

Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 10, 2024

Company name: TEIKOKU ELECTRIC MFG.CO.,LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 6333 URL <https://www.teikokudenki.co.jp/>  
 Representative: President & CEO Yoshihiro Koroyasu  
 Director, Senior Managing Executive Officer, Kiyoshi Murata  
 Inquiries: Chief of Administration H.Q. TEL 0791-75-4160  
 Scheduled date of ordinary general meeting of shareholders: June 26, 2024  
 Scheduled date to file Securities Report: June 27, 2024  
 Scheduled date to commence dividend payments: June 27, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes ((for institutional investors and analysts))

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

#### (1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	29,217	2.7	4,882	(2.8)	5,442	(0.5)	3,125	(21.8)
Year ended March 31, 2023	28,450	27.9	5,023	101.4	5,472	85.3	3,996	101.1

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	173.81	–	9.9	13.0	16.7
Year ended March 31, 2023	214.95	–	13.1	13.6	17.7

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	42,040	32,466	75.8	1,809.38
As of March 31, 2023	41,596	31,506	74.7	1,716.10

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	2,395	(2,973)	(4,076)	10,834
Year ended March 31, 2023	4,853	281	(3,713)	14,903

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	58.00	–	58.00	116.00	2,134	54.0	7.0
Year ended March 31, 2024	–	46.00	–	46.00	92.00	1,644	52.9	5.2
Year ending March 31, 2025 (Forecast)	–	41.00	–	41.00	82.00		50.3	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	29,580	1.2	4,750	(2.7)	4,960	(8.9)	2,870	(8.2)	163.04

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	18,480,038 shares	As of March 31, 2023	18,990,038 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	876,889 shares	As of March 31, 2023	871,399 shares
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Average number of shares during the period

Year ended March 31, 2024	17,981,014 shares	Year ended March 31, 2023	18,593,291 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	16,141,306	14,305,732
Notes and accounts receivable - trade, and contract assets	7,689,537	8,468,011
Electronically recorded monetary claims - operating	1,231,831	1,888,560
Finished goods	2,111,222	2,352,242
Work in process	1,959,027	2,096,141
Raw materials and supplies	1,953,954	2,089,733
Other	581,697	830,715
Allowance for doubtful accounts	(727,878)	(752,050)
<b>Total current assets</b>	<b>30,940,699</b>	<b>31,279,087</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	8,726,595	8,777,911
Accumulated depreciation	(4,343,554)	(4,661,299)
Buildings and structures, net	4,383,040	4,116,611
Machinery, equipment and vehicles	6,785,842	7,139,960
Accumulated depreciation	(5,125,974)	(5,380,686)
Machinery, equipment and vehicles, net	1,659,868	1,759,273
Land	1,860,834	1,667,093
Leased assets	2,369,832	2,326,125
Accumulated depreciation	(1,463,814)	(1,660,790)
Leased assets, net	906,018	665,335
Construction in progress	20,057	267,280
Other	1,720,980	1,788,260
Accumulated depreciation	(1,550,488)	(1,605,166)
Other, net	170,492	183,094
<b>Total property, plant and equipment</b>	<b>9,000,312</b>	<b>8,658,688</b>
Intangible assets	127,870	134,427
<b>Investments and other assets</b>		
Investment securities	766,469	1,209,102
Long-term loans receivable	7,218	7,471
Deferred tax assets	419,076	348,242
Retirement benefit asset	168,661	227,818
Other	194,822	202,983
Allowance for doubtful accounts	(28,200)	(27,500)
<b>Total investments and other assets</b>	<b>1,528,048</b>	<b>1,968,118</b>
<b>Total non-current assets</b>	<b>10,656,230</b>	<b>10,761,235</b>
<b>Total assets</b>	<b>41,596,930</b>	<b>42,040,322</b>

