

Consolidated Financial Statements for the 12-month period ended March 31st, 2024 (FY2024/3), Japan GAAP

May 10th, 2024

Company Name



Tokyo Seimitsu Co., Ltd.

Stock Listing: Tokyo

ACCRETECH

Code number: 7729

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Date of Shareholders Meeting (planned): June 21st, 2024

Dividend Payment Date (planned): June 24th, 2024

Date of Annual Financial Statement Filing (planned): June 24th, 2024

Supplementary Document for Financial Results: Yes

Holding of Financial Results Meeting: Yes (for Security Analysts, Investors)

(Millions of yen, rounded down)

1. Consolidated Results for Period of FY2024/3 (April 1st, 2023 – March 31st, 2024)

(1) Consolidated sales and earnings

(Percentage figures represent changes from the previous year)

	Net Sales (Millions of Yen)		Operating Profit (Millions of Yen)		Recurring Profit (Millions of Yen)		Net Profit Attributable to Owners of the Parent (Millions of Yen)	
FY2024/3	134,680	- 8.3%	25,307	- 26.6%	26,453	- 25.1%	19,378	- 18.0%
FY2023/3	146,801	12.3%	34,494	21.8%	35,297	21.0%	23,630	10.8%

Note: Comprehensive Income in FY2024/3 21,152 million yen (- 14.7%), in FY2023/3 24,745 million yen (10.4%)

	Earnings per Share (Yen)	Earnings per Share (diluted) (Yen)	Return on Equity	Recurring Profit on Total Assets	Operating Profit Ratio
FY2024/3	480.49	475.42	12.9%	12.2%	18.8%
FY2023/3	581.33	575.62	17.3%	17.7%	23.5%

Note: Equity in earnings of affiliated companies in FY2024/3: - million yen, in FY2023/3: - million yen

(2) Consolidated financial position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Equity Ratio	Net Assets per Share (yen)
FY2024/3	225,524	158,427	69.4%	3,875.32
FY2023/3	209,032	146,028	69.0%	3,573.81

Note: Equity in FY2024/3 156,560 million yen, FY2023/3 144,288 million yen

(3) Consolidated Statements of Cash Flows

	Cash flows from operating activities (Millions of Yen)	Cash flows from investing activities: (Millions of Yen)	Cash flows from financing activities: (Millions of Yen)	Cash and cash equivalents at end of Fiscal Year (Millions of Yen)
FY2024/3	4,892	- 10,563	1,616	36,736
FY2023/3	1,000	- 8,421	- 2,174	40,036

2. Dividends

	Dividend per share					Total Dividend (for Year)	Dividend Pay Out Ratio (consolidated)	Dividend on Net Assets (consolidated)
	Q1 End	Q2 End	Q3 End	Q4 End	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
FY2023/3	-	109.00	-	126.00	235.00	9,521	40.3	7.0
FY2024/3	-	89.00	-	103.00	192.00	7,752	40.0	4.9
FY2025/3 (Projected)	-	95.00	-	-	-	-	-	-

The Q4 End dividend projection for FY2025/3 is currently undetermined. It will be disclosed at the time of guiding full-year consolidated business forecast.

3. Forecast for FY2025/3 (April 1st, 2024 - March 31st, 2025)

(% figures represent changes from the previous year)

	Net Sales (Millions of Yen)		Operating Profit (Millions of Yen)		Recurring Profit (Millions of Yen)		Net Profit attributable to Owners of the Parent (Millions of Yen)		Net Profit per Share (yen)
Interim	71,500	12.5%	14,000	22.9%	13,800	14.3%	9,500	11.1%	235.15
Full Year	-	-	-	-	-	-	-	-	-

The Full-year forecast is currently undetermined. Full-year forecasts will be disclosed as soon as they become available.

