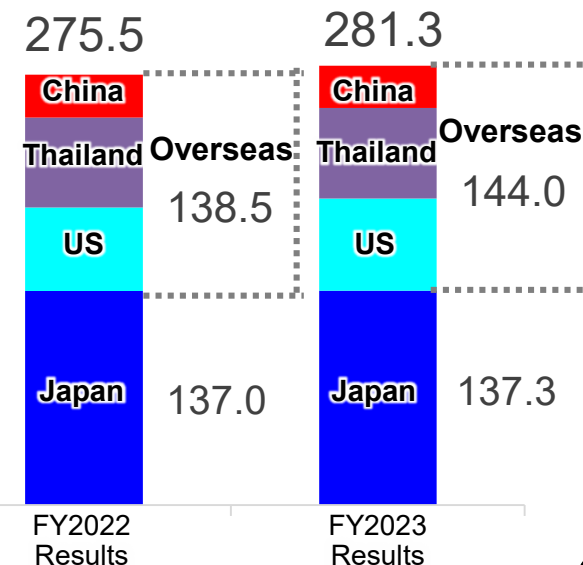
Secondary alloy ingot (Nikkei MC Aluminum)

- Japan: Higher sales volume due to recovery in auto production in Japan
- Overseas: Continued strong sales in the U.S. and Thailand
- Despite a decline in sales due to lower sales prices reflecting conditions in the aluminum ingot market, profit was above the previous fiscal year.

Net sales
(Billions of yen)



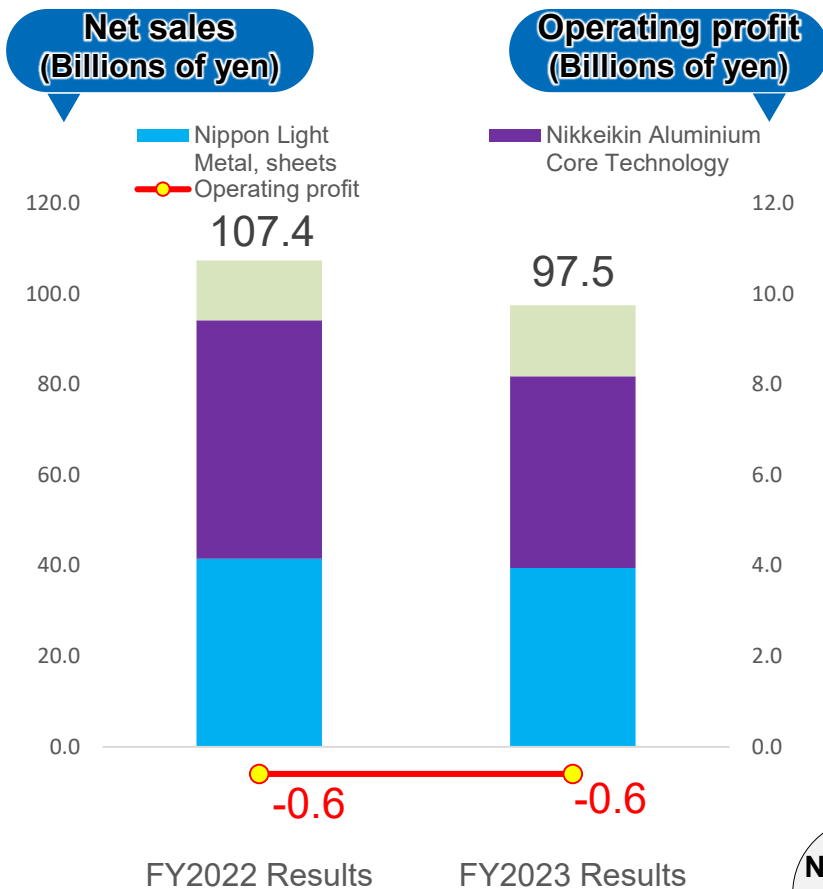
Sales volume
(1,000 tons)



Financial results for the fiscal year ended March 31, 2024

Aluminum sheet and extrusions

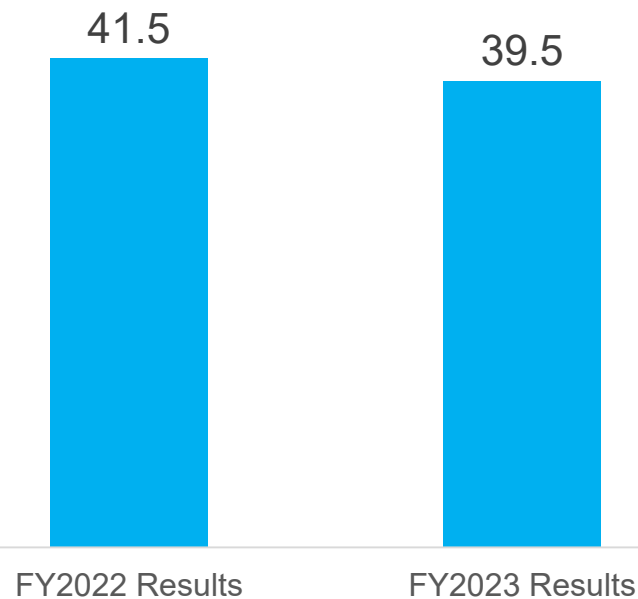
Despite progress in the recovery of sales of truck body and domestic automobile-related products, profit was in line with the previous fiscal year as sales of products for semiconductor manufacturing equipment remained sluggish and sales of automobile-related products in China slowed.



