

# FY2024 Third Quarter Consolidated Financial Statements [Japan GAAP]

(Period ended December 31, 2024)

February 05, 2025

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

Stock listing: Tokyo Stock Exchange – Prime Market

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

President: Junichi Kameya

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

Scheduled date of dividend payment commencement: —

Supplementary materials for the financial statements: Yes

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

## 1. Consolidated Financial Results for the Third Quarter (April 01 to December 31, 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	%
Third Quarter ended December 31, 2024	36,136	33.8	7,215	274.4	6,952	262.9	4,484	223.1
December 31, 2023	27,015	△27.1	1,927	△75.5	1,915	△76.9	1,388	△76.4

Note: Comprehensive income Third quarter ended December 31, 2024 ¥4,948 million (104.9%)

Third quarter ended December 31, 2023 ¥2,414 million (△64.5%)

	Net profit per share		Diluted net profit per share	
	Yen		Yen	
Third Quarter ended December 31, 2024	221.01		—	
December 31, 2023	67.60		—	

### (2) Consolidated Financial Positions

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2024	54,444	41,273	75.5	2,044.42
As of March 31, 2024	51,062	38,264	74.6	1,862.43

Reference: Shareholders' equity as of December 31, 2024: ¥41,087 million; as of March 31, 2024: ¥38,074 million.

## 2. Dividends

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

Note: Modifications in the dividend projection from the latest announcement: No

## 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
Year ending March 31, 2025	46,000	26.3	8,000	172.7	7,700	164.2	5,000	142.7	246.99

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

We made acquisition and retirement 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 to the consolidated earnings forecast, please refer to the "Notice Regarding Revisions to the Full-year Earnings Forecast and Dividend Forecast" announced today (February 5, 2025).

#### 4. Other

- (1) Changes in accounting policies due to revisions to accounting standards, etc.: 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

\* 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, Enterprise Taxes, etc." (ASBJ Statement No. 27, October 28, 2022; hereinafter referred to as the "2022 Revised Accounting Standards") and other standards have been applied from the beginning of the first quarter of the 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 to paragraph 20-3 of the 2022 Revised Accounting Standards and the transitional treatment set forth in the proviso to paragraph 65-2(2) of the "Guidelines for the Implementation of Accounting Standards for Tax-Effect Accounting" (ASBJ Guidance No. 28, October 28, 2022; hereinafter referred to as the "2022 Revised Implementation Guidance"). Please note that the change in accounting policy has no impact on the quarterly consolidated financial statements.

In addition, with regard to the amendments related to the review of the treatment in consolidated financial statements when profits and losses on sales of subsidiary shares, etc. between consolidated companies are deferred for tax purposes, the 2022 Revised Implementation Guidance has been applied from the beginning of the first quarter of the consolidated accounting period. This 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 have been retroactively applied. However, this change in accounting policy has no impact on the quarterly consolidated financial statements for the previous quarter and fiscal year.

#### (4) Number of outstanding shares (common stock)

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

December 31, 2024	21,829,775 shares
March 31, 2024	21,829,775 shares

##### 2) Number of treasury shares at term end:

December 31, 2024	1,732,306 shares
March 31, 2024	1,386,398 shares

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

December 31, 2024	20,291,783 shares
December 31, 2023	20,535,544 shares

\* Note for remarkable change of the amount for the total, shareholder's equity

The Company's treasury stock increased by 999,999 thousand yen during the third quarter of the current fiscal year due to the acquisition of 360,900 shares of treasury stock based on a resolution of the Board of Directors meeting held on May 14, 2024. In addition, capital surplus increased by 24,373 thousand yen and treasury stock decreased by

23,626 thousand yen during the third quarter consolidated cumulative period due to the disposal of 15,000 shares of treasury stock as compensation for restricted stock transfer based on the resolution of the Board of Directors meeting held on the same day. As a result, capital surplus and treasury stock amounted to 1,648,007 thousand yen and 3,069,089 thousand yen, respectively, at the end of the third quarter of the current fiscal year.

\* 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. The Company's actual results may differ substantially from such statements due to various risks and uncertainties.

\* Notes to the quarterly consolidated cash flow statement

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

(Thousands of yen)

	3Q period of previous year (From April 1, 2023 to December 31, 2023)	3Q period of current year (From April 1, 2024 to December 31, 2024)
Depreciation	2,018,729	2,362,635

\* Significant subsequent events

#### 1. Purchase of treasury shares

At the Board of Directors meeting held on February 5, 2025, we resolved matters relating to the purchase of treasury shares pursuant to Article 156 of the Companies Act as applied pursuant to Article 165, paragraph 3 of the said Act.

