

# Summary of Consolidated Financial Results

## For the Fiscal Year Ended March 31, 2022 [Japanese GAAP]

April 26, 2022

Company name: TOKYO ELECTRON DEVICE LIMITED  
 Stock exchange listing: Tokyo Stock Exchange Prime Market (Code 2760)  
 URL: <https://www.teldevice.co.jp/eng/>  
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 Scheduled date for the general meeting of shareholders: June 22, 2022  
 Scheduled date for dividend payment: June 1, 2022

(Amounts are rounded down to the nearest million yen.)

### 1. Consolidated financial highlights for the fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)

#### (1) Consolidated operating results

(% indicates changes from the same period of previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2022	179,907	25.6	8,131	76.0	7,318	58.2	5,085	61.8
Fiscal year ended March 31, 2021	143,268	5.8	4,620	21.3	4,625	29.4	3,143	37.3

(Note) Comprehensive income: Fiscal year ended March 31, 2022 5,709 million yen [71.1%]  
 Fiscal year ended March 31, 2021 3,337 million yen [49.2%]

	Basic net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2022	510.73	—	17.0	7.3	4.5
Fiscal year ended March 31, 2021	312.38	—	11.3	5.5	3.2

(Reference) Share of profit (loss) of entities accounted for using equity method: As of March 31, 2022 66 million yen As of March 31, 2021 72 million yen

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2022	107,801	32,018	28.7	3,127.16
As of March 31, 2021	90,870	29,652	31.9	2,871.32

(Reference) Equity: As of March 31, 2022 30,953 million yen As of March 31, 2021 28,965 million yen

(Note) The Company has applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. effective from the beginning of the fiscal year ended March 31, 2022. The figures for the fiscal year 2022, are the figures after the application of this accounting standard, etc.

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2022	(891)	(155)	606	5,028
Fiscal year ended March 31, 2021	(3,463)	(469)	5,079	5,391

## 2. Dividends

	Annual dividends per share					Total dividends paid (annual)	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2021	—	40.00	—	85.00	125.00	1,305	40.0	4.5
Fiscal year ended March 31, 2022	—	105.00	—	100.00	205.00	2,141	40.1	6.8
Fiscal year ending March 31, 2023 (Forecast)	—	105.00	—	135.00	240.00		40.3	

## 3. Consolidated financial forecasts for the fiscal year ending March 31, 2023 (April 1, 2022 to March 31, 2023)

(% indicates changes from the same period of previous fiscal year.)

	Net sales		Ordinary income		Net income attributable to owners of parent		Basic net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2022 (cumulative)	94,500	14.2	3,650	47.1	2,540	(4.0)	256.61
Fiscal year ending March 31, 2023	200,000	11.2	8,500	16.2	5,900	16.0	596.07

### \*Notes

- (1) Changes of significant subsidiaries during the period : None
- (2) Changes in accounting policies, accounting estimates, and restatements
  - 1) Changes due to revision of accounting standards : Yes
  - 2) Changes in accounting standards other than 1) : None
  - 3) Changes in accounting estimates : None
  - 4) Restatements : None
- (3) Number of shares outstanding (common stock)

- 1) Number of shares outstanding at the end of the period (including treasury shares):

March 31, 2022	10,445,500 shares
March 31, 2021	10,445,500 shares

- 2) Number of treasury shares at the end of the period:

March 31, 2022	547,375 shares
March 31, 2021	357,754 shares

- 3) Average number of shares outstanding during the period:

Fiscal year ended March 31, 2022	9,956,407 shares
Fiscal year ended March 31, 2021	10,061,829 shares

(Note) The Company has adopted the Directors' Compensation BIP (Board Incentive Plan) Trust and the ESOP (Employee Stock Ownership Plan) Trust, and the "Trust-Type Employee Shareholding Incentive Plan (E-Ship)", and has included the number of the Company's shares held by both Trusts accordingly in the number of treasury shares.

