

# SUMMARY OF FINANCIAL STATEMENTS [Japan GAAP] (CONSOLIDATED)

Financial Results for the First Quarter (April 1 to June 30, 2024) of the Fiscal Year Ending March 31, 2025

August 6, 2024

**Company Name: Yamaichi Electronics Co., Ltd.**

Stock listing: Tokyo Stock Exchange – Prime Market

Code: 6941 URL: <https://www.yamaichi.co.jp>

President: Junichi Kameya

Managing Director: Kazuhiro Matsuda Tel: +81-3-3734-0115

Scheduled date of dividend payment commencement: —

Supplementary materials for the quarterly financial statements: Yes

Presentation to explain for the quarterly financial statement: Yes (for institutional Investors and analysts)

(Rounded down to the nearest million yen)

## 1. Consolidated Financial Results for the First Quarter (April 1 to June 30, 2024) of the Fiscal Year Ending March 31, 2025

### (1) Consolidated Operating Results (aggregated)

(Percentage figures represent changes from the same period of the previous year.)

	Net Sales		Operating income		Ordinary income		Profit Attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Quarter ended June 30, 2024	15,117	71.5	4,179	599.0	4,487	592.0	3,182	816.8
June 30, 2023	8,817	△33.1	597	△81.5	648	△82.3	347	△86.6

Note: Comprehensive income First quarter ended June 30, 2024 ¥4,055 million (166.0%)

First quarter ended June 30, 2023 ¥1,524 million (△58.9%)

	Net profit per share		Diluted net profit per share	
	Yen		Yen	
First Quarter ended June 30, 2024	155.66		—	
June 30, 2023	16.76		—	

### (2) Consolidated Financial Positions

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2024	56,341	42,039	74.3	2,047.13
As of March 31, 2024	51,062	38,264	74.6	1,862.43

Reference: Shareholders' equity as of June 30, 2024: ¥41,850 million; as of March 31, 2024: ¥38,074 million.

## 2. Dividends

	Dividends per share				
	1Q	2Q	3Q	4Q	Total
	Yen				
Year ended March 31, 2024	—	18.00	—	13.00	31.00
Year ending March 31, 2025	—				
Forecast: Year ending March 31, 2025		35.00	—	54.00	89.00

Note: Modifications in the dividend projection from the latest announcement: Yes

For details on the revision of the dividend forecasts, please refer to the "Notice Regarding Revisions to Consolidated Earnings Forecasts and Dividend Forecasts" announced today (August 6, 2024).

**3. Forecast of Consolidated Operating Results for the year ending March 31, 2025**

(Percentage figures represent changes from the same period of previous year.)

	Net Sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Half year ending Sep 30,2024	27,000	45.1	6,000	282.2	6,100	266.3	4,300	258.7	210.62
Year ending March 31, 2025	48,700	33.7	8,800	200.0	8,600	195.1	6,000	191.2	294.16

Note: Modifications in forecasts of consolidated operating results from the latest announcement: Yes

We purchase and disposal of treasury shares based on resolutions by the Board of Directors. Net profit per share in the Forecast of Consolidated Operating Results considers the impact of this purchase and disposal of treasury shares.

For details on the revision of the consolidated earnings forecasts, please refer to the "Notice Regarding Revisions to Consolidated Earnings Forecasts and Dividend Forecasts" announced today (August 6, 2024).

**4. Other**

(1) Changes in significant subsidiaries during current quarter consolidated period

(Changes in specified subsidiaries with change in scope of consolidation): No

(2) Adoption of special accounting treatments for quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and restatements

1) Changes in accounting policies due to revisions of accounting standards etc.: Yes

2) Changes in accounting policies other than 1): No

3) Changes in accounting estimates: No

4) Restatements: No

\* For details, please refer to the attached document page 9, "Notes on Quarterly Consolidated Financial Statements (Notes on Changes in Accounting Policies)."

(4) Number of outstanding shares (common stock)

1) Number of outstanding shares (including treasury shares) at term end:

June 30, 2024 21,829,775 shares

March 31, 2024 21,829,775 shares

2) Number of treasury shares at term end:

June 30, 2024 1,386,398 shares

March 31, 2024 1,386,398 shares

3) Average number of outstanding shares (during the second quarter ended September 30):

June 30, 2024 20,443,377 shares

June 30, 2023 20,707,289 shares

\* This summary of quarterly consolidated financial results falls outside the scope of quarterly review procedures to be performed by certified public accountants or an audit firm.

