

May 13, 2022

Company name Nitta Gelatin Inc.
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Notice Regarding Recognition of Non-Operating Income and Differences between Non-Consolidated Financial Results and Previous Fiscal Year's Results

Nitta Gelatin Inc. hereby announces that it recognized non-operating income (non-consolidated) in FY2022, ended March 31, 2022 and reports differences between its non-consolidated financial results for FY2022 and FY2021 results. Details are as follows.

1. Recognition of Non-Operating Income (Foreign Exchange Gains)

Nitta Gelatin recognized a foreign exchange gain of ¥307 million as non-operating income in FY2022.

This was due to the revaluation of foreign currency-denominated assets and liabilities held by the Company at the exchange rate as of the end of the fiscal year under review.

2. Differences between Full Year Non-Consolidated Financial Results for FY2022 and the Previous Fiscal Year's Results

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Results for FY2021 (A)	20,759	249	636	379	20.96
Results for FY2022 (B)	20,105	163	730	453	25.06
Difference (B-A)	(654)	(85)	94	73	
Change (%)	(3.2)	(34.3)	14.8	19.5	

Reason for the Difference

Although net sales in the food solutions and health support categories increased, net sales fell below the previous fiscal year's results due to the transfer of the adhesive business in the previous fiscal year. Operating income was also lower than the previous fiscal year's results due to rising raw material purchase costs due to the impact of foreign exchange rates and other factors and a

surge in transportation costs due to disruptions in maritime container transportation.

On the other hand, as described in “1. Recognition of Non-Operating Income (Foreign Exchange Gains),” ordinary income and net income surpassed FY2021 results.