(Reference) Non-consolidated financial highlights for the fiscal year ended March 31, 2022 (April 1, 2021 to March 31, 2022)

(1) Non-consolidated operating results

(% indicates changes from the same period of previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2022	152,229	24.5	6,977	96.7	6,384	73.2	3,185	25.3
Fiscal year ended March 31, 2021	122,232	4.9	3,546	6.6	3,686	18.0	2,542	19.3

	Basic net income per share	Diluted net income per share
	Yen	Yen
Fiscal year ended March 31, 2022	319.92	—
Fiscal year ended March 31, 2021	252.72	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2022	93,693	25,037	26.7	2,529.47
As of March 31, 2021	80,534	25,193	31.3	2,497.42

(Reference) Equity: As of March 31, 2022 25,037 million yen As of March 31, 2021 25,193 million yen

\* This financial report is outside the scope of an audit procedure by the Certified Public Accountant or the Audit firm.

\* Explanation of the appropriate use of finance forecasts and other special notes

The financial forecasts and other estimates herein are based on currently available information and certain assumptions deemed reasonable at time of report issuance. The Company does not guarantee the achievement of these forecasts. Actual operating results may differ significantly from these forecasts due to various factors.

Consolidated Financial Statements and Segment Information

(1) Consolidated Balance Sheets

(Millions of yen)

	Fiscal Year 2021 (As of Mar. 31, 2021)	Fiscal Year 2022 (As of Mar. 31, 2022)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	5,680	5,134
Notes and accounts receivable - trade	39,543	-
Notes and accounts receivable - trade, and contract assets	-	47,217
Electronically recorded monetary claims - operating	2,181	3,231
Merchandise and finished goods	24,795	25,937
Raw materials	849	1,570
Prepaid expenses	6,867	11,732
Other	2,810	4,077
Allowance for doubtful accounts	(6)	(7)
<b>Total current assets</b>	<b>82,721</b>	<b>98,895</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	1,946	3,691
Accumulated depreciation	(1,333)	(1,396)
Buildings and structures, net	612	2,294
Machinery and equipment	419	470
Accumulated depreciation	(211)	(276)
Machinery and equipment, net	207	194
Tools, furniture and fixtures	1,820	1,939
Accumulated depreciation	(1,419)	(1,514)
Tools, furniture and fixtures, net	400	424
Land	510	586
Other	184	323
Accumulated depreciation	(95)	(161)
Other, net	89	161
<b>Total property, plant and equipment</b>	<b>1,820</b>	<b>3,662</b>
Intangible assets	1,695	157
Investments and other assets		
Retirement benefit asset	330	297
Deferred tax assets	3,354	3,873
Other	995	963
Allowance for doubtful accounts	(47)	(47)
<b>Total investments and other assets</b>	<b>4,633</b>	<b>5,086</b>
<b>Total non-current assets</b>	<b>8,149</b>	<b>8,906</b>
<b>Total assets</b>	<b>90,870</b>	<b>107,801</b>

(Millions of yen)

	Fiscal Year 2021 (As of Mar. 31, 2021)	Fiscal Year 2022 (As of Mar. 31, 2022)
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	11,187	15,434
Short-term borrowings	8,918	14,521
Current portion of long-term borrowings	4,040	4,840
Income taxes payable	1,140	2,105
Advances received	10,201	14,477
Provision for bonuses	1,667	1,786
Other	2,841	3,456
Total current liabilities	39,997	56,622
Non-current liabilities		
Long-term borrowings	12,375	9,963
Retirement benefit liability	7,930	8,166
Other	914	1,030
Total non-current liabilities	21,220	19,160
Total liabilities	61,217	75,783
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,495	2,495
Capital surplus	5,652	5,652
Retained earnings	21,332	24,262
Treasury shares	(785)	(1,947)
Total shareholders' equity	28,694	30,463
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	73	54
Deferred gains or losses on hedges	(225)	(155)
Foreign currency translation adjustment	186	586
Remeasurements of defined benefit plans	235	4
Total accumulated other comprehensive income	270	489
Non-controlling interests	687	1,065
Total net assets	29,652	32,018
Total liabilities and net assets	90,870	107,801

## (2) Consolidated Statements of Income and Comprehensive Income

## Consolidated Statements of Income

(Millions of yen)