##### (1) Reason for purchase of treasury shares

To enhance shareholder returns by implementing agile capital policies that respond to business environment changes and improve capital efficiency.

##### (2) Details of matters relating to the purchase

###### 1) Type of shares to be acquired

Common shares of the Company

###### 2) Total number of shares to be acquired

450,000 (maximum) (Ratio to the total number of shares issued (excluding treasury shares): 2.23%)

###### 3) Purchase period

From February 6, 2025 to July 31, 2025

###### 4) Total purchase amount

1,000,000,000 yen (maximum)

###### 5) Method of the purchase

Market purchase at the Tokyo Stock Exchange

## Qualitative Information on Quarterly Financial Results

### (1) Explanation for Business Performance

In the third quarter of the consolidated cumulative period, the global economy saw a slowdown in inflation due to continued monetary tightening in the U.S. At the same time, the economic conditions remained firm, primarily driven by consumer spending. However, in China, although exports remained strong, stagnant domestic demand led to continued economic stagnation. In Europe, although consumer spending has recovered, the manufacturing sector continues to struggle. In addition, the prolonged Ukraine crisis and escalating geopolitical risks due to heightened tensions in the Middle East have contributed to continued uncertainty regarding the economic outlook.

In the electronic components sector, in which our group operates, the semiconductor market experienced a significant recovery. This growth was primarily driven by strong AI-related investments, particularly in memory products and logic products such as GPUs. However, excluding AI-related products, a large number of products saw negative growth. In the communications market, investments in data centers, including those for AI, continued to expand, driving increased demand for servers and peripheral devices. Meanwhile, in the automotive market, global demand stagnation and the slowdown in EV production impacted production volumes. Additionally, the industrial equipment market continued to struggle due to prolonged inventory adjustments.

Amidst these conditions, our group focused on strengthening a stable supply system for semiconductor sockets in anticipation of increasing global semiconductor demand. To efficiently and promptly respond to diverse customer needs, including connectors for communication equipment, automotive devices, and industrial machinery, we launched operations at the Sakura Factory Building No. 2 in Japan and Factory 3 in the Philippines. These facilities have been operating smoothly, and we continue our efforts to further improve productivity and quality.

As a result, our business performance for the third quarter of the consolidated cumulative period reached record highs, with net sales of 36,136 million yen (an increase of 33.8% year-on-year), operating profit of 7,215 million yen (an increase of 274.4% year-on-year), ordinary profit of 6,952 million yen (an increase of 262.9% year-on-year), and profit attributable to the owners of parent of 4,484 million yen (an increase of 223.1% year-on-year).

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

#### [Test Solutions Business]

In the test solutions business, although there were adjustments in supply and demand among semiconductor manufacturers in the third quarter, the business performed well in the third quarter year-to-date period, reflecting the strong performance in the first half of the year.

In the test socket field, sales of products for smartphones and PCs remained strong. However, as shipments were brought forward in the first half, sales slowed in the third quarter. In the burn-in socket field, products for logic semiconductors, particularly for automotive ADAS applications, performed well in the first half, but growth slowed in the third quarter. Additionally, MCU products were affected by market inventory adjustments. Products for memory semiconductors also saw significant year-on-year growth due to the resumption of DRAM investments targeting data centers, including those for AI. However, growth slowed in the third quarter.

As a result, net sales reached 21,044 million yen (an increase of 81.9% year-on-year), and operating profit amounted to 6,695 million yen (an increase of 490.0% year-on-year).

[Connector Solutions Business]

Sales of products for industrial machinery were significantly impacted by prolonged inventory adjustments in the market, particularly by European customers, our key market, leading to a decline in both sales and profit. Products for in-vehicle equipment remained steady due to the introduction of new products; however, they were affected by the slowdown in global demand and the deceleration of EV production. In the communications equipment sector, despite the ongoing impact of economic friction between the U.S. and China, inventory adjustments at major customers had run their course, resulting in strong performance for data center-related products.

As a result, net sales amounted to 14,223 million yen (a decrease of 1.6% year-on-year), and operating profit totaled 591 million yen (a decrease of 12.0% 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 868 million yen (a decrease of 12.7% year-on-year), and we recorded an operating loss of 42 million yen (our operating loss was 33 million yen in the same period of the previous year).

