

# Summary of Consolidated Financial Results

## For The Second Quarter Ended September 30, 2023

### [Japanese GAAP]

October 31, 2023

Company name: TOKYO ELECTRON DEVICE LIMITED  
 Stock exchange listing: Tokyo Stock Exchange Prime Market (Code 2760)  
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(Amounts are rounded down to the nearest million yen.)

#### 1. Consolidated Financial Highlights for the Second Quarter Ended September 30, 2023 (April 1, 2023 to September 30, 2023)

##### (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 Second Quarter ended September 30, 2023	119,698	7.1	7,153	8.8	6,253	20.1	4,551	27.0
The Second Quarter ended September 30, 2022	111,769	35.0	6,573	138.4	5,208	109.9	3,584	35.5

(Note) Comprehensive income: The Second Quarter ended September 30, 2023 5,555 million yen [21.1%]  
 The Second Quarter ended September 30, 2022 4,585 million yen [45.1%]

	Basic net income per share	Diluted net income per share
	Yen	Yen
The Second Quarter ended September 30, 2023	152.17	—
The Second Quarter ended September 30, 2022	120.56	—

(Note) The Company conducted a share split at a ratio of three shares for every one share of the Company's common stock as of October 1, 2023. Basic net income per share is calculated based on the assumption that the share split was conducted at the beginning of the previous fiscal year.

##### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	146,342	42,392	28.2
As of March 31, 2023	143,452	38,997	26.4

(Reference) Equity: As of September 30, 2023 41,289 million yen As of March 31, 2023 37,848 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, 2023	—	145.00	—	210.00	355.00
Fiscal year ending March 31, 2024	—	183.00			
Fiscal year ending March 31, 2024 (Forecast)			—	70.00	—

(Note) Revision of dividends forecast: None

(Note) The Company conducted a share split at a ratio of three shares for every one share of the Company's common stock as of October 1, 2023. The year-end dividend per share for the fiscal year ending March 31, 2024 (forecast) is based on the number of shares after the share split, and the annual dividend is stated as "—". If the share split is not taken into consideration, the year-end dividend per share for the fiscal year ending March 31, 2024 (forecast) would be 210 yen, and the annual dividend would be 393 yen.

## 3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(% 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	%	
Fiscal year ending March 31, 2024	250,000	4.0	13,500	8.2	9,770	11.3	326.12

(Note) Revision of financial forecasts: Yes

(Note) The Company conducted a share split at a ratio of three shares for every one share of the Company's common stock as of October 1, 2023. Basic net income per share for fiscal year ending March 31, 2024 (forecast) is taking into consideration the impact of the share split. Not taking into consideration the share split, net income per share for fiscal year ending March 31, 2024 (forecast) would be 978.36 yen.

### \*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 share):

September 30, 2023	31,336,500 shares
March 31, 2023	31,336,500 shares
  - 2) Number of treasury shares at the end of the period:

September 30, 2023	1,378,080 shares
March 31, 2023	1,490,898 shares

3) Average number of shares outstanding during the period:

The Second Quarter ended September 30, 2023	29,908,998 shares
The Second Quarter ended September 30, 2022	29,735,658 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.

(Note) The Company conducted a share split at a ratio of three shares for every one share of the Company's common stock as of October 1, 2023. Number of shares outstanding at the end of the period, number of treasury shares at the end of the period, and the average number of shares outstanding during the period are calculated based on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

\*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 2023 (As of Mar. 31, 2023)	FY 2024 (As of Sep. 30, 2023)
<b>Assets</b>		
Current assets		
Cash and deposits	6,538	6,502
Notes and accounts receivable - trade, and contract assets	57,737	52,870
Electronically recorded monetary claims - operating	4,801	5,176
Merchandise and finished goods	40,402	48,006
Raw materials	2,680	3,190
Prepaid expenses	17,332	17,254
Other	4,821	3,597
Allowance for doubtful accounts	(4)	(81)
<b>Total current assets</b>	<b>134,309</b>	<b>136,517</b>
Non-current assets		
Property, plant and equipment	3,481	3,360
Intangible assets	226	628
Investments and other assets		
Retirement benefit asset	352	374
Other	5,126	5,784
Allowance for doubtful accounts	(43)	(324)
<b>Total investments and other assets</b>	<b>5,435</b>	<b>5,834</b>
<b>Total non-current assets</b>	<b>9,143</b>	<b>9,824</b>
<b>Total assets</b>	<b>143,452</b>	<b>146,342</b>