	Fiscal Year 2021 (from Apr. 1, 2020 to Mar. 31, 2021)	Fiscal Year 2022 (from Apr. 1, 2021 to Mar. 31, 2022)
Net sales	143,268	179,907
Cost of sales	122,666	154,268
Gross profit	20,601	25,638
Selling, general and administrative expenses		
Salaries and allowances	6,670	6,925
Provision for bonuses	1,521	1,669
Retirement benefit expenses	648	627
Other	7,140	8,284
Total selling, general and administrative expenses	15,981	17,506
Operating income	4,620	8,131
Non-operating income		
Dividend income	2	33
Dividend income of insurance	33	44
Share of profit of entities accounted for using equity method	72	66
Other	72	44
Total non-operating income	181	189
Non-operating expenses		
Foreign exchange losses	68	873
Other	107	129
Total non-operating expenses	176	1,002
Ordinary income	4,625	7,318
Extraordinary income		
Gain on sales of non-current assets	1	1
Gain on receipt of donated non-current assets	-	2,028
Gain on sales of investments in capital of subsidiaries and affiliates	-	31
Total extraordinary income	1	2,061
Extraordinary losses		
Loss on sales of non-current assets	0	0
Loss on retirement of non-current assets	16	5
Impairment losses	-	1,351
Provision of allowance for doubtful accounts of golf club membership	0	0
Loss on redemption of golf club membership	-	0
Loss on change in equity	19	-
Provision for loss on abolishment of trust	-	112
Total extraordinary losses	37	1,468
Net income before income taxes	4,589	7,910
Income taxes - current	1,540	2,749
Income taxes - deferred	(169)	(328)
Total income taxes	1,371	2,421
Net income	3,217	5,489
Net income attributable to non-controlling interests	74	404
Net income attributable to owners of parent	3,143	5,085

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Fiscal Year 2021 (from Apr. 1, 2020 to Mar. 31, 2021)	Fiscal Year 2022 (from Apr. 1, 2021 to Mar. 31, 2022)
Net income	3,217	5,489
Other comprehensive income		
Valuation difference on available-for-sale securities	43	(19)
Deferred gains or losses on hedges	(168)	70
Foreign currency translation adjustment	52	379
Remeasurements of defined benefit plans, net of tax	195	(231)
Share of other comprehensive income of entities accounted for using equity method	(3)	20
Total other comprehensive income	119	219
Comprehensive income	3,337	5,709
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,262	5,304
Comprehensive income attributable to non-controlling interests	74	404

(3) Consolidated Statements of Changes in Shareholders' equity  
Fiscal Year 2021 (Apr. 1, 2020 to Mar. 31, 2021)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,495	5,645	19,129	(944)	26,325
Cumulative effects of changes in accounting policies					
Restated balance	2,495	5,645	19,129	(944)	26,325
Changes during period					
Dividends of surplus			(940)		(940)
Net income attributable to owners of parent			3,143		3,143
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares				159	159
Change in ownership interest of parent due to transactions with non-controlling interests		7			7
Net changes in items other than shareholders' equity					
Total changes during period	—	7	2,203	159	2,369
Balance at end of current period	2,495	5,652	21,332	(785)	28,694

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	29	(57)	137	40	150	665	27,141
Cumulative effects of changes in accounting policies							
Restated balance	29	(57)	137	40	150	665	27,141
Changes of during period							
Dividends of surplus							(940)
Net income attributable to owners of parent							3,143
Purchase of treasury shares							(0)
Disposal of treasury shares							159
Change in ownership interest of parent due to transactions with non-controlling interests							7
Net changes in items other than shareholders' equity	43	(168)	49	195	119	22	142
Total changes during period	43	(168)	49	195	119	22	2,511
Balance at end of current period	73	(225)	186	235	270	687	29,652



Fiscal Year 2022 (Apr. 1, 2021 to Mar. 31, 2022)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,495	5,652	21,332	(785)	28,694
Cumulative effects of changes in accounting policies			(169)		(169)
Restated balance	2,495	5,652	21,162	(785)	28,524
Changes during period					
Dividends of surplus			(1,984)		(1,984)
Net income attributable to owners of parent			5,085		5,085
Purchase of treasury shares				(1,268)	(1,268)
Disposal of treasury shares				106	106
Change in ownership interest of parent due to transactions with non-controlling interests					—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	3,100	(1,162)	1,938
Balance at end of current period	2,495	5,652	24,262	(1,947)	30,463

