

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 10, 2023

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 to file Quarterly Securities Report: August 10, 2023  
 Scheduled date to commence dividend payments: .  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

#### (1) Consolidated operating results (cumulative)

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	%
Three months ended June 30, 2023	6,875	13.9	1,151	17.2	1,401	9.6	886	4.5
Three months ended June 30, 2022	6,036	25.2	982	118.4	1,278	129.7	847	157.6

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2023	48.88	—
Three months ended June 30, 2022	44.82	—

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	41,038	31,775	76.3
As of March 31, 2023	41,596	31,506	74.7

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	—	58.00	—	58.00	116.00
Year ending March 31, 2024	—				
Year ending March 31, 2024 (Forecast)		46.00	—	46.00	92.00

### 3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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	28,190	(0.9)	4,520	(10.0)	4,680	(14.5)	3,280	(17.9)	181.03

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023  
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) 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

(4) Number of issued shares (common shares)

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

As of June 30, 2023	18,990,038 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 June 30, 2023	850,425 shares	As of March 31, 2023	871,399 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	18,125,559 shares	Three months ended June 30, 2022	18,918,786 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	16,141,306	14,858,926
Notes and accounts receivable - trade, and contract assets	7,689,537	7,820,074
Electronically recorded monetary claims - operating	1,231,831	1,165,750
Finished goods	2,111,222	2,199,796
Work in process	1,959,027	2,090,965
Raw materials and supplies	1,953,954	2,105,502
Other	581,697	741,456
Allowance for doubtful accounts	(727,878)	(755,106)
Total current assets	30,940,699	30,227,366
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,383,040	4,326,902
Other, net	4,617,271	4,603,036
Total property, plant and equipment	9,000,312	8,929,939
Intangible assets		
Other	127,870	125,152
Total intangible assets	127,870	125,152
Investments and other assets	1,528,048	1,755,602
Total non-current assets	10,656,230	10,810,694
Total assets	41,596,930	41,038,060
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	2,006,645	1,946,562
Electronically recorded obligations - operating	645,198	654,551
Short-term borrowings	320,000	380,000
Income taxes payable	865,024	652,196
Provision for product warranties	49,584	46,755
Provision for bonuses	653,697	270,847
Other	3,681,638	3,642,498
Total current liabilities	8,221,788	7,593,411
Non-current liabilities		
Long-term borrowings	79,870	–
Retirement benefit liability	608,109	622,287
Other	1,180,935	1,046,505
Total non-current liabilities	1,868,915	1,668,792
Total liabilities	10,090,703	9,262,204
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,143,675	3,143,675
Capital surplus	2,931,466	2,950,300
Retained earnings	24,353,090	24,188,210
Treasury shares	(1,476,255)	(1,440,743)
Total shareholders' equity	28,951,976	28,841,443
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	357,202	486,905
Foreign currency translation adjustment	1,827,048	2,023,205
Remeasurements of defined benefit plans	(42,856)	(41,179)
Total accumulated other comprehensive income	2,141,394	2,468,930
Non-controlling interests	412,855	465,482
Total net assets	31,506,226	31,775,856
Total liabilities and net assets	41,596,930	41,038,060

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	6,036,217	6,875,239
Cost of sales	3,502,296	4,061,741
Gross profit	2,533,920	2,813,497
Selling, general and administrative expenses	1,551,512	1,662,447
Operating profit	982,408	1,151,050
Non-operating income		
Interest income	21,800	39,677
Dividend income	18,762	13,811
Rental income	8,223	7,590
Foreign exchange gains	222,894	173,098
Other	36,224	26,969
Total non-operating income	307,905	261,146
Non-operating expenses		
Interest expenses	8,325	8,077
Other	3,911	2,872
Total non-operating expenses	12,237	10,949
Ordinary profit	1,278,076	1,401,247
Extraordinary losses		
Loss on valuation of investment securities	2,250	–
Total extraordinary losses	2,250	–
Profit before income taxes	1,275,825	1,401,247
Income taxes	402,563	499,049
Profit	873,262	902,198
Profit attributable to non-controlling interests	25,416	16,197
Profit attributable to owners of parent	847,846	886,001

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	873,262	902,198
Other comprehensive income		
Valuation difference on available-for-sale securities	8,526	129,703
Foreign currency translation adjustment	630,740	232,586
Remeasurements of defined benefit plans, net of tax	591	1,676
Total other comprehensive income	639,858	363,966
Comprehensive income	1,513,121	1,266,164
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,468,475	1,213,537
Comprehensive income attributable to non-controlling interests	44,645	52,626