\* Explanation of the appropriate use of performance forecasts and other related items

All forecasts in this presentation are based on information currently available to the management and on assumptions judged to be reasonable, and are not meant to promise the achievement of the forecasts. The Company's actual results may differ substantially from such statements due to various risks and uncertainties.

## Qualitative Information on Quarterly Financial Results

### (1) Explanation for business performance

During the first quarter of the consolidated cumulative period, the global economy faced ongoing inflation, which led to worldwide monetary tightening. Despite this, the U.S. economy remained robust, primarily driven by consumer spending. However, China's prolonged real estate slump and harsh employment conditions led to continued economic stagnation. Additionally, the outlook remains uncertain due to factors such as unstable foreign exchange rates caused by differing monetary policies, high resource prices resulting from the prolonged Ukraine crisis, and increasing geopolitical risks centered around the Middle East.

Amidst these conditions, our group aimed to meet the growing global demand for semiconductors by establishing a stable supply system for semiconductor sockets and efficiently addressing the diversified needs of customers in connection with connectors for communication equipment, automotive devices, and industrial machinery. To this end, we commenced operations at the Sakura Factory Building No.2 in Japan and Factory 3 in the Philippines, enhancing both production efficiency and capacity.

As a result, our business performance for the first quarter of the consolidated cumulative period reached record highs for both sales and profits, with net sales of 15,117 million yen (an increase of 71.5% year-on-year), an operating profit of 4,179 million yen (an increase of 599.0% year-on-year), and ordinary profit of 4,487 million yen (an increase of 592.0% year-on-year), and profit attributable to the owners of parent of 3,182 million yen (an increase of 816.8% year-on-year).

Our business performance on a segment-by-segment basis is shown below.

#### [Test Solutions Business]

In the test socket field, sales of our mainstay products for smartphones remained strong. In the burn-in socket field, our products for logic semiconductors, particularly for automotive use, performed well. Additionally, products for memory semiconductors showed strong performance due to the resumption of investment in DRAMs, although those for NAND memories saw only a slight increase.

As a result, our business performance resulted in net sales of 9,866 million yen (an increase of 183.7% year-on-year) and operating profit of 4,019 million yen (an increase of 3,265.6% year-on-year).

#### [Connector Solutions Business]

Our products for in-vehicle equipment performed steadily due to the introduction of new products. Products for industrial machinery were affected by prolonged inventory adjustments by European customers, our main market. Products for communication equipment showed strong performance, particularly for data centers, after the inventory adjustments at major customers had run their course, despite the ongoing impact of economic friction between the United States and China.

As a result, our business performance resulted in net sales of 4,999 million yen (an increase of 1.1% year-on-year) and operating profit of 170 million yen (a decrease of 36.3% year-on-year).

#### [Optics-related Business]

We were affected by inventory adjustments and production adjustments at some customers for filter products for consumer devices and high-value-added medical equipment.

As a result, net sales were 252 million yen (a decrease of 36.1% year-on-year), and we recorded operating loss of 33 million yen (our operating profit was 18 million yen in the same period of the previous year).

## (2) Explanation for financial condition

### (Assets)

At the end of this quarter of the current consolidated cumulative period, our current assets amounted to 34,240 million yen, increasing 4,525 million yen from the end of the previous fiscal year. This was mainly due to increased cash and deposits and trade receivables of 3,570 million yen, which resulted from increased net sales. Our non-current assets totaled 22,101 million yen, an increase of 754 million yen from the end of the previous consolidated fiscal year, mainly due to an increase in property, plant and equipment.

As a result, our total assets amounted to 56,341 million yen, an increase of 5,279 million yen from the end of the previous fiscal year.

### (Liabilities)

Our current liabilities at the end of this quarter of the current consolidated cumulative period amounted to 10,674 million yen, increasing 1,442 million yen from the end of the previous fiscal year. This was mainly due to an increase of 1,132 million yen in income taxes payable and an increase of 328 million yen in provision for bonuses. Our non-current liabilities amounted to 3,628 million yen, increasing 62 million yen from the end of the previous consolidated fiscal year, mainly due to increased lease obligations.

As a result, our total liabilities amounted to 14,302 million yen, an increase of 1,504 million yen from the end of the previous fiscal year.