(2) Explanation of Financial Conditions

(Assets)

At the end of the third quarter of the current consolidated fiscal period, our current assets amounted to 32,825 million yen, increasing by 3,110 million yen from the end of the previous consolidated fiscal year. This was primarily due to a decrease of 1,876 million yen in trade receivables resulting from a decline in sales during the period, which was offset by an increase of 5,428 million yen in cash and deposits due to the progress in trade receivables collection. Our non-current assets totaled 21,618 million yen, an increase of 272 million yen from the end of the previous consolidated fiscal year. This was mainly due to the recording of construction costs for the next core system as intangible fixed assets at our company despite recognizing an impairment loss on property, plant, and equipment at our consolidated subsidiary, Koshin Kogaku Co., Ltd.

As a result, total assets amounted to 54,444 million yen, increasing by 3,382 million yen from the end of the previous consolidated fiscal year.

(Liabilities)

At the end of the third quarter of the current consolidated fiscal period, our current liabilities amounted to 9,683 million yen, increasing by 451 million yen from the end of the previous consolidated fiscal year. This was mainly due to an increase in income taxes payable of 941 million yen despite a decrease of 822 million yen in notes and accounts payable - trade. Our non-current liabilities amounted to 3,487 million yen, a decrease of 78 million yen from the end of the previous consolidated fiscal year.

As a result, total liabilities amounted to 13,170 million yen, increasing by 373 million yen from the end of the previous consolidated fiscal year.

(Net Assets)

At the end of the third quarter of the current consolidated fiscal period, total net assets were 41,273 million yen, increasing by 3,009 million yen from the end of the previous consolidated fiscal year. This was mainly due to profit attributable to the owners of parent of 4,484 million yen and an increase of 452 million yen in foreign currency translation adjustments caused by the depreciation of the yen, despite dividends of surplus of 972 million yen and purchase of treasury shares of 999 million yen.

As a result, the equity ratio stood at 75.5% (74.6% at the end of the previous consolidated fiscal year).

(3) Explanations of Future Information, Including the Forecast of Consolidated Financial Results

We revise the consolidated earnings forecast for the fiscal year ending March 31, 2025, which we announced on August 6, 2024, as described in today's Notice Regarding Revisions to the Full-year Earnings Forecast and Dividend Forecast.

## Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
	Amount	Amount
<b>(ASSETS)</b>		
<b>Current assets</b>		
Cash and deposits	13,104,279	18,532,408
Notes and accounts receivable	7,055,880	5,378,709
Electronically recorded monetary claims	529,117	329,543
Merchandise and finished goods	2,895,435	2,812,427
Work in process	341,136	319,595
Raw materials and supplies	3,644,036	3,377,553
Other	2,176,346	2,119,424
Allowance for doubtful accounts	△30,838	△43,708
<b>Total current assets</b>	<b>29,715,393</b>	<b>32,825,952</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures (Net amount)	5,733,361	5,820,808
Machinery, equipment and vehicles (Net amount)	3,196,016	3,108,071
Tools, furniture and fixtures (Net amount)	1,860,595	2,002,743
Land	4,278,067	4,291,504
Leased assets (Net amount)	54,753	48,709
Right-of-use assets (Net amount)	3,281,071	3,238,571
Construction in progress	683,117	461,354
<b>Total property, plant and equipment</b>	<b>19,086,984</b>	<b>18,971,764</b>
<b>Intangible fixed assets</b>	<b>517,309</b>	<b>841,070</b>
<b>Investments and other assets</b>		
Investment securities	67,697	68,898
Deferred tax assets	277,662	270,860
Net defined benefit asset	850,179	887,366
Other	546,826	578,875
Allowance for doubtful accounts	△0	△0
<b>Total investments and other assets</b>	<b>1,742,366</b>	<b>1,806,001</b>
<b>Total non-current assets</b>	<b>21,346,660</b>	<b>21,618,835</b>
<b>Total assets</b>	<b>51,062,054</b>	<b>54,444,788</b>

(Thousands of yen)