(Millions of yen)

	FY 2023 (As of Mar. 31, 2023)	FY 2024 (As of Sep. 30, 2023)
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	20,214	17,594
Short-term borrowings	20,949	21,117
Current portion of long-term borrowings	3	5,000
Income taxes payable	2,827	1,793
Advances received	21,082	23,421
Provision for bonuses	2,706	2,269
Other	2,811	3,711
Total current liabilities	70,595	74,906
Non-current liabilities		
Long-term borrowings	24,700	19,700
Retirement benefit liability	7,626	7,540
Other	1,533	1,802
Total non-current liabilities	33,859	29,043
Total liabilities	104,455	103,949
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,495	2,495
Capital surplus	5,652	5,684
Retained earnings	30,482	32,839
Treasury shares	(1,813)	(1,716)
Total shareholders' equity	36,816	39,302
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	82	89
Deferred gains or losses on hedges	(136)	111
Foreign currency translation adjustment	973	1,683
Remeasurements of defined benefit plans	111	101
Total accumulated other comprehensive income	1,031	1,986
Non-controlling interests	1,148	1,103
Total net assets	38,997	42,392
Total liabilities and net assets	143,452	146,342

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

(Millions of yen)

	FY 2023 (from Apr. 1, 2022 to Sep. 30, 2022)	FY 2024 (from Apr. 1, 2023 to Sep. 30, 2023)
Net sales	111,769	119,698
Cost of sales	95,706	101,686
Gross profit	16,062	18,011
Selling, general and administrative expenses		
Salaries and allowances	3,574	3,708
Provision for bonuses	1,724	2,141
Retirement benefit expenses	324	357
Provision for share based compensation expenses for employees	64	130
Provision of allowance for doubtful accounts	(3)	358
Other	3,805	4,163
Total selling, general and administrative expenses	9,489	10,858
Operating income	6,573	7,153
Non-operating income		
Dividend income of insurance	43	42
Share of profit of entities accounted for using equity method	62	93
Other	54	48
Total non-operating income	160	185
Non-operating expenses		
Foreign exchange losses	1,431	923
Other	92	161
Total non-operating expenses	1,524	1,085
Ordinary income	5,208	6,253
Extraordinary income		
Gain on sale of investment securities	-	4
Total extraordinary income	-	4
Extraordinary losses		
Loss on retirement of non-current assets	2	1
Total extraordinary losses	2	1
Net income before income taxes	5,206	6,256
Income taxes	1,557	1,655
Net income	3,648	4,601
Net income attributable to non-controlling interests	63	50
Net income attributable to owners of parent	3,584	4,551

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	FY 2023 (from Apr. 1, 2022 to Sep. 30, 2022)	FY 2024 (from Apr. 1, 2023 to Sep. 30, 2023)
Net income	3,648	4,601
Other comprehensive income		
Valuation difference on available-for-sale securities	(18)	7
Deferred gains or losses on hedges	123	247
Foreign currency translation adjustment	821	676
Remeasurements of defined benefit plans, net of tax	(23)	(10)
Share of other comprehensive income of entities accounted for using equity method	33	32
Total other comprehensive income	937	954
Comprehensive income	4,585	5,555
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,522	5,505
Comprehensive income attributable to non-controlling interests	63	50

## (3) Consolidated Statements of Cash Flow

(Millions of yen)