### (Net assets)

At the end of this quarter of the current consolidated cumulative period, our total net assets amounted to 42,039 million yen, increasing 3,775 million yen from the end of the previous fiscal year. This was mainly due to profit attributable to the owners of parent of 265 million yen and an increase in foreign currency translation adjustment of 3,182 million yen due to yen depreciation, despite dividends of surplus of 857 million yen.

As a result, the equity ratio amounted to 74.3% (74.6% at the end of the previous fiscal year).

## (3) Explanation for consolidated earnings forecasts and other forward-looking information

We have revised the consolidated earnings forecast for the fiscal year ending March 2025, announced on May 14, 2024, as stated in today's announcement titled Notice Regarding Revisions to Consolidated Earnings Forecasts and Dividend Forecasts.

**Consolidated Balance Sheets**

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
	Amount	Amount
<b>(ASSETS)</b>		
<b>Current assets</b>		
Cash and deposits	13,104,279	13,546,766
Notes and accounts receivable	7,055,880	10,585,181
Electronically recorded monetary claims	529,117	570,152
Merchandise and finished goods	2,895,435	2,731,235
Work in process	341,136	345,355
Raw materials and supplies	3,644,036	3,788,387
Other	2,176,346	2,715,518
Allowance for doubtful accounts	△30,838	△42,024
<b>Total current assets</b>	<b>29,715,393</b>	<b>34,240,574</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures (Net amount)	5,733,361	5,874,168
Machinery, equipment and vehicles (Net amount)	3,196,016	3,434,658
Tools, furniture and fixtures (Net amount)	1,860,595	2,065,834
Land	4,278,067	4,298,918
Leased assets (Net amount)	54,753	59,513
Right-of-use assets (Net amount)	3,281,071	3,520,164
Construction in progress	683,117	467,365
<b>Total property, plant and equipment</b>	<b>19,086,984</b>	<b>19,720,622</b>
<b>Intangible fixed assets</b>	<b>517,309</b>	<b>571,520</b>
<b>Investments and other assets</b>		
Investment securities	67,697	70,466
Deferred tax assets	277,662	276,453
Net defined benefit asset	850,179	860,777
Other	546,826	601,558
Allowance for doubtful accounts	△0	△0
<b>Total investments and other assets</b>	<b>1,742,366</b>	<b>1,809,255</b>
<b>Total non-current assets</b>	<b>21,346,660</b>	<b>22,101,398</b>
<b>Total assets</b>	<b>51,062,054</b>	<b>56,341,973</b>

(Thousands of yen)

	As of March 31, 2024	As of June 30, 2024
	Amount	Amount
<b>(LIABILITIES)</b>		
<b>Current liabilities</b>		
Notes and accounts payable	2,454,537	2,353,888
Short-term borrowings	2,799,870	2,867,490
Lease obligations	404,659	437,404
Income taxes payable	908,989	2,041,785
Provision for bonuses	423,977	752,081
Provision for directors' bonuses	—	66,500
Other	2,239,739	2,154,872
<b>Total current liabilities</b>	<b>9,231,773</b>	<b>10,674,023</b>
<b>Non-current liabilities</b>		
Long-term borrowings	410,000	400,000
Lease obligations	2,298,822	2,497,840
Provision for loss on litigation	162,423	171,468
Retirement benefit liability	65,291	79,604
Asset retirement obligations	28,739	29,291
Other	600,784	450,073
<b>Total non-current liabilities</b>	<b>3,566,062</b>	<b>3,628,278</b>
<b>Total liabilities</b>	<b>12,797,836</b>	<b>14,302,301</b>
<b>(NET ASSETS)</b>		
<b>Shareholders' equity</b>		
Capital stock	10,084,103	10,084,103
Capital surplus	1,623,633	1,623,633
Retained earnings	25,297,550	28,213,920
Treasury shares	△2,092,715	△2,092,715
<b>Total shareholders' equity</b>	<b>34,912,571</b>	<b>37,828,941</b>
<b>Amount of other comprehensive income</b>		
Valuation difference on available-for-sale securities	15,316	16,966
Foreign currency translation adjustments	3,156,806	4,014,718
Remeasurements of defined benefit plans of defined benefit plans	△10,407	△10,419
<b>Total amount of other comprehensive income</b>	<b>3,161,715</b>	<b>4,021,264</b>
Non-controlling interests	189,930	189,465
<b>Total net assets</b>	<b>38,264,217</b>	<b>42,039,671</b>
<b>Total liabilities and total net assets</b>	<b>51,062,054</b>	<b>56,341,973</b>

