

# Summary of Consolidated Financial Results

## For The Third Quarter Ended December 31, 2022

### [Japanese GAAP]

January 30, 2023

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

#### 1. Consolidated Financial Highlights for the Third Quarter Ended December 31, 2022 (April 1, 2022 to December 31, 2022)

##### (1) Consolidated Operating Results (cumulative)

(% 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	%
The Third Quarter ended December 31, 2022	175,896	37.5	10,409	119.9	8,493	99.4	5,901	51.5
The Third Quarter ended December 31, 2021	127,892	29.0	4,733	90.0	4,260	63.1	3,895	118.0

(Note) Comprehensive income: The Third Quarter ended December 31, 2022 6,602 million yen [47.1%]  
 The Third Quarter ended December 31, 2021 4,488 million yen [158.3%]

	Basic net income per share	Diluted net income per share
	Yen	Yen
The Third Quarter ended December 31, 2022	595.08	—
The Third Quarter ended December 31, 2021	390.44	—

##### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2022	145,066	36,141	24.1
As of March 31, 2022	107,801	32,018	28.7

(Reference) Equity: As of December 31, 2022 35,021 million yen As of March 31, 2022 30,953 million yen

## 2. Dividends

	Annual dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2022	—	105.00	—	100.00	205.00
Fiscal year ending March 31, 2023	—	145.00	—		
Fiscal year ending March 31, 2023 (Forecast)				165.00	310.00

(Note) Revision of dividends forecast: None

### 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
Fiscal year ending March 31, 2023	230,000	27.8	11,000	50.3	7,600	49.5	765.93

(Note) Revision of financial forecasts: None

#### \*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 : None
  - 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):

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

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

December 31, 2022	511,066 shares
March 31, 2022	547,375 shares

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

The Third Quarter ended December 31, 2022	9,917,569 shares
The Third Quarter ended December 31, 2021	9,976,457 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 shares of treasury shares.

\*This quarterly 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)

	FY 2022 (As of Mar. 31, 2022)	FY 2023 (As of Dec. 31, 2022)
<b>Assets</b>		
Current assets		
Cash and deposits	5,134	6,398
Notes and accounts receivable - trade, and contract assets	47,217	59,124
Electronically recorded monetary claims – operating	3,231	6,299
Merchandise and finished goods	25,937	40,722
Raw materials	1,570	2,471
Prepaid expenses	11,732	15,662
Other	4,077	5,653
Allowance for doubtful accounts	(7)	(3)
<b>Total current assets</b>	<b>98,895</b>	<b>136,328</b>
Non-current assets		
Property, plant and equipment	3,662	3,512
Intangible assets	157	166
Investments and other assets		
Retirement benefit asset	297	346
Other	4,836	4,761
Allowance for doubtful accounts	(47)	(47)
<b>Total investments and other assets</b>	<b>5,086</b>	<b>5,060</b>
<b>Total non-current assets</b>	<b>8,906</b>	<b>8,738</b>
<b>Total assets</b>	<b>107,801</b>	<b>145,066</b>

(Millions of yen)

	FY 2022 (As of Mar. 31, 2022)	FY 2023 (As of Dec. 31, 2022)
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	15,434	17,080
Short-term borrowings	14,521	32,532
Current portion of long-term borrowings	4,840	1,016
Income taxes payable	2,105	1,498
Advances received	14,477	18,790
Provision for bonuses	1,786	1,038
Other	3,456	3,117
Total current liabilities	56,622	75,074
Non-current liabilities		
Long-term borrowings	9,963	24,712
Retirement benefit liability	8,166	7,744
Other	1,030	1,393
Total non-current liabilities	19,160	33,850
Total liabilities	75,783	108,925
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,495	2,495
Capital surplus	5,652	5,652
Retained earnings	24,262	27,605
Treasury shares	(1,947)	(1,851)
Total shareholders' equity	30,463	33,902
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	54	74
Deferred gains or losses on hedges	(155)	81
Foreign currency translation adjustment	586	993
Remeasurements of defined benefit plans	4	(30)
Total accumulated other comprehensive income	489	1,118
Non-controlling interests	1,065	1,120
Total net assets	32,018	36,141
Total liabilities and net assets	107,801	145,066

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

## Consolidated Statements of Income

	(Millions of yen)	
	FY 2022 (from Apr. 1, 2021 to Dec. 31, 2021)	FY 2023 (from Apr. 1, 2022 to Dec. 31, 2022)
Net sales	127,892	175,896
Cost of sales	110,212	151,116
Gross profit	17,680	24,780
Selling, general and administrative expenses		
Salaries and allowances	5,192	5,366
Provision for bonuses	805	976
Retirement benefit expenses	472	485
Other	6,476	7,542
Total selling, general and administrative expenses	12,946	14,371
Operating income	4,733	10,409
Non-operating income		
Dividend income of insurance	44	43
Share of profit of entities accounted for using equity method	54	97
Other	62	53
Total non-operating income	161	195
Non-operating expenses		
Foreign exchange losses	554	1,928
Other	80	182
Total non-operating expenses	634	2,110
Ordinary income	4,260	8,493
Extraordinary income		
Gain on sales of non-current assets	1	-
Gain on receipt of donated non-current assets	1,888	-
Gain on sales of investments in capital of subsidiaries and affiliates	31	-
Total extraordinary income	1,921	-
Extraordinary losses		
Loss on sales of non-current assets	0	-
Loss on retirement of non-current assets	5	2
Provision of allowance for doubtful accounts of golf club membership	0	-
Loss on redemption of golf club membership	0	-
Provision for loss on abolishment of trust	112	-
Total extraordinary losses	117	2
Net income before income taxes	6,064	8,491
Income taxes	1,824	2,516
Net income	4,240	5,974
Net income attributable to non-controlling interests	344	72
Net income attributable to owners of parent	3,895	5,901

