

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 9, 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
 Inquiries: Director, Senior Managing Executive Officer, Kiyoshi Murata TEL 0791-75-4160
 Chief of Administration H.Q.
 Scheduled date to file Quarterly Securities Report: February 13, 2024
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended December 31, 2023	21,495	4.3	3,779	0.3	4,151	0.2	2,927	1.9
Nine months ended December 31, 2022	20,618	29.5	3,767	107.9	4,144	96.3	2,871	104.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2023	161.76	–
Nine months ended December 31, 2022	153.24	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2023	42,929	32,718	75.0
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	–	46.00	–		
Year ending March 31, 2024 (Forecast)				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 nine months ended December 31, 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 December 31, 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 December 31, 2023	1,257,014 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)

Nine months ended December 31, 2023	18,097,623 shares	Nine months ended December 31, 2022	18,738,991 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Assets		
Current assets		
Cash and deposits	16,141,306	13,943,681
Notes and accounts receivable - trade, and contract assets	7,689,537	8,584,729
Electronically recorded monetary claims - operating	1,231,831	1,615,319
Finished goods	2,111,222	2,620,189
Work in process	1,959,027	2,324,155
Raw materials and supplies	1,953,954	2,269,121
Other	581,697	1,201,841
Allowance for doubtful accounts	(727,878)	(847,235)
Total current assets	30,940,699	31,711,805
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,383,040	4,238,965
Other, net	4,617,271	4,978,430
Total property, plant and equipment	9,000,312	9,217,396
Intangible assets		
Other	127,870	131,220
intangible assets	127,870	131,220
Investments and other assets	1,528,048	1,869,217
Total non-current assets	10,656,230	11,217,834
Total assets	41,596,930	42,929,639
Liabilities		
Current liabilities		
Notes and accounts payable - trade	2,006,645	2,160,996
Electronically recorded obligations - operating	645,198	780,051
Short-term borrowings	320,000	380,000
Income taxes payable	865,024	460,048
Provision for product warranties	49,584	51,911
Provision for bonuses	653,697	265,583
Other	3,681,638	4,201,283
Total current liabilities	8,221,788	8,299,874
Non-current liabilities		
Long-term borrowings	79,870	–
Retirement benefit liability	608,109	575,258
Other	1,180,935	1,336,056
Total non-current liabilities	1,868,915	1,911,315
Total liabilities	10,090,703	10,211,189

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
Net assets		
Shareholders' equity		
Share capital	3,143,675	3,143,675
Capital surplus	2,931,466	2,956,767
Retained earnings	24,353,090	25,394,852
Treasury shares	(1,476,255)	(2,630,116)
Total shareholders' equity	28,951,976	28,865,179
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	357,202	494,804
Foreign currency translation adjustment	1,827,048	2,875,877
Remeasurements of defined benefit plans	(42,856)	(37,827)
Total accumulated other comprehensive income	2,141,394	3,332,854
Non-controlling interests	412,855	520,415
Total net assets	31,506,226	32,718,449
Total liabilities and net assets	41,596,930	42,929,639

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	20,618,964	21,495,836
Cost of sales	11,792,206	12,321,709
Gross profit	8,826,757	9,174,127
Selling, general and administrative expenses	5,059,617	5,394,890
Operating profit	3,767,140	3,779,236
Non-operating income		
Interest income	79,695	103,301
Dividend income	32,875	24,996
Rental income	23,592	22,631
Foreign exchange gains	187,788	186,596
Other	88,990	73,541
Total non-operating income	412,942	411,068
Non-operating expenses		
Interest expenses	24,523	24,812
Other	11,389	14,014
Total non-operating expenses	35,912	38,826
Ordinary profit	4,144,170	4,151,478
Extraordinary income		
Gain on sale of investment securities	25,552	–
Total extraordinary income	25,552	–
Extraordinary losses		
Loss on valuation of investment securities	2,141	–
Total extraordinary losses	2,141	–
Profit before income taxes	4,167,582	4,151,478
Income taxes	1,194,468	1,135,771
Profit	2,973,113	3,015,707
Profit attributable to non-controlling interests	101,528	88,318
Profit attributable to owners of parent	2,871,585	2,927,388

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	2,973,113	3,015,707
Other comprehensive income		
Valuation difference on available-for-sale securities	(20,690)	137,602
Foreign currency translation adjustment	1,499,647	1,068,071
Remeasurements of defined benefit plans, net of tax	1,775	5,028
Total other comprehensive income	1,480,732	1,210,702
Comprehensive income	4,453,846	4,226,409
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,362,207	4,118,849
Comprehensive income attributable to non-controlling interests	91,638	107,560