	As of March 31, 2024	As of December 31, 2024
	Amount	Amount
<b>(LIABILITIES)</b>		
<b>Current liabilities</b>		
Notes and accounts payable	2,454,537	1,631,919
Short-term borrowings	2,799,870	2,847,260
Lease obligations	404,659	399,616
Income taxes payable	908,989	1,850,763
Provision for bonuses	423,977	581,175
Provision for directors' bonuses	—	111,500
Other	2,239,739	2,261,150
<b>Total current liabilities</b>	<b>9,231,773</b>	<b>9,683,385</b>
<b>Non-current liabilities</b>		
Long-term borrowings	410,000	380,000
Lease obligations	2,298,822	2,324,450
Provision for loss on litigation	162,423	164,015
Retirement benefit liability	65,291	99,608
Asset retirement obligations	28,739	39,836
Other	600,784	479,613
<b>Total non-current liabilities</b>	<b>3,566,062</b>	<b>3,487,525</b>
<b>Total liabilities</b>	<b>12,797,836</b>	<b>13,170,911</b>
<b>(NET ASSETS)</b>		
<b>Shareholders' equity</b>		
Capital stock	10,084,103	10,084,103
Capital surplus	1,623,633	1,648,007
Retained earnings	25,297,550	28,809,745
Treasury shares	△2,092,715	△3,069,089
<b>Total shareholders' equity</b>	<b>34,912,571</b>	<b>37,472,767</b>
<b>Amount of other comprehensive income</b>		
Valuation difference on available-for-sale securities	15,316	16,102
Foreign currency translation adjustments	3,156,806	3,609,204
Remeasurements of defined benefit plans	△10,407	△10,444
<b>Total amount of other comprehensive income</b>	<b>3,161,715</b>	<b>3,614,861</b>
Non-controlling interests	189,930	186,247
<b>Total net assets</b>	<b>38,264,217</b>	<b>41,273,876</b>
<b>Total liabilities and total net assets</b>	<b>51,062,054</b>	<b>54,444,788</b>



## Consolidated Statements of Income

(Thousands of Yen)

	3Q period of previous year (From April 1, 2023 to December 31, 2023)	3Q period of current year (From April 1, 2024 to December 31, 2024)
	Amount	Amount
<b>Net sales</b>	27,015,318	36,136,523
<b>Cost of sales</b>	18,944,746	21,831,226
<b>Gross profit</b>	8,070,572	14,305,296
<b>Selling, general and administrative expenses</b>	6,143,154	7,089,564
<b>Operating profit</b>	1,927,417	7,215,732
<b>Non-operating income</b>		
Interests income	55,043	30,922
Dividend income	11,562	6,110
Foreign exchange gains	59,639	—
Gain on sales of scraps	9,805	8,915
Subsidy income	3,381	8,974
Insurance proceeds	732	20,323
Other	44,973	38,010
<b>Total non-operating income</b>	185,137	113,257
<b>Non-operating expenses</b>		
Interest expenses	179,656	147,724
Foreign exchange loss	—	110,741
Loss on disposal of fixed assets	8,373	39,057
Equipment relocation expenses	6,108	72,493
Other	2,431	6,529
<b>Total non-operating expenses</b>	196,568	376,547
<b>Ordinary profit</b>	1,915,986	6,952,442
<b>Extraordinary income</b>		
Gain on sales of non-current assets	3,827	11,559
Gain on reversal of stock acquisition rights	162,218	—
<b>Total extraordinary income</b>	166,045	11,559
<b>Extraordinary loss</b>		
Impairment loss	—	292,270
System failure response costs	—	52,005
<b>Total extraordinary losses</b>	—	344,275
<b>Profit before income taxes</b>	2,082,032	6,619,726
<b>Income taxes-current</b>	302,041	2,163,775
<b>Income taxes-deferred</b>	353,183	△35,789
<b>Total income taxes</b>	655,225	2,127,986
<b>Profit</b>	1,426,806	4,491,739
<b>Profit attributable to non-controlling interests</b>	38,604	7,026
<b>Profit attributable to owners of parent</b>	1,388,201	4,484,713

## Consolidated Statements of Comprehensive Income

(Thousands of yen)

	3Q period of previous year (From April 1, 2023 to December 31, 2023)	3Q period of current year (From April 1, 2024 to December 31, 2024)
	Amount	Amount
<b>Profit</b>	1,426,806	4,491,739
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,886	786
Foreign currency translation adjustments	964,648	455,534
Remeasurements of defined benefit plans	21,340	△37
<b>Total other comprehensive income</b>	987,875	456,283
<b>Comprehensive income</b>	2,414,681	4,948,023
(Attribute to)		
Comprehensive income attributable to owners of parent	2,370,412	4,937,859
Comprehensive income attributable to non-controlling interests	44,268	10,163