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	2,006,645	1,860,692
Electronically recorded obligations - operating	645,198	647,310
Short-term borrowings	320,000	–
Current portion of long-term borrowings	–	88,690
Lease liabilities	226,227	265,682
Income taxes payable	865,024	680,138
Provision for product warranties	49,584	50,769
Provision for bonuses	653,697	555,323
Provision for loss on liquidation of subsidiaries and associates	–	23,090
Other	3,455,410	3,491,080
<b>Total current liabilities</b>	<b>8,221,788</b>	<b>7,662,777</b>
<b>Non-current liabilities</b>		
Long-term borrowings	79,870	–
Lease liabilities	779,882	778,119
Deferred tax liabilities	383,569	571,396
Retirement benefit liability	608,109	543,253
Other	17,483	18,553
<b>Total non-current liabilities</b>	<b>1,868,915</b>	<b>1,911,322</b>
<b>Total liabilities</b>	<b>10,090,703</b>	<b>9,574,100</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	3,143,675	3,143,675
Capital surplus	2,931,466	2,931,466
Retained earnings	24,353,090	24,504,193
Treasury shares	(1,476,255)	(1,914,845)
<b>Total shareholders' equity</b>	<b>28,951,976</b>	<b>28,664,488</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	357,202	660,975
Foreign currency translation adjustment	1,827,048	2,487,999
Remeasurements of defined benefit plans	(42,856)	37,264
<b>Total accumulated other comprehensive income</b>	<b>2,141,394</b>	<b>3,186,239</b>
<b>Non-controlling interests</b>	<b>412,855</b>	<b>615,494</b>
<b>Total net assets</b>	<b>31,506,226</b>	<b>32,466,222</b>
<b>Total liabilities and net assets</b>	<b>41,596,930</b>	<b>42,040,322</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	28,450,684	29,217,874
Cost of sales	16,377,558	16,968,720
Gross profit	12,073,125	12,249,154
Selling, general and administrative expenses		
Selling expenses	3,252,758	3,372,641
General and administrative expenses	3,796,979	3,994,234
Total selling, general and administrative expenses	7,049,738	7,366,875
Operating profit	5,023,387	4,882,278
Non-operating income		
Interest income	115,588	153,250
Dividend income	33,558	24,996
Rental income	31,212	29,790
Foreign exchange gains	170,526	280,645
Gain on sale of scraps	55,734	50,986
Subsidies for employment adjustment	8,954	–
Sunlight selling income	11,966	10,067
Other	70,062	65,797
Total non-operating income	497,603	615,533
Non-operating expenses		
Interest expenses	35,044	34,061
Sunlight selling production cost	6,621	7,505
Other	6,877	13,401
Total non-operating expenses	48,543	54,967
Ordinary profit	5,472,448	5,442,844
Extraordinary income		
Gain on sale of investment securities	204,746	–
Total extraordinary income	204,746	–
Extraordinary losses		
Loss on sale of investment securities	10,557	–
Loss on valuation of investment securities	2,141	–
Loss on liquidation of subsidiaries and associates	–	570,889
Total extraordinary losses	12,699	570,889
Profit before income taxes	5,664,495	4,871,954
Income taxes - current	1,351,767	1,481,834
Income taxes - deferred	171,828	113,078
Total income taxes	1,523,595	1,594,913
Profit	4,140,899	3,277,040
Profit attributable to non-controlling interests	144,243	151,841
Profit attributable to owners of parent	3,996,655	3,125,199

## Consolidated statements of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	4,140,899	3,277,040
Other comprehensive income		
Valuation difference on available-for-sale securities	(62,365)	303,773
Foreign currency translation adjustment	713,528	711,748
Remeasurements of defined benefit plans, net of tax	(39,164)	80,120
Total other comprehensive income	611,998	1,095,642
Comprehensive income	4,752,898	4,372,683
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,612,096	4,170,044
Comprehensive income attributable to non-controlling interests	140,802	202,638

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	3,143,675	3,331,904	23,882,434	(1,864,953)	28,493,060
Changes during period					
Dividends of surplus			(1,692,042)		(1,692,042)
Profit attributable to owners of parent			3,996,655		3,996,655
Purchase of treasury shares				(1,862,976)	(1,862,976)
Disposal of treasury shares		2,803		14,476	17,280
Cancellation of treasury shares		(2,237,198)		2,237,198	–
Transfer from retained earnings to capital surplus		1,833,956	(1,833,956)		–
Net changes in items other than shareholders' equity					
Total changes during period	–	(400,438)	470,656	388,698	458,916
Balance at end of period	3,143,675	2,931,466	24,353,090	(1,476,255)	28,951,976