*** Notes**

(1) Significant changes in subsidiaries during the term under review (ones that changes scope of consolidation): No

(2) Changes in accounting principles, estimates and restatements

- 1) Changes due to revision of accounting standards, etc.: No
- 2) Changes other than 1): No
- 3) Changes in accounting estimates: No
- 4) Restatement: No

(3) Number of shares outstanding (common shares)

1) Number of shares outstanding at the end of period (including treasury stock):	FY2024/3	42,104,381 shares	FY2023/3	41,903,281 shares
2) Number of treasury stock at the end of period:	FY2024/3	1,705,058 shares	FY2023/3	1,529,552 shares
3) Average Number of shares outstanding during the period:	FY2024/3	40,331,290 shares	FY2023/3	40,649,475 shares

Reference: Summary of Parent Company's results

Parent Company's Results for the Period of FY2024/3 (April 1st, 2023 - March 31st, 2024)

(1) Parent's Company's sales and earnings (percentage figures represent changes from previous year)

	Net Sales (Millions of Yen)		Operating Profit (Millions of Yen)		Recurring Profit (Millions of Yen)		Net Profit (Millions of Yen)	
FY2024/3	110,716	- 9.5%	17,342	- 34.3%	21,411	- 33.9%	16,830	- 26.3%
FY2023/3	122,274	13.4%	26,395	27.9%	32,408	8.7%	22,835	-5.2%

	Earnings per Share (Yen)	Net Profit per Share (diluted) (Yen)
FY2024/3	417.31	412.90
FY2023/3	561.77	556.25

(2) Parent's Company's financial position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Equity Ratio (%)	Net Assets per Share (yen)
FY2024/3	190,591	128,019	66.6%	3,142.05
FY2023/3	175,187	119,462	67.6%	2,932.37

Notes : Equity in FY2024/3:126,936 million yen, in FY2023/3:118,930 million yen

*** This consolidated financial statements report is not subject to audit procedures.**

*** Cautionary Statements with respect to Forward-looking Statements**

All forecasts and other forward-looking statements in this document are based on information currently available to the Company and assumptions that the Company considers reasonable. Various uncertainties could cause actual results to significantly differ from these forecasts. Please refer to supplementary statement.

*** Cautionary Statements with respect to the translation of the document**

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Contents of supplementary statement

1. Overview of Business Performance and Financial Position.....	2
(1) Overview of Business Performance.....	2
(2) Analysis of Financial Position.....	3
(3) Analysis of Cash flows	3
(4) Forecasts for Next Fiscal Year.....	4
(5) Policy for Profit Distribution and Dividends for Current and Next Fiscal Year.....	5
2. Selection of Accounting Standards.....	6
3. Consolidated Financial Statements and Notes	7
(1) Consolidated Balance Sheet.....	7
(2) Consolidated Statements of Income, and Comprehensive Income.....	9
(Consolidated Statements of Income).....	9
(Consolidated Statements of Comprehensive Income).....	10
(3) Consolidated Statements of Changes in Net Assets	11
(4) Consolidated Statements of Cash Flows.....	13
(5) Notes to Consolidated Financial Statements.....	14
(Note on Assumptions for Going Concern)	14
(Segment Information).....	14
(Per Share Information).....	16
(Significant subsequent events)	16
4. Additional Information	17
(1) Production, Orders and Sales.....	17
(2) Director Changes	18

1. Overview of Business Performance and Financial Position

(1) Overview of Business Performance

[General]

During the consolidated fiscal year ended March 2024 (FY2024/3) the global economy remained generally uncertain, as the U.S. economy remained firm owing to strong consumer spending and increased corporate capital investment supported by government incentives, while economic recovery remained moderate in Japan; stagnancy remained due to high prices and interest rates and in Europe; and sluggish consumption and ongoing real estate recession continued in China. Overall, the situation remained uncertain.

Under these circumstances, the environment surrounding the Company's business was as follows. In the Semiconductor Production Equipment (SPE) segment, although demand from China, which is expanding the production of various semiconductors, was firm, the slump in demand related to consumer electronics was more prolonged than the Company had anticipated. In the Metrology Equipment segment, although the demand for product replacements and projects based on subsidy policies provided support, the trend of postponing investment decisions continued throughout the period, mainly because of macroeconomic uncertainty in the manufacturing industry in general.

As a result, the consolidated fiscal year for FY2024/3 resulted in the first decline in both Sales and Profits in four fiscal years, despite the continued high level of results backed by a high outstanding backlog.