Nippon Light Metal, sheets

- Sales of thick sheets for semiconductor manufacturing equipment remained sluggish.
- Despite a decrease in profit due to lower sales, the effect of sales price revisions led to an increase in profit over the previous fiscal year.

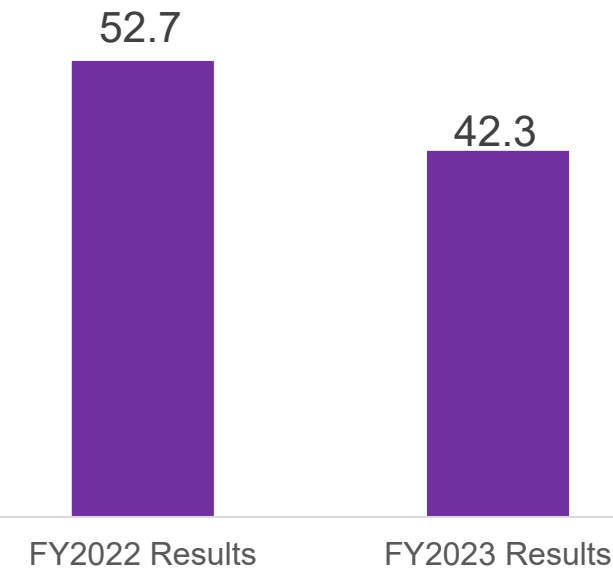
Net sales (Billions of yen)



Extrusion (Nikkeikin Aluminium Core Technology Company and Nikkeikin Aluminum for Mobility Company)

- Although sales recovered in products for truck bodies and domestic automobile-related products, sales of products for semiconductor manufacturing equipment decreased, and sales of automobile-related products in China slowed down.
- Lower sales as well as the time required to stabilize mass-production operations at the new plant in the U.S. also had an impact on profit decline.

Net sales (Billions of yen)



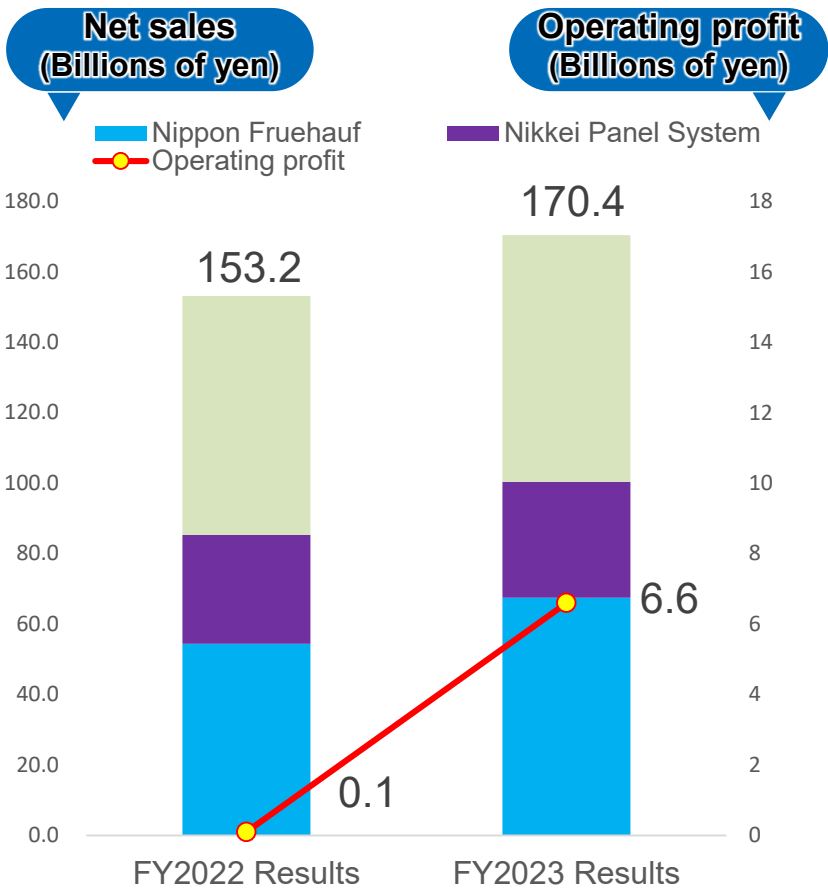
* Nikkeikin Aluminium Core Technology only

Financial results for the fiscal year ended March 31, 2024

Fabricated products and others

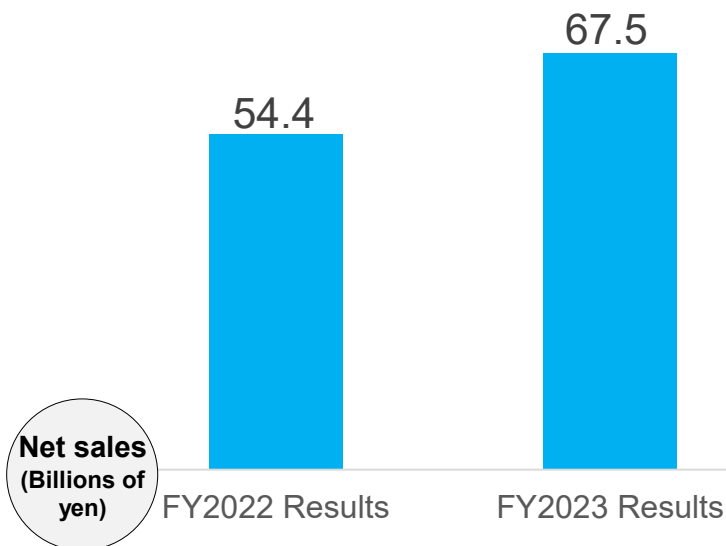
In the truck body business, sales recovery amid the normalization of chassis supply and the effect of sales price revisions led to a significant improvement in profit.