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	419,567	1,110,077	(3,691)	1,525,953	272,053	30,291,067
Changes during period						
Dividends of surplus						(1,692,042)
Profit attributable to owners of parent						3,996,655
Purchase of treasury shares						(1,862,976)
Disposal of treasury shares						17,280
Cancellation of treasury shares						–
Transfer from retained earnings to capital surplus						–
Net changes in items other than shareholders' equity	(62,365)	716,970	(39,164)	615,440	140,802	756,242
Total changes during period	(62,365)	716,970	(39,164)	615,440	140,802	1,215,159
Balance at end of period	357,202	1,827,048	(42,856)	2,141,394	412,855	31,506,226

Fiscal year ended March 31, 2024

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	3,143,675	2,931,466	24,353,090	(1,476,255)	28,951,976
Changes during period					
Dividends of surplus			(1,885,626)		(1,885,626)
Profit attributable to owners of parent			3,125,199		3,125,199
Purchase of treasury shares				(1,599,967)	(1,599,967)
Disposal of treasury shares		25,301		47,604	72,906
Cancellation of treasury shares		(1,113,772)		1,113,772	–
Transfer from retained earnings to capital surplus		1,088,470	(1,088,470)		–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	151,102	(438,590)	(287,487)
Balance at end of period	3,143,675	2,931,466	24,504,193	(1,914,845)	28,664,488

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	357,202	1,827,048	(42,856)	2,141,394	412,855	31,506,226
Changes during period						
Dividends of surplus						(1,885,626)
Profit attributable to owners of parent						3,125,199
Purchase of treasury shares						(1,599,967)
Disposal of treasury shares						72,906
Cancellation of treasury shares						–
Transfer from retained earnings to capital surplus						–
Net changes in items other than shareholders' equity	303,773	660,951	80,120	1,044,844	202,638	1,247,483
Total changes during period	303,773	660,951	80,120	1,044,844	202,638	959,995
Balance at end of period	660,975	2,487,999	37,264	3,186,239	615,494	32,466,222



## Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	5,664,495	4,871,954
Loss on liquidation of subsidiaries and associates	–	570,889
Depreciation	992,986	1,055,503
Increase (decrease) in allowance for doubtful accounts	84,133	(13,837)
Increase (decrease) in net defined benefit asset or liability	19,503	(10,909)
Interest and dividend income	(149,146)	(178,247)
Interest expenses	35,044	34,061
Foreign exchange losses (gains)	(33,084)	(98,121)
Decrease (increase) in trade receivables	(744,944)	(1,138,264)
Decrease (increase) in inventories	(554,946)	(304,123)
Increase (decrease) in trade payables	(180,236)	(216,677)
Loss (gain) on sale of investment securities	(194,188)	–
Loss (gain) on valuation of investment securities	2,141	–
Decrease (increase) in other current assets	620,029	(214,554)
Increase (decrease) in accrued consumption taxes	36,345	78,266
Increase (decrease) in other current liabilities	246,485	(365,329)
Other, net	(113,654)	(130,646)
Subtotal	5,730,962	3,939,963
Interest and dividends received	149,146	176,739
Interest paid	(35,044)	(34,061)
Income taxes paid	(991,864)	(1,687,541)
Net cash provided by (used in) operating activities	4,853,199	2,395,100
Cash flows from investing activities		
Payments into time deposits	(331,958)	(2,468,468)
Proceeds from withdrawal of time deposits	585,027	328,807
Purchase of property, plant and equipment	(359,297)	(785,639)
Purchase of intangible assets	(14,986)	(54,523)
Purchase of investment securities	(2,810)	(3,039)
Proceeds from sale of investment securities	401,693	–
Loan advances	(1,492)	(3,784)
Proceeds from collection of loans receivable	3,116	3,531
Other, net	2,629	9,759
Net cash provided by (used in) investing activities	281,920	(2,973,355)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(20,000)	(320,000)
Repayments of lease liabilities	(138,603)	(270,480)
Purchase of treasury shares	(1,862,976)	(1,599,967)
Dividends paid	(1,692,042)	(1,885,626)
Net cash provided by (used in) financing activities	(3,713,623)	(4,076,074)
Effect of exchange rate change on cash and cash equivalents	445,488	585,389
Net increase (decrease) in cash and cash equivalents	1,866,985	(4,068,940)
Cash and cash equivalents at beginning of period	13,036,366	14,903,351
Cash and cash equivalents at end of period	14,903,351	10,834,410