Consolidated Orders were ¥120,885 million (down 11.3% YoY), Sales were ¥134,680 million (down 8.3% YoY), Operating profit was ¥25,307 million (down 26.6% YoY), Recurring profit was ¥26,453 million (down 25.1% YoY). Other than ordinary transactions, the Company accounted Extraordinarily gains such as Reversal of Provision for loss on litigation of ¥794 million, and as a result, Net Profit Attributable to Owners of the Parent came to ¥19,378 million (down 18.0% YoY).

[Performance by Business Segments]

A. Semiconductor Production Equipment (SPE) segment

In the SPE segment, the demand for logic semiconductors and electronic components was low because of the sluggish demand for consumer electronics products such as smartphones, PCs, and TVs throughout the period; the demand for equipment to increase wafer production, which was strong in FY2023/3, also declined. Although the demand for generative AI-related products is underpinned, orders declined YoY.

In terms of sales, the Company has shipped products in line with customer delivery requirements, and although sales fell YoY, they remained at a high level. By region, sales of Testing equipment were high in China and South Korea, and Assembly equipment in Japan and Taiwan.

In this environment, on the R&D front, the Company continued to develop products that meet the advanced needs of our customers and elemental technologies for the future. On the production front, the *Hanno* Plant began operations, expanding our production capacity.

As a result, Orders for SPE segment in the same period were ¥86,082 million (down 13.4% YoY), Net Sales were ¥100,055 million (down 11.0% YoY), and Operating Profit was ¥19,899 million (down 33.4% YoY).

[Metrology Equipment Segment]

In the Metrology Equipment segment, the trend of postponing capital investment continued throughout the period in the manufacturing industry in general against the backdrop of macroeconomic uncertainty, including China's economic slowdown. However, the Company strengthened sales of Charge/discharge testing systems for EVs and other rechargeable batteries, Measuring instruments for EV motors and other key components, and various contact and non-contact measuring instruments for non-automotive applications such as aircraft and robots, in addition to price revisions for some products. As a result, orders slightly decreased from the previous fiscal year but sales were almost at the same level YoY.

Under these circumstances, the Company strived to develop new Charge/discharge testing systems, expand its production capacity, strengthen in-house testing services and post-sales services, as well as to capture the automation demand centered on Measuring instruments.

As a result, Orders for Metrology Equipment segment in the same period were ¥34,802 million (down 5.8% YoY), Net Sales were ¥34,624 million (up 0.5% YoY), and Operating Profit was ¥5,408 million (up 16.9% YoY).

(2) Analysis of Financial Position

Total Assets as of March 31st, 2024, amounted to ¥225,524 million, an increase of ¥16,492 million from the end of FY2023/3. The major factors underlying this change include an increase in Inventories including Finished goods, Raw materials and supplies, and Work in progress of ¥13,742 million; an increase in Tangible fixed assets of ¥7,043 million; a decrease in Cash and cash equivalents of ¥3,297 million; and a decrease in accounts receivable, such as Notes and accounts, Contract assets, and Electronically recorded monetary claims of ¥602 million.

Total Liabilities increased by ¥4,092 million to ¥67,097 million. This was primarily because of an increase in Loans payable of ¥11,000 million; a decrease in accounts payable, such as Notes and accounts payable and electronically recorded obligations-operating of ¥4,513 million; a decrease in Income taxes payable of ¥3,723 million; and an increase in Contract liabilities of ¥1,277 million.

Net Assets increased by ¥12,399 million and totaled ¥158,427 million; the Equity Ratio reached 69.4%.

(3) Analysis of Cash flows

Cash and cash equivalents as of March 31st, 2024 amounted to ¥36,736 million, a decrease of ¥3,299 million from the end of FY2023/3. The status of cash flows and the factors behind them are as follows:

The net cash provided by operating activities was ¥4,892 million, mainly from Net profit before income taxes and minority interests of ¥27,255 million; an increase in Inventories of ¥13,433 million; Payment of income taxes of ¥10,922 million; decrease in trade notes and accounts payable of ¥5,529 million; a decrease in Notes and accounts receivable of ¥1,625 million; and Depreciation of ¥4,673 million.

The net cash used in investing activities was ¥10,563 million, primarily because of Payment for purchase of tangible fixed assets of ¥9,845 million; and Payment for purchase of intangible fixed assets of ¥1,007 million.