	FY 2023 (from Apr. 1, 2022 to Sep. 30, 2022)	FY 2024 (from Apr. 1, 2023 to Sep. 30, 2023)
<b>Cash flows from operating activities</b>		
Net income before income taxes	5,206	6,256
Depreciation and amortization	289	275
Increase (decrease) in allowance for doubtful accounts	(3)	357
Increase (decrease) in provision for bonuses	83	(447)
Increase (decrease) in retirement benefit liability	(152)	(97)
Increase (decrease) in provision for share based compensation expenses for employees	65	136
Increase (decrease) in provision for share based compensation expenses for directors	66	101
Interest expenses	60	122
Foreign exchange losses (gains)	531	999
Decrease (increase) in notes and accounts receivable - trade and contract assets	(7,564)	5,494
Decrease (increase) in inventories	(10,405)	(7,728)
Increase (decrease) in trade payables	2,065	(2,723)
Increase (decrease) in accounts payable - other	(28)	155
Increase (decrease) in advances received	3,725	2,327
Decrease (increase) in consumption taxes refund receivable	316	1,275
Decrease (increase) in accounts receivable - other	128	75
Decrease (increase) in prepaid expenses	(2,753)	80
Decrease (increase) in advance payments to suppliers	(97)	125
Other, net	(1,065)	(1,194)
Subtotal	(9,530)	5,591
Interest and dividends received	57	56
Interest paid	(61)	(122)
Income taxes paid	(1,998)	(2,628)
Net cash provided by (used in) operating activities	(11,532)	2,895
<b>Cash flows from investing activities</b>		
Net decrease (increase) in time deposits	17	(7)
Purchase of property, plant and equipment	(80)	(143)
Purchase of intangible assets	(15)	(444)
Proceeds from sale of investment securities	-	4
Payments of leasehold and guarantee deposits	-	(428)
Proceeds from cancellation of insurance funds	47	-
Other, net	(0)	1
Net cash provided by (used in) investing activities	(32)	(1,018)



(Millions of yen)

	FY 2023 (from Apr. 1, 2022 to Sep. 30, 2022)	FY 2024 (from Apr. 1, 2023 to Sep. 30, 2023)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	12,367	(119)
Repayments of long-term borrowings	(169)	(3)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	-	(27)
Purchase of treasury shares	(0)	(0)
Proceeds from disposal of treasury shares	133	229
Dividends paid	(989)	(2,089)
Dividends paid to non-controlling interests	(17)	(35)
Repayments of lease liabilities	(31)	(37)
Net cash provided by (used in) financing activities	11,290	(2,083)
Effect of exchange rate change on cash and cash equivalents	133	163
Net increase (decrease) in cash and cash equivalents	(140)	(42)
Cash and cash equivalents at beginning of period	5,028	6,442
Cash and cash equivalents at end of period	4,887	6,400

#### (4) Segment Information

I. For the Period ended September 30, 2022 (From Apr. 1, 2022 to Sep. 30, 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.	99,098	–	99,098	–	99,098
Storage & Network Products, etc.	–	7,608	7,608	–	7,608
Maintenance & Monitoring Services	–	5,062	5,062	–	5,062
Revenue from contracts with customers	99,098	12,670	111,769	–	111,769
Outside customers	99,098	12,670	111,769	–	111,769
Inter-segment	2	–	2	(2)	–
Total	99,101	12,670	111,771	(2)	111,769
Segment income	4,305	903	5,208	–	5,208

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

II. For the Period ended September 30, 2023 (From Apr. 1, 2023 to Sep. 30, 2023)

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.	105,344	–	105,344	–	105,344
Storage & Network Products, etc.	–	8,561	8,561	–	8,561
Maintenance & Monitoring Services	–	5,792	5,792	–	5,792
Revenue from contracts with customers	105,344	14,353	119,698	–	119,698
Outside customers	105,344	14,353	119,698	–	119,698
Inter-segment	–	–	–	–	–
Total	105,344	14,353	119,698	–	119,698
Segment income	4,990	1,263	6,253	–	6,253

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