Consolidated Statements of Comprehensive Income

(Millions of yen)

	FY 2022 (from Apr. 1, 2021 to Dec. 31, 2021)	FY 2023 (from Apr. 1, 2022 to Dec. 31, 2022)
Net income	4,240	5,974
Other comprehensive income		
Valuation difference on available-for-sale securities	(31)	19
Deferred gains or losses on hedges	168	237
Foreign currency translation adjustment	143	373
Remeasurements of defined benefit plans, net of tax	(48)	(34)
Share of other comprehensive income of entities accounted for using equity method	14	33
Total other comprehensive income	248	628
Comprehensive income	4,488	6,602
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,143	6,530
Comprehensive income attributable to non-controlling interests	344	72

## (3) Consolidated Statements of Cash Flow

(Millions of yen)

	FY 2022 (from Apr. 1, 2021 to Dec. 31, 2021)	FY 2023 (from Apr. 1, 2022 to Dec. 31, 2022)
<b>Cash flows from operating activities</b>		
Net income before income taxes	6,064	8,491
Depreciation and amortization	489	423
Increase (decrease) in provision for bonuses	(817)	(754)
Increase (decrease) in retirement benefit liability	(112)	(477)
Interest expenses	57	105
Foreign exchange losses (gains)	(188)	(1,522)
Gain on receipt of donated non-current assets	(1,888)	-
Provision for loss on abolishment of trust	112	-
Decrease (increase) in notes and accounts receivable-trade and contract assets	(3,577)	(14,164)
Decrease (increase) in inventories	(3,371)	(15,740)
Increase (decrease) in trade payables	2,398	1,566
Increase (decrease) in accounts payable - other	(8)	304
Increase (decrease) in advances received	3,307	4,302
Decrease (increase) in consumption taxes refund receivable	(152)	(736)
Decrease (increase) in accounts receivable – other	224	162
Decrease (increase) in prepaid expenses	(2,114)	(3,929)
Decrease (increase) in advance payments to suppliers	(21)	109
Other, net	10	(29)
Subtotal	409	(21,890)
Interest and dividends received	100	89
Interest paid	(57)	(102)
Income taxes paid	(1,785)	(3,069)
Net cash provided by (used in) operating activities	(1,333)	(24,973)
<b>Cash flows from investing activities</b>		
Net decrease (increase) in time deposits	188	13
Purchase of property, plant and equipment	(284)	(138)
Purchase of intangible assets	(28)	(34)
Proceeds from cancellation of insurance funds	-	47
Other, net	34	14
Net cash provided by (used in) investing activities	(90)	(97)

(Millions of yen)

	FY 2022 (from Apr. 1, 2021 to Dec. 31, 2021)	FY 2023 (from Apr. 1, 2022 to Dec. 31, 2022)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	6,096	17,660
Proceeds from long-term borrowings	2,700	15,000
Repayments of long-term borrowings	(3,230)	(4,074)
Purchase of treasury shares	(1,268)	(0)
Proceeds from disposal of treasury shares	166	209
Dividends paid	(1,894)	(2,428)
Dividends paid to non-controlling interests	(26)	(17)
Repayments of lease liabilities	(41)	(48)
Net cash provided by (used in) financing activities	2,501	26,299
Effect of exchange rate change on cash and cash equivalents	48	48
Net increase (decrease) in cash and cash equivalents	1,126	1,277
Cash and cash equivalents at beginning of period	5,391	5,028
Cash and cash equivalents at end of period	6,517	6,306

(4) Segment Information

I. For the Period ended December 31, 2021 (From Apr. 1, 2021 to Dec. 31, 2021)

1. Information on the amount of net sales and income (loss) by segments, and breakdown of revenue

(Millions of yen)

	Segments			Adjustments	Consolidated statements of income (Note)
	Electronic Components Business	Computer Networks Business	Total		
Net sales:					
Semiconductor & Boards Products, etc.	112,412	–	112,412	–	112,412
Storage & Network Products, etc.	–	8,818	8,818	–	8,818
Maintenance & Monitoring Services	–	6,661	6,661	–	6,661
Revenue from contracts with customers	112,412	15,479	127,892	–	127,892
Outside customers	112,412	15,479	127,892	–	127,892
Inter-segment	–	–	–	–	–
Total	112,412	15,479	127,892	–	127,892
Segment income	3,021	1,239	4,260	–	4,260

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

II. For the Period ended December 31, 2022 (From Apr. 1, 2022 to Dec. 31, 2022)

1. Information on the amount of net sales and income (loss) by segments, and breakdown of revenue

(Millions of yen)

	Segments			Adjustments	Consolidated statements of income (Note)
	Electronic Components Business	Computer Networks Business	Total		
Net sales:					
Semiconductor & Boards Products, etc.	156,034	–	156,034	–	156,034
Storage & Network Products, etc.	–	12,232	12,232	–	12,232
Maintenance & Monitoring Services	–	7,629	7,629	–	7,629
Revenue from contracts with customers	156,034	19,862	175,896	–	175,896
Outside customers	156,034	19,862	175,896	–	175,896
Inter-segment	2	–	2	(2)	–
Total	156,036	19,862	175,899	(2)	175,896
Segment income	7,458	1,035	8,493	–	8,493

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