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	73	(225)	186	235	270	687	29,652
Cumulative effects of changes in accounting policies							(169)
Restated balance	73	(225)	186	235	270	687	29,482
Changes during period							
Dividends of surplus							(1,984)
Net income attributable to owners of parent							5,085
Purchase of treasury shares							(1,268)
Disposal of treasury shares							106
Change in ownership interest of parent due to transactions with non-controlling interests							—
Net changes in items other than shareholders' equity	(19)	70	399	(231)	219	378	597
Total changes during period	(19)	70	399	(231)	219	378	2,535
Balance at end of current period	54	(155)	586	4	489	1,065	32,018

## (4) Consolidated Statements of Cash Flow

(Millions of yen)

	Fiscal Year 2021 (from Apr. 1, 2020 to Mar. 31, 2021)	Fiscal Year 2022 (from Apr. 1, 2021 to Mar. 31, 2022)
<b>Cash flows from operating activities</b>		
Net income before income taxes	4,589	7,910
Depreciation and amortization	578	672
Impairment losses	-	1,351
Amortization of goodwill	35	59
Increase (decrease) in provision for bonuses	451	111
Increase (decrease) in retirement benefit liability	123	(14)
Interest expenses	81	79
Foreign exchange losses (gains)	494	222
Loss (gain) on sales of investments in capital of subsidiaries and affiliates	-	(31)
Gain on receipt of donated non-current assets	-	(2,028)
Loss (gain) on change in equity	19	-
Provision for loss on abolishment of trust	-	112
Decrease (increase) in notes and accounts receivable - trade and contract assets	(6,796)	(7,786)
Decrease (increase) in inventories	(3,476)	(2,147)
Increase (decrease) in trade payables	1,182	4,157
Increase (decrease) in accounts payable - other	273	(8)
Increase (decrease) in advances received	2,512	3,459
Decrease (increase) in consumption taxes refund receivable	(844)	(492)
Decrease (increase) in accounts receivable - other	(65)	71
Decrease (increase) in advance payments to suppliers	6	(712)
Decrease (increase) in prepaid expenses	(1,427)	(3,553)
Other, net	(127)	(482)
Subtotal	(2,388)	950
Interest and dividends received	19	128
Interest paid	(82)	(80)
Income taxes paid	(1,012)	(1,889)
Net cash provided by (used in) operating activities	(3,463)	(891)
<b>Cash flows from investing activities</b>		
Net decrease (increase) in time deposits	(15)	183
Purchase of property, plant and equipment	(348)	(349)
Purchase of intangible assets	(79)	(31)
Proceeds from sales of investments in capital of subsidiaries and affiliates	-	43
Other, net	(26)	(1)
Net cash provided by (used in) investing activities	(469)	(155)

(Millions of yen)

	Fiscal Year 2021 (from Apr. 1, 2020 to Mar. 31, 2021)	Fiscal Year 2022 (from Apr. 1, 2021 to Mar. 31, 2022)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,135	5,225
Proceeds from long-term borrowings	7,000	2,700
Repayments of long-term borrowings	(3,229)	(4,312)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(16)	-
Purchase of treasury shares	(0)	(1,268)
Proceeds from disposal of treasury shares	167	235
Dividends paid	(903)	(1,894)
Dividends paid to non-controlling interests	(28)	(26)
Repayments of lease liabilities	(47)	(52)
Net cash provided by (used in) financing activities	5,079	606
Effect of exchange rate change on cash and cash equivalents	26	78
Net increase (decrease) in cash and cash equivalents	1,172	(362)
Cash and cash equivalents at beginning of period	4,218	5,391
Cash and cash equivalents at end of period	5,391	5,028

## (5) Segment Information

### 1. Overview of Reported Segments

#### (1) The method to categorize reported segments

The reported segments of the Company are those units for which separate financial statements can be obtained among the constituent units of the Company and which are regularly examined by the Board of Directors for decisions on the allocation of management resources and for assessing business performance.

#### (2) Products and services categorized for each reported segment

The Company operates its business activities under separated sales units for each group of products and services. The Company categorizes two reported segments, “Electric Components Business” and “Computer Networks Business”.