The net cash provided by financing activities was ¥1,616 million. The major element of this was Payment of dividends of ¥8,678 million: Proceeds from loans payable of ¥15,000 million, and repayment of loans payable of ¥4,000 million.

Trends in financial indices are shown below.

	FY2022/3	FY2023/3	FY2024/3
Equity ratio (%)	68.1	69.0	69.4
Equity ratio, based on market value (%)	106.9	102.1	225.0
Interest-bearing debt/cash flow ratio	0.2	14.2	5.1
Interest coverage ratio (times)	666.1	230.5	192.7

Equity ratio: Equity/total assets

Equity ratio based on market value: Total market value of equity/total assets

Interest-bearing debt/cash flow ratio: Interest-bearing debt/Operating cash flows

Interest coverage ratio: Operating cash flows/interest payments

Notes:

1. All indices are calculated on consolidated financial statements.
2. The total market value of equity is calculated by multiplying market price at the end of FY by the number of shares outstanding at the end of FY.
3. “Operating cash flows” refers to cash flows from operating activities as shown in the consolidated cash flow statements.
4. Interest-bearing debts refer to all debts in the Consolidated Balance Sheet on which we pay interest. “Interest payments” denotes interest payments as reflected in the consolidated cash flow statements.

(4) Forecasts for Next Fiscal Year

[Overall and Business Segment-based Forecasts]

In the fiscal year ending March 31st, 2025 (FY2025/3), the final year of our three-year mid-term business plan, the Company expects demand for semiconductor production facilities in China and generative AI-related demand to remain strong. In addition, the recovery in demand for consumer electronics products is expected to be accompanied by a resumption and rapid expansion of capital investment. The recovery in demand for consumer electronics products is expected to positively impact the outlook of the manufacturing industry in general and the willingness of manufacturers to make capital investments. However, the timing of the recovery in demand for consumer electronics products, while expected in the not-too-distant future, is not yet clearly foreseeable. Therefore, at this time, the Company concluded to announce only the accumulated 2nd quarter (1st half) consolidated earnings forecast.

The consolidated earnings forecast for the 1st half (interim) of the next fiscal year ending March 31st, 2025 is as follows.

	Interim
Sales	¥ 71,500 million (up 12.5% YoY)
SPE	¥ 53,000 million (up 12.9% YoY)
Metrology	¥ 18,500 million (up 11.6% YoY)
Operating Profit	¥ 14,000 million (up 22.9% YoY)
Recurring Profit	¥ 13,800 million (up 14.3% YoY)
Net Profit attributable to owners of the parent	¥ 9,500 million (up 11.1% YoY)

The followings are overall and business segment-based forecasts.

A. Semiconductor Production Equipment (SPE) segment

In terms of orders, the SPE segment is expected to maintain and expand demand for equipment for HBM (High-bandwidth memory) and semiconductor packages related to generative AI. The Company is waiting for a recovery in demand for consumer electronics products, which is necessary for full-fledged market recovery, an increase in the utilization rate of semiconductor and electronic component production facilities, and progress in semiconductor wafer and device inventory adjustments, all of which are expected to occur during this period.

Simultaneously, demand for the Company's products is expected to grow over the medium to long term as investments in technological innovation related to advanced packaging and 3D stacking, which are associated with the limits of semiconductor device miniaturization, and investments associated with subsidy policies of various countries are expected to go into full swing. In addition to developing products and optional functions to meet customer needs, the Company will strive to expand its business by procuring product parts and raw materials in advance and preparing production lines in preparation for a rapid recovery in the market.

B. Metrology Equipment segment

Although trends in machine tool orders, a leading indicator of the business environment in the Metrology Equipment segment, are generally expected to remain at the same level as in the previous fiscal year, a gradual recovery in market conditions is anticipated in fields such as NEVs and semiconductors, which are the Company's focus areas. In addition, for Charge/discharge testing systems for rechargeable batteries, we anticipate an increase in the domestic demand for new battery development. Furthermore, the demand for Measuring equipment in various manufacturing industries related to government subsidy policies to stimulate domestic demand is expected to increase. In addition to efforts to capture such demand, the Company will also work to strengthen its ability to propose solutions to meet automation-related needs in preparation for mid- to long-term labor shortages.

