

Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2024 (Based on Japanese GAAP)

November 11, 2024

Company name: TEIKOKU ELECTRIC MFG.CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 6333 URL <https://www.teikokudenki.co.jp/>
 Representative: President and CEO Kiyoshi Murata
 Director and Executive Officer, Chief of Administration H.Q. Takashi Abe
 Inquiries: TEL 0791-75-4160
 Scheduled date to file Semi-annual Securities Report: November 12, 2024
 Scheduled date to commence dividend payments: December 3, 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 six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

(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	%
Six months ended September 30, 2024	14,383	0.5	2,710	4.2	2,752	(8.1)	1,424	(31.4)
Six months ended September 30, 2023	14,306	10.8	2,599	13.6	2,996	8.0	2,074	9.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2024	80.89	—
Six months ended September 30, 2023	114.41	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2024	44,249	34,263	76.1
As of March 31, 2024	42,040	32,466	75.8

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, 2024	—	46.00	—	46.00	92.00
Year ending March 31, 2025	—	41.00			
Year ending March 31, 2025 (Forecast)			—	41.00	82.00

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) Significant changes in the scope of consolidation during the six months ended September 30, 2024: No

(2) Application of special accounting methods for preparing semi-annual 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: Yes

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 September 30, 2024	18,480,038 shares	As of March 31, 2024	18,480,038 shares
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Number of treasury shares at the end of the period

As of September 30, 2024	870,877 shares	As of March 31, 2024	876,889 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	17,605,353 shares	Six months ended September 30, 2023	18,135,161 shares
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Semi-annual consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of March 31, 2024	As of September 30, 2024
Assets		
Current assets		
Cash and deposits	14,305,732	15,527,797
Notes and accounts receivable - trade, and contract assets	8,468,011	9,153,836
Electronically recorded monetary claims - operating	1,888,560	1,524,849
Finished goods	2,352,242	2,748,297
Work in process	2,096,141	2,658,380
Raw materials and supplies	2,089,733	2,110,393
Other	830,715	666,371
Allowance for doubtful accounts	(752,050)	(846,511)
Total current assets	31,279,087	33,543,414
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,116,611	4,035,718
Other, net	4,542,077	4,786,510
Total property, plant and equipment	8,658,688	8,822,229
Intangible assets		
Other	134,427	110,501
Total intangible assets	134,427	110,501
Investments and other assets	1,968,118	1,773,136
Total non-current assets	10,761,235	10,705,867
Total assets	42,040,322	44,249,282
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,860,692	2,164,574
Electronically recorded obligations - operating	647,310	458,078
Income taxes payable	680,138	750,117
Provision for product warranties	50,769	64,394
Provision for bonuses	555,323	558,892
Provision for loss on liquidation of subsidiaries and associates	23,090	337,671
Other	3,845,452	3,961,173
Total current liabilities	7,662,777	8,294,901
Non-current liabilities		
Retirement benefit liability	543,253	574,447
Other	1,368,069	1,116,703
Total non-current liabilities	1,911,322	1,691,150
Total liabilities	9,574,100	9,986,052

	(Thousands of yen)	
	As of March 31, 2024	As of September 30, 2024
Net assets		
Shareholders' equity		
Share capital	3,143,675	3,143,675
Capital surplus	2,931,466	2,933,466
Retained earnings	24,504,193	25,118,461
Treasury shares	(1,914,845)	(1,901,400)
Total shareholders' equity	28,664,488	29,294,203
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	660,975	586,671
Foreign currency translation adjustment	2,487,999	3,770,183
Remeasurements of defined benefit plans	37,264	37,663
Total accumulated other comprehensive income	3,186,239	4,394,518
Non-controlling interests	615,494	574,509
Total net assets	32,466,222	34,263,230
Total liabilities and net assets	42,040,322	44,249,282

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

Consolidated statements of income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	14,306,580	14,383,987
Cost of sales	8,272,654	7,986,567
Gross profit	6,033,926	6,397,419
Selling, general and administrative expenses	3,434,272	3,687,362
Operating profit	2,599,653	2,710,057
Non-operating income		
Interest income	73,668	70,039
Dividend income	13,821	16,225
Rental income	15,186	14,594
Foreign exchange gains	270,869	—
Other	47,402	74,284
Total non-operating income	420,948	175,144
Non-operating expenses		
Interest expenses	16,315	12,090
Foreign exchange losses	—	114,868
Other	8,104	5,980
Total non-operating expenses	24,420	132,939
Ordinary profit	2,996,181	2,752,262
Extraordinary income		
Gain on sale of investment securities	—	27,116
Total extraordinary income	—	27,116
Extraordinary losses		
Loss on liquidation of subsidiaries and associates	—	404,183
Total extraordinary losses	—	404,183
Profit before income taxes	2,996,181	2,375,194
Income taxes	857,372	862,339
Profit	2,138,808	1,512,855
Profit attributable to non-controlling interests	63,939	88,841
Profit attributable to owners of parent	2,074,869	1,424,013

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	2,138,808	1,512,855
Other comprehensive income		
Valuation difference on available-for-sale securities	109,603	(74,304)
Foreign currency translation adjustment	795,801	1,244,458
Remeasurements of defined benefit plans, net of tax	3,352	399
Total other comprehensive income	908,757	1,170,553
Comprehensive income	3,047,566	2,683,408
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,937,203	2,632,255
Comprehensive income attributable to non-controlling interests	110,362	51,152