The panel system business continued to be strong in the clean room field for semiconductor-related manufacturers.



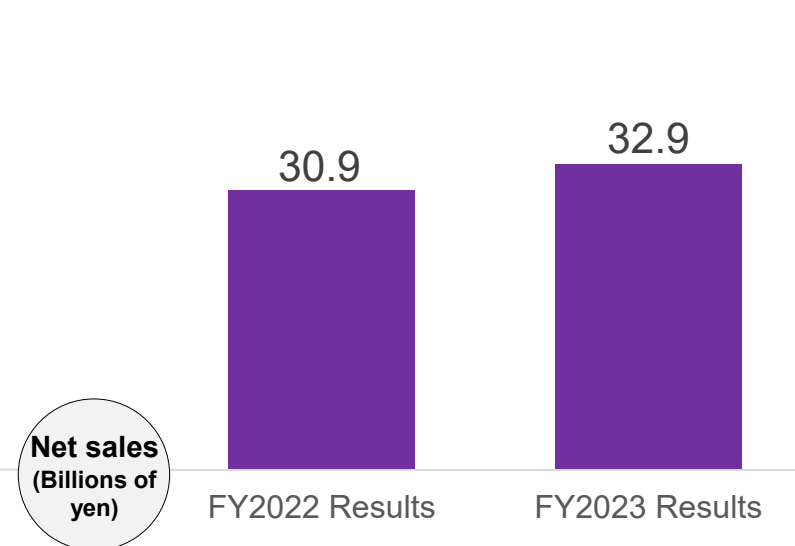
Nippon Fruehauf

- Sales recovered with increased production amid the normalization of truck chassis supply, and net sales came in higher than the previous fiscal year.
- Profit rose significantly compared to the previous fiscal year partly thanks to the recovery in sales as well as the effect of sales price revisions.



Nikkei Panel System

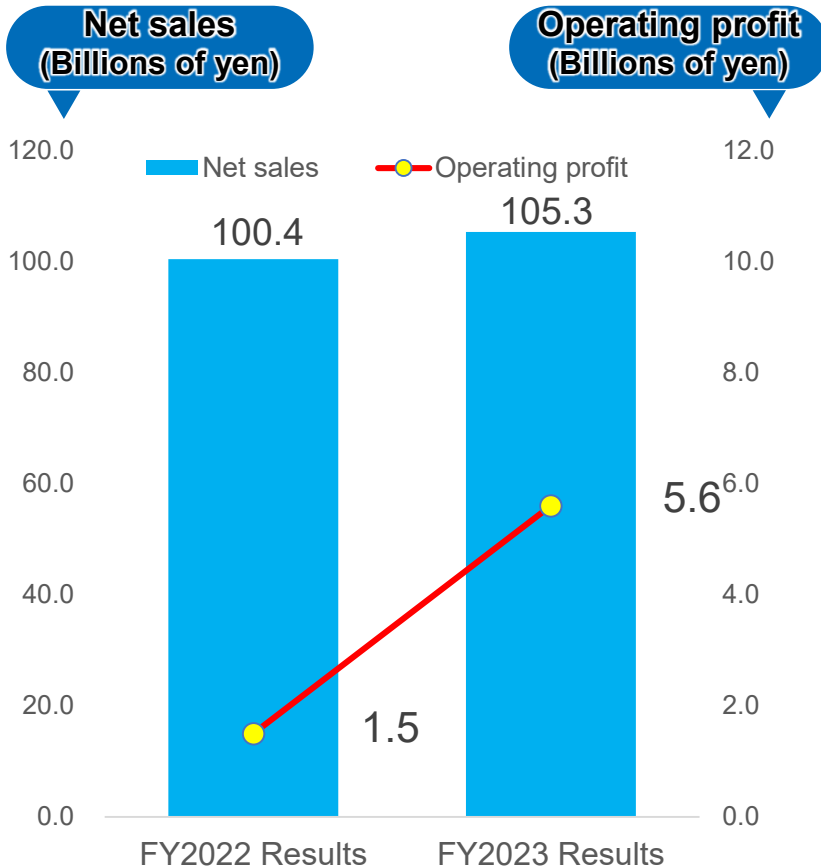
- The refrigerator and freezer field saw steady sales of small projects for low-temperature distribution warehouses and stores, and others.
- The clean room field experienced brisk demand for semiconductor-related manufacturers, resulting in higher sales of large projects and others.



Financial results for the fiscal year ended March 31, 2024

Aluminum foil, powder, and paste

Profit came in higher than the previous fiscal year, partly as a result of sales increase in the daily necessities division, paste products for automobile paints following a recovery in auto production, and products for overseas markets, as well as the effect of sales price revisions.