## Consolidated Statements of Income

(Thousands of Yen)

	1Q period of previous year (From April 1, 2023 to June 30, 2023)	1Q period of current year (From April 1, 2024 to June 30, 2024)
	Amount	Amount
<b>Net sales</b>	8,817,063	15,117,870
<b>Cost of sales</b>	6,195,838	8,393,739
<b>Gross profit</b>	2,621,225	6,724,130
<b>Selling, general and administrative expenses</b>	2,023,262	2,544,153
<b>Operating profit</b>	597,963	4,179,977
<b>Non-operating income</b>		
Interests income	19,364	7,247
Foreign exchange gains	60,911	323,325
Gain on sales of scraps	3,542	4,389
Subsidy income	1,572	438
Other	30,731	32,192
<b>Total non-operating income</b>	116,122	367,593
<b>Non-operating expenses</b>		
Interest expenses	60,478	48,326
Equipment relocation expenses	4,597	11,402
Other	621	789
<b>Total non-operating expenses</b>	65,697	60,518
<b>Ordinary profit</b>	648,388	4,487,052
<b>Extraordinary income</b>		
Gain on sales of non-current assets	909	902
<b>Total extraordinary income</b>	909	902
<b>Profit before income taxes</b>	649,298	4,487,955
<b>Current income taxes</b>	93,800	1,426,711
<b>Deferred income taxes</b>	176,321	△130,542
<b>Income taxes</b>	270,121	1,296,168
<b>Profit</b>	379,176	3,191,786
<b>Profit attributable to non-controlling interests or loss attributable to non-controlling interests</b>	32,080	9,652
<b>Profit attributable to owners of parent</b>	347,095	3,182,134

## Consolidated Statements of Comprehensive Income

(Thousands of yen)

	1Q period of previous year (From April 1, 2023 to June 30, 2023)	1Q period of current year (From April 1, 2024 to June 30, 2024)
	Amount	Amount
<b>Profit</b>	379,176	3,191,786
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	2,200	1,650
Foreign currency translation adjustments	1,136,214	861,639
Remeasurements of defined benefit plans	7,113	△12
<b>Total other comprehensive income</b>	1,145,528	863,277
<b>Comprehensive income</b>	1,524,705	4,055,064
(Attribute to)		
Comprehensive income attributable to owners of parent	1,481,938	4,041,683
Comprehensive income attributable to non-controlling interests	42,766	13,380



## Notes on Quarterly Consolidated Financial Statements

(Notes on Changes in Accounting Policies)

(Application of "Accounting Standards for Corporate Taxes, Resident Taxes, and Business Taxes, etc.")

The "Accounting Standards for Corporate Taxes, Resident Taxes, and Business Taxes, etc."

(Corporate Accounting Standards No. 27, October 28, 2022. hereinafter referred to as the "2022 Revised Accounting Standards"), etc. have been applied from the beginning of this first quarter consolidated accounting period. With regard to the amendments to the classification of corporate taxes, etc. (taxation on other comprehensive income), we follow the transitional treatment set forth in the proviso of paragraph 20-3 of the 2022 Revised Accounting Standards and the transitional treatment set forth in the proviso of paragraph 65-2 (2) of the "Guidelines for the Implementation of Accounting Standards for Tax-Effect Accounting" (Corporate Accounting Standards Implementation Guideline No. 28, October 28, 2022. hereinafter referred to as the "2022 Revised Implementation Guideline"). The change in accounting policies has no impact on the quarterly consolidated financial statements. In addition, the 2022 revised guidelines for the treatment of profits and losses on sales of subsidiary shares between consolidated companies that are deferred for tax purposes have been applied from the beginning of this first quarter of the consolidated fiscal year. The change in accounting policy has been applied retroactively, and the quarterly consolidated financial statements and consolidated financial statements for the previous quarter and fiscal year are retroactively applied. The change in accounting policy has no impact on the quarterly consolidated financial statements for the previous quarter and fiscal year.

(Notes Regarding Quarterly Consolidated Cash Flow Statements)

We have not prepared a quarterly consolidated cash flow statement for the first quarter of the current consolidated cumulative period. However, depreciation (including amortization expenses for intangible fixed assets other than goodwill) for the first quarter of the current consolidated cumulative period are as follows:

(Thousands of Yen)

	1Q period of previous year (From April 1, 2023 to June 30, 2023)	1Q period of current year (From April 1, 2024 to June 30, 2024)
Depreciation	626,469	733,465