(5) Policy for Profit Distribution and Dividends for Current and Next Fiscal Year

Tokyo Seimitsu's management is committed to enhancing its corporate value and constantly distributing profits to shareholders through a business model that provides World's No. 1 products based on state-of-the-art technologies in the SPE market and Metrology Equipment market. The Company determines the distribution of its profits in line with its policy of profit distribution to shareholders, as outlined below.

For FY2024/3, the Company plans to issue an additional ¥14 per share on top of the forecasted ¥89 per share (total ¥103 per share) year-end dividend previously announced on February 5th, 2024, in line with the policy relating to dividend payment, targeting a consolidated dividend payout ratio of 40%.

Consequently, including the interim dividend (¥89 per share) already paid on December 11th, 2023, dividend payments in FY2024/3 will be totaled to ¥192 per share.

Looking ahead to FY2025/3, the Company anticipates paying ¥95 per share interim dividend based on the consolidated interim forecast. The year-end dividend projection will be disclosed at the time of guiding full-year consolidated business forecast.

< Policy for Profit Distribution to the Shareholders >

The Company considers an important management issue to be to increase corporate value by providing the world's No. 1 products that make full use of state-of-the-art technology and to continuously return profits to our shareholders.

The Company considers maintaining a core policy regarding the distribution of profits linked to the business performance of the Company and aims to pay stable dividends targeting a consolidated dividend payout ratio of 40%. Also, considering the aim to provide stable and continuous dividend payments, the Company deems to maintain an annual dividend of ¥20 per share regardless of consolidated profits of the Company. However, it is at the discretion of the Board to review this policy if the Company experiences losses in two consecutive years.

The Company's normal operating procedure is to pay a dividend twice a year.

Retained earnings will be effectively used for research and development of advanced technologies, capital investment, overseas expansion, upgrading of information systems, development of new business fields, M&A investment, etc., while giving due consideration to maintaining and strengthening the soundness of our financial position.

The Company regards repurchase of own shares as a flexible profit return policy that complements the payment of dividends from retained earnings, while comprehensively taking into cash flow, retained earnings, and other factors.

2. Selection of Accounting Standards

Considering the ease of comparing business results over several periods and/or against other enterprises, Tokyo Seimitsu plans to continue adopting Japan GAAP to present its Consolidated Financial Statements.

The Company will actively review the adoption of International Financial Reporting Standards (IFRS) in light of the changes that may emerge from convergence with Japan GAAP, and ongoing revisions to the IFRS.

3. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheet

(Millions of Yen)

	FY2023/3 (March 31 st , 2023)	FY2024/3 (March 31 st , 2024)
ASSETS		
Current Assets		
Cash and cash equivalents	40,080	36,782
Notes, accounts receivable and contract assets	36,401	35,497
Electronically recorded monetary claims	7,002	7,303
Merchandise and finished goods	2,462	2,254
Work in progress	32,862	38,682
Raw materials and supplies	18,156	26,288
Others	7,063	7,056
Allowance for doubtful accounts	- 57	- 33
Total current assets	143,972	153,831
Fixed Assets		
Tangible fixed assets		
Building and structures	34,188	47,979
Accumulated depreciation	- 17,563	- 19,255
Building and structures(net)	16,624	28,723
Machinery, equipment and vehicles	10,655	11,067
Accumulated depreciation	- 8,759	- 9,069
Machinery, equipment and vehicles (net)	1,896	1,997
Equipment	10,982	12,264
Accumulated depreciation	- 7,632	- 8,362
Equipment(net)	3,350	3,902
Land	17,030	18,812
Lease assets	1,237	1,231
Accumulated depreciation	- 407	- 406
Lease assets (net)	830	824
Construction in process account	9,221	1,736
Total Tangible Fixed Assets	48,954	55,997
Intangible Fixed Assets		
Goodwill	279	255
Lease assets	-	31
Others	3,672	3,782
Total Intangible Fixed Assets	3,951	4,069
Investments and other assets		
Investment securities	2,914	3,645
Long-term loans receivable	142	140
Net defined benefit assets	2,396	2,962
Differed tax assets	4,073	3,410
Others	2,740	1,580
Allowance for doubtful accounts	- 112	- 112
Total Investments and other assets	12,154	11,626
Total Fixed Assets	65,060	71,693
Total Assets	209,032	225,524