Aluminum foil division

- Sales of foils for lithium-ion battery exteriors remained as in the previous fiscal year.
- Sales of processed foil for medical product packaging rose due to the effect of sales price revisions and solid sales in overseas markets, resulting in higher net sales than in the previous year.

Powder and paste division

- Sales of aluminum powder for electronic materials and aluminum nitride are recovering from semiconductor-related demand in the second half of the year.
- Sales of paste products for automobile paints increased, mainly to overseas customers due to a recovery in auto production.

Daily necessities division

- Net sales exceeded the previous year's level, reflecting a rise in sales of house-care products with the effect of sales price revisions for aluminum foil in consumer products, and strong demand for packaging products for frozen foods, as well as the effect of the price revisions.

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Forecast of consolidated financial results for the fiscal year ending March 31, 2025

Full-year financial results forecasts and dividend forecasts

Our forecast includes a smooth sales performance in the panel system division and the ongoing recovery in the truck body-related business, with semiconductor-related demand on track for recovery.

Automobile sales in Japan is expected to be steady, while Japanese automakers are continuing to cut production in China.

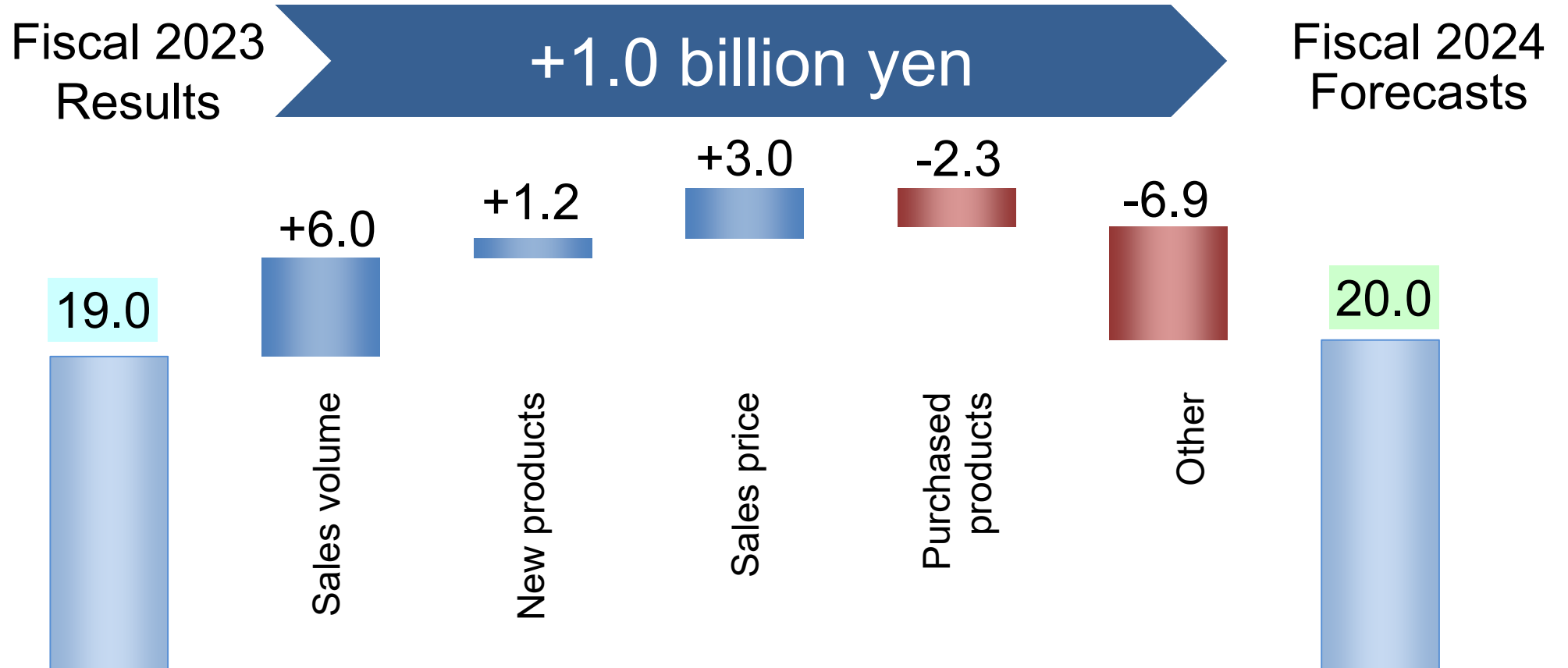
(Billions of yen)

	Fiscal 2023 Results	Fiscal 2024 Forecasts (May 15)	Change
Net sales	523.7	560.0	+36.3 (+6.9%)
Operating profit	18.2	21.0	+2.8 (+15.5%)
Ordinary profit	19.0	20.0	+1.0 (+5.1%)
Profit attributable to owners of parent	9.0	13.0	+4.0 (+43.9%)
Dividends per share	50 yen	70 yen	+20 yen

Forecast of consolidated financial results for the fiscal year ending March 31, 2025

Factors behind changes in ordinary profit – compared with the previous fiscal year

We anticipate a recovery from sluggish demand for semiconductor-related products and an increase in sales following the ongoing recovery in trucks and automobiles. In addition, we expect to see the effect of sales price revisions that will counter the impact of rising raw material and fuel prices and cost increases.