“Electronic Components Business” focuses on business activities, such as sales of Semiconductor Products, Boards, electronic components, and Software & services, as well as manufacturing and sales of private brand (PB) products. “Computer Networks Business” focuses on business activities, such as sales of Network-Related Products, Storage-Related Products, and Security-Related Products, as well as Maintenance & Monitoring Services.

### 2. Basis for Calculating Net sales, Income (loss), Assets, Liabilities, and Other Items by Reported Segment

The accounting methods used for reportable segments are the same as those used for preparing the Consolidated Financial Statements.

The Company has applied the “Accounting Standard for Revenue Recognition”, etc. effective from the Consolidated Financial Statements for the fiscal year ended March 31, 2022, and accordingly changed the methods relevant to measuring profits or losses of business segments in the same manner.

As a result, in comparison with the previous method, Net sales of “Electric Components Business” decreased by 4,660 million yen and Segment income of the segment decreased by 43 million yen. In addition, Net sales of “Computer Networks Business” decreased by 1,199 million yen and Segment income of the segment decreased by 149 million yen.

3. Information on Amounts of Net sales, Income (loss), Assets, Liabilities, and Other Items by Reported Segment, and breakdown of Revenue

Fiscal Year 2021 (Apr. 1, 2020 to Mar. 31, 2021)

(Millions of yen)

	Segments			Adjustments	Consolidated statements of income (Note)
	Electronic Components Business	Computer Networks Business	Total		
Net sales:					
Semiconductor & Boards Products, etc.	119,334	—	119,334	—	119,334
Storage & Network Products, etc.	—	14,559	14,559	—	14,559
Maintenance & Monitoring Services	—	9,373	9,373	—	9,373
Revenue from contracts with customers	119,334	23,933	143,268	—	143,268
Outside customers	119,334	23,933	143,268	—	143,268
Inter-segment	85	—	85	(85)	—
Total	119,420	23,933	143,353	(85)	143,268
Segment income	1,790	2,834	4,625	—	4,625
Segment assets	71,348	19,522	90,870	—	90,870
Other items					
Depreciation	366	202	569	—	569
Amortization of goodwill	35	—	35	—	35
Interest expenses	79	1	81	—	81
Increase in property, plant, and equipment, and intangible assets	269	116	385	—	385

(Note) Total amount of segment income coincides with the ordinary income in the consolidated statements of income.

Fiscal Year 2022 (Apr. 1, 2021 to Mar. 31, 2022)

(Millions of yen)

	Segments			Adjustments	Consolidated statements of income (Note)
	Electronic Components Business	Computer Networks Business	Total		
Net sales:					
Semiconductor & Boards Products, etc.	156,446	—	156,446	—	156,446
Storage & Network Products, etc.	—	14,157	14,157	—	14,157
Maintenance & Monitoring Services	—	9,303	9,303	—	9,303
Revenue from contracts with customers	156,446	23,460	179,907	—	179,907
Outside customers	156,446	23,460	179,907	—	179,907
Inter-segment	2	—	2	(2)	—
Total	156,449	23,460	179,909	(2)	179,907
Segment income	5,083	2,234	7,318	—	7,318
Segment assets	86,038	21,762	107,801	—	107,801
Other items					
Depreciation	481	174	656	—	656
Amortization of goodwill	59	—	59	—	59
Interest expenses	77	1	79	—	79
Increase in property, plant, and equipment, and intangible assets	2,589	143	2,732	—	2,732

(Note) Total amount of segment income coincides with the ordinary income in the consolidated statements of income.

#### 4. Impairment losses on the Non-current assets

The Company recorded 1,351 million yen in Impairment losses on the Intangible assets (Goodwill, Technical assets and Customer related assets) recognized when acquiring shares of FAST CORPORATION, belonging to “Electric Components Business”, in the Consolidated Financial Statements for the fiscal year ended March 31, 2022.

For details of the Impairment losses, please see “Announcement of the Recording of Extraordinary Losses and Revisions to the Consolidated Financial Forecasts for the Fiscal Year Ended March 31, 2022” disclosed April 15, 2022.