(Millions of Yen)

	FY2023/3 (March 31 st , 2023)	FY2024/3 (March 31 st , 2024)
LIABILITIES		
Current Liabilities		
Notes and accounts payable	10,164	8,517
Electronically recorded obligations-operating	12,194	9,328
Short-term debt	1,300	1,300
Current portion of long-term debt	4,000	5,000
Lease liabilities	278	228
Income taxes payable	6,324	2,600
Contract liabilities	8,703	9,981
Reserves for bonus	2,636	2,228
Reserves for director's bonuses	9	15
Others	5,336	6,801
Total current liabilities	50,947	46,002
Fixed Liabilities		
Long-term debt	8,000	18,000
Lease liabilities	612	642
Deferred tax liabilities	6	-
Allowance for director retirement benefits	57	44
Net defined benefit liabilities	1,248	1,171
Provision for loss on litigation	1,914	960
Asset retirement obligations	65	103
Others	152	171
Total fixed liabilities	12,057	21,094
Total Liabilities	63,004	67,097
NET ASSETS		
Shareholder's Equity		
Common stock	11,064	11,450
Capital surplus	22,179	22,593
Retained earnings	114,005	124,705
Treasury stock	- 7,098	- 7,983
Total Shareholder's Equity	140,150	150,765
Accumulated other comprehensive income		
Holding gain or loss in investment	510	989
Foreign currency translation adjustment	2,619	3,674
Remeasurements of defined benefit plans	1,007	1,130
Total accumulated other comprehensive income	4,137	5,794
Share subscription rights	1,072	1,082
Non-controlling interests	668	784
Total Net Assets	146,028	158,427
Total Liabilities and Net Assets	209,032	225,524

(2) Consolidated Statements of Income, and Comprehensive Income

(Consolidated Statements of Income)

(Millions of Yen)

	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)	FY2024/3 (April 1 st , 2023 - March 31 st , 2024)
Net Sales	146,801	134,680
Cost of goods sold	84,967	79,917
Gross Profit on Sales	61,834	54,762
Selling, general and administrative expenses	27,339	29,454
Operating Profit	34,494	25,307
Non-operating income		
Interest income	36	45
Dividend income	271	137
Gain on investments in investment partnerships	189	160
Foreign exchange gains	10	530
Compensation income	188	68
Subsidy income	-	141
Others	269	320
Total Non-operating income	965	1,404
Non-operating expenses		
Interest expenses	40	105
Loss on transportation accident	25	65
Loss on disposal of fixed assets	-	60
Nonrecoverable consumption tax	41	-
Others	55	27
Total Non-operating expenses	162	259
Recurring Profit	35,297	26,453
Extraordinary gains		
Gain on sales of investment securities	25	23
Gain on reversal of subscription rights to shares	5	6
Reversal of Provision for loss on litigation	-	794
Gain on liquidation of subsidiaries	71	-
Total Extraordinary gains	103	824
Extraordinary losses		
Extra retirement payments	-	14
Cost of litigation	-	7
Impairment loss for fixed assets	184	-
Provision for loss on litigation	1,914	-
Total Extraordinary losses	2,099	21
Profit before income taxes and minority interests	33,301	27,255
Income tax and other taxes	10,046	7,319
Adjustment on income tax	- 438	471
Total Income tax and others	9,607	7,791
Net Profit before minority interests	23,693	19,463
Net Profit attributable to minority interests	62	84
Net Profit attributable to Owners of the Parent	23,630	19,378

(Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)	FY2024/3 (April 1 st , 2023 - March 31 st , 2024)
Net Profit before minority interests	23,693	19,463
Accumulated other comprehensive income		
Holding gain or loss in investment	167	479
Foreign currency translation adjustment	861	1,086
Remeasurements of defined benefit plans	23	122
Total accumulated other comprehensive income	1,051	1,688
Comprehensive Income	24,745	21,152
(breakdown)		
Comprehensive income attributable to owners of the parent	24,651	21,036
Comprehensive income attributable to non-controlling interests	93	116