Forecast of consolidated financial results for the fiscal year ending March 31, 2025

Segment information – compared with the previous year

(Billions of yen)

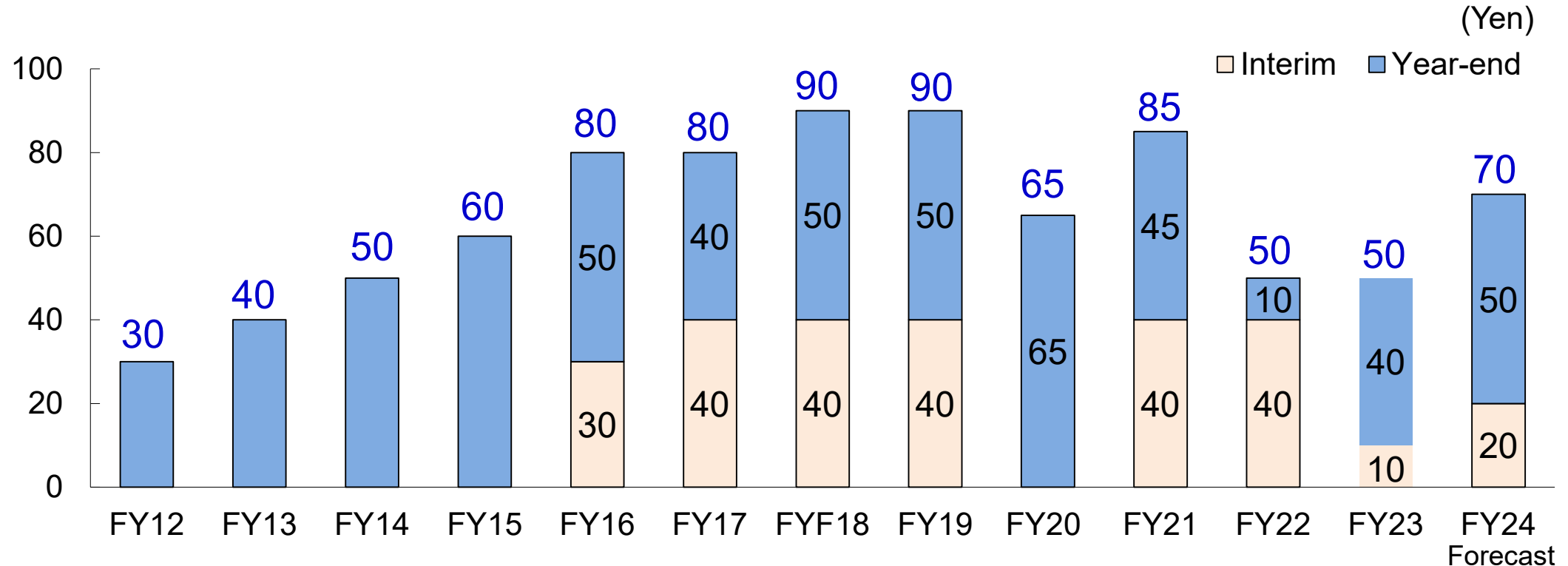
	Net sales			Operating profit		
	Fiscal 2023 Results	Fiscal 2024 Forecasts	Change	Fiscal 2023 Results	Fiscal 2024 Forecasts	Change
Aluminum ingot and chemicals	150.5	160.0	+9.5 (+6.3%)	10.8	11.0	+0.2 (+2.2%)
Aluminum sheet and extrusions	97.5	117.0	+19.5 (+20.0%)	-0.6	1.0	+1.6 (—)
Fabricated products and others	170.4	175.0	+4.6 (+2.7%)	6.6	8.0	+1.4 (+21.9%)
Aluminum foil, powder, and paste	105.3	108.0	+2.7 (+2.6%)	5.6	5.0	-0.6 (-11.3%)
Management, shared	—	—	—	-4.2	-4.0	+0.2
Total	523.7	560.0	+36.3 (+6.9%)	18.2	21.0	+2.8 (+15.5%)

Forecast of consolidated financial results for the fiscal year ending March 31, 2025

Dividends per share

We decide on dividend amounts using a total dividend payout ratio, including the acquisition of treasury stock, of 30% or more (2023 Medium-term Plan).

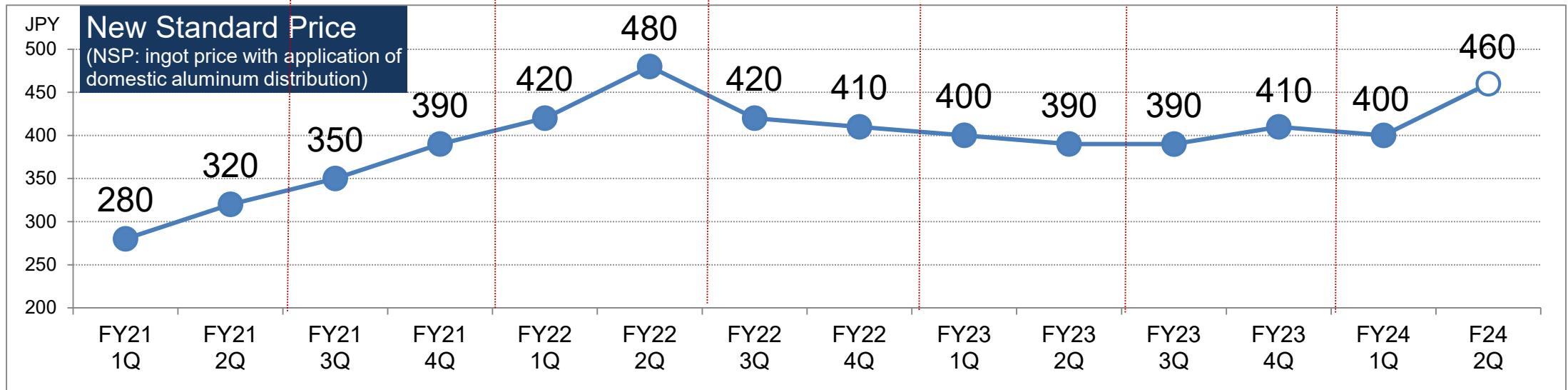
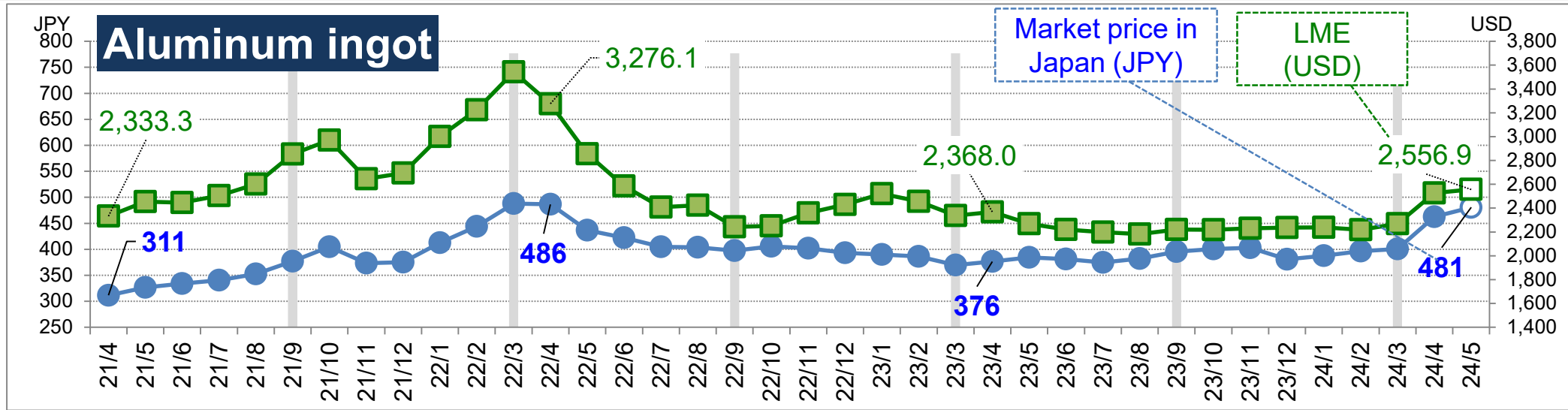
Annual dividend forecast for FY2024: 70 yen, an increase of 20 yen from the previous year



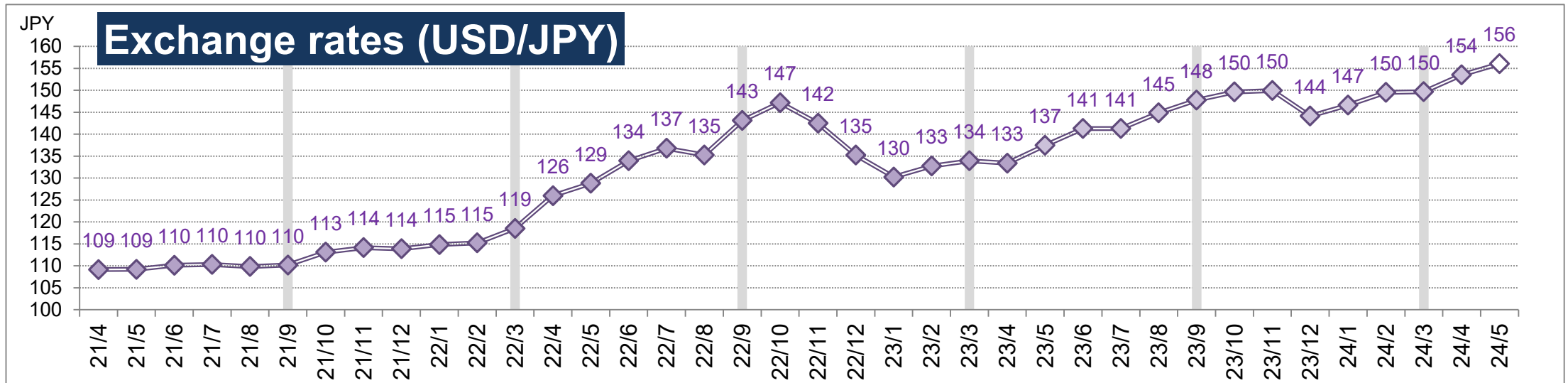
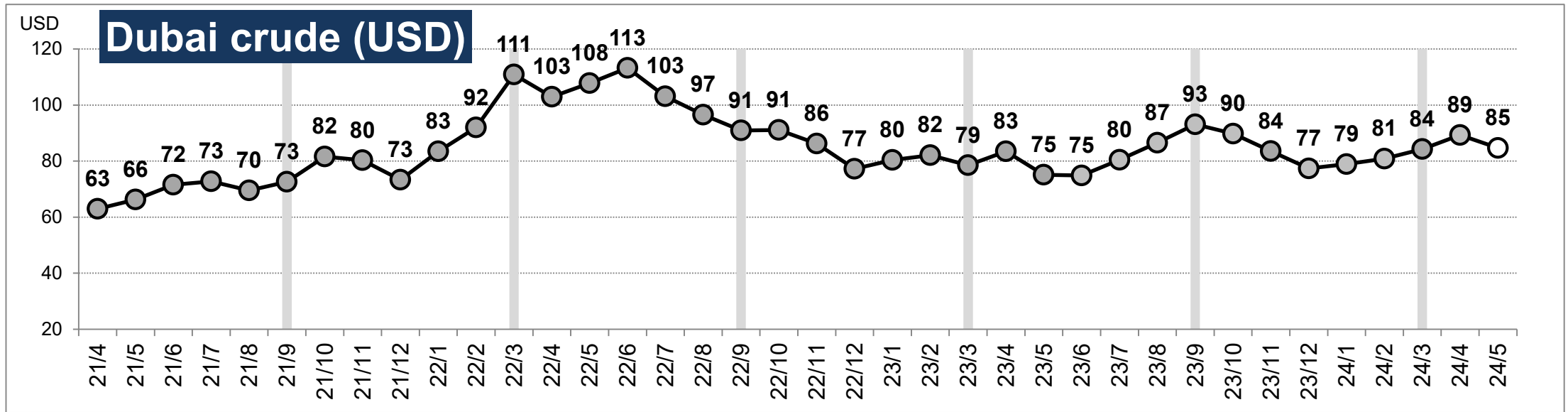
The Company carried out a share consolidation at a ratio of 1 share for every 10 shares of common stock on October 1, 2020, and the dividend amount per share prior to FY2019 (fiscal year ended in March 2020) takes into account the effects of this share consolidation.

Supplemental materials

Trends in the price of aluminum ingot



Trends in crude oil prices and exchange rates



Supplemental materials

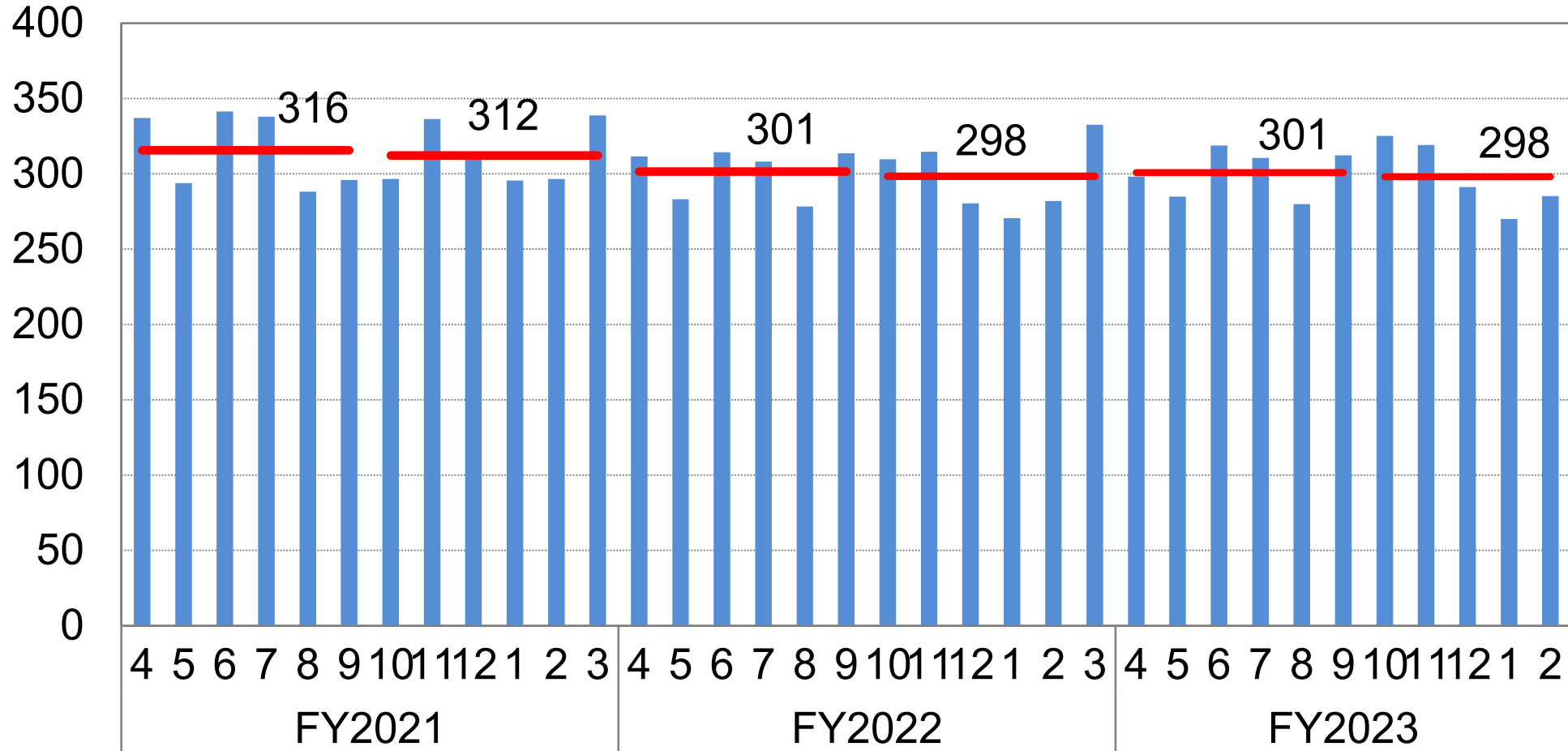
Elements and sensitivity

	Fiscal 2021 Results	Fiscal 2022 Results	Fiscal 2023 Results	Fiscal 2024 Forecasts	Sensitivity to ordinary profit
Aluminum ingot (yen/kg)	378	408	389	380	Assuming a 10 yen/kg increase -0.5 billion yen/year
Exchange rates (yen/USD)	112	135	145	140	Assuming 10 yen appreciation -0.5 billion yen/year
Dubai crude (USD/BBL)	78	93	82	95	Assuming a USD10/BBL increase -0.8 billion yen/year

Trends in overall demand for aluminum products in Japan

(1,000 tons)

Source: Japan Aluminum Association



Supplemental materials

Product sales volume

(1,000 tons)

	Fiscal 2022 Results	Fiscal 2023 Results	Change
Nikkei MC Aluminum (secondary alloy ingot)	275.5	281.3	+5.8 (+2.1%)
Japan	137.0	137.3	+0.3 (+0.2%)
Overseas	138.5	144.0	+5.5 (+4.0%)
Nippon Light Metal, sheets (aluminum sheet)	61.1	60.1	-1.0 (-1.6%)
Nikkeikin Aluminium Core Technology Company (extrusions)*	33.9	32.6	— (—)

* Effective from FY2023 3Q, figures of Nikkeikin Aluminium Core Technology's automotive-related business have been excluded from FY2023 3Q results due to its transfer to Nikkeikin Aluminum for Mobility Company.

Supplemental materials

Financial results of key companies

(Billions of yen)

	Fiscal 2022 Results			Fiscal 2023 Results		
	Net sales	Operating profit	Ordinary profit	Net sales	Operating profit	Ordinary profit
Nippon Light Metal (Non-consolidated)*	155.3	2.9	7.2	141.5	3.2	6.7
Toyo Aluminium (Consolidated)	100.8	0.9	2.5	105.6	5.5	6.1
Nikkei MC Aluminum (Consolidated)	103.8	2.3	2.8	99.9	2.4	3.0
Nippon Fruehauf (Consolidated)	54.4	-5.4	-5.4	67.5	-1.0	-1.1
Nikkeikin Aluminium Core Technology (Consolidated)*	52.7	-1.3	-0.9	42.3	0	0.1
Nikkei Panel System (Consolidated)	30.9	4.1	4.1	32.9	4.7	4.8
Nikkeikin Aluminum for Mobility Company (for 3Q only*)	—	—	—	16.1	-0.7	-0.8

* The industrial parts and heat exchanger businesses of Nippon Light Metal and the automotive-related business of Nikkeikin Aluminum Core Technology were transferred to Nikkeikin Aluminum for Mobility Company from FY2023 Q3.

Supplemental materials

Status of sales price revisions

The sales price revision will take effect for Nippon Fruehauf's products in May 2024 and Nippon Light Metal's chemicals in June 2024.

Segment		Item subject to price revision	Revision details	Start time	
Aluminum sheet and extrusions	Nippon Light Metal, sheets	All aluminum sheet products	Raw material and fuel surcharge	January 2023	Also applicable to some extruded products
Fabricated Products and others	Nippon Fruehauf	All products including van bodies and trailers	10–15% increase over current prices	March 2023	
Aluminum foil, powder, and paste	Toyo Aluminium	Resin and paper raw materials for household use	20% or more	July 2023	
Aluminum sheet and extrusions	Nippon Light Metal, sheets	All aluminum sheet products	About 20% increase in processing fees (roll margin price)	February 2024	Also applicable to extrusion products at the same level
Fabricated Products and others	Nippon Fruehauf	All products including van bodies and trailers, and all other parts and components	20% increase for products, 15–30% increase for parts and components	May 2024 (parts and components in August)	
Aluminum ingot and chemicals	Nippon Light Metal, chemicals	Aluminum hydroxide, alumina	10% or more over current prices	June 2024	

Notes on this document

1. This document is intended to provide information on the financial results for the fiscal year ended March 31, 2024, and future management strategies, and not to solicit the purchase or sale of the marketable securities issued by the Company.
2. The forward-looking statements, including future trends and earnings estimates, are not historical facts and involve risks and uncertainties, and therefore do not guarantee future performance. Actual financial results may differ materially from the estimates due to various factors, including unpredictable changes in economic conditions. Significant factors that may affect actual financial results include but are not limited to the economic climate surrounding the Group, social trends, and changes in the Group's relative competitiveness in line with the demand trends for the products and services provided by the Group.
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