(3) Consolidated Statements of Changes in Net Assets

FY 2023/3 (April 1st, 2022 – March 31st, 2023)

(Millions of Yen)

	Shareholder's equity				Total Shareholder's equity
	Common stock	Capital surplus	Retained earnings	Treasury stock	
Balance as of beginning of the fiscal year	11,000	22,115	98,914	- 5,590	126,439
Changes during the fiscal year					
Issue of new shares	63	63			126
Cash dividends paid			- 8,540		- 8,540
Net Profit attributable to Owners of the Parent			23,630		23,630
Purchases of treasury stock				- 1,583	- 1,583
Disposal of treasury stock		1		75	76
Others					-
Changes of items other than Shareholders equity (net)					-
Total changes during the fiscal year	63	64	15,090	- 1,508	13,710
Balance as of end of the fiscal year	11,064	22,179	114,005	- 7,098	140,150

	Accumulated other comprehensive income				Share Subscription Rights	Minitory Interests	Total Net Assets
	Holding gain or loss in investment	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance as of beginning of the fiscal year	342	1,789	984	3,116	950	574	131,081
Changes during the fiscal year							
Issue of new shares							126
Cash dividends paid							- 8,540
Net Profit attributable to Owners of the Parent							23,630
Purchases of treasury stock							- 1,583
Disposal of treasury stock							76
Others							-
Changes of items other than Shareholders equity (net)	167	830	23	1,020	121	93	1,236
Total changes during the fiscal year	167	830	23	1,020	121	93	14,946
Balance as of end of the fiscal year	510	2,619	1,007	4,137	1,072	668	146,028

FY 2024/3 (April 1st, 2023 – March 31st, 2024)

(Millions of Yen)

	Shareholder's equity				Total Shareholder's equity
	Common stock	Capital surplus	Retained earnings	Treasury stock	
Balance as of beginning of the fiscal year	11,064	22,179	114,005	- 7,098	140,150
Changes during the fiscal year					
Issue of new shares	386	386			772
Cash dividends paid			- 8,678		- 8,678
Net Profit attributable to Owners of the Parent			19,378		19,378
Purchases of treasury stock				- 922	- 922
Disposal of treasury stock		27		37	64
Others					-
Changes of items other than Shareholders equity (net)					-
Total changes during the fiscal year	386	414	10,700	- 885	10,615
Balance as of end of the fiscal year	11,450	22,593	124,705	- 7,983	150,765

	Accumulated other comprehensive income				Share Subscription Rights	Minitory Interests	Total Net Assets
	Holding gain or loss in investment	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance as of beginning of the fiscal year	510	2,619	1,007	4,137	1,072	668	146,028
Changes during the fiscal year							
Issue of new shares							772
Cash dividends paid							- 8,678
Net Profit attributable to Owners of the Parent							19,378
Purchases of treasury stock							- 922
Disposal of treasury stock							64
Others							-
Changes of items other than Shareholders equity (net)	479	1,055	122	1,657	10	116	1,784
Total changes during the fiscal year	479	1,055	122	1,657	10	116	12,399
Balance as of end of the fiscal year	989	3,674	1,130	5,794	1,082	784	158,427

(4) Consolidated Statements of Cash Flows

(Millions of Yen)

	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)	FY2024/3 (April 1 st , 2023 - March 31 st , 2024)
Cash flows from operating activities:		
Profit before income taxes and minority interests	33,301	27,255
Depreciation	3,832	4,673
Amortization of goodwill	42	54
Stock related expense	148	259
Change in Net defined benefit asset (-:decrease)	86	- 109
Change in allowance for director retirement benefits (-:decrease)	11	- 12
Change in allowance for doubtful accounts (-:decrease)	16	- 27
Interest and dividend income	- 307	- 183
Interest expense	40	105
Subsidy income	-	- 141
Compensation income	- 188	- 68
Gain(loss) on sales of investment securities (-: gain)	- 25	- 23
Gain on investments in investment partnerships (-: gain)	- 189	- 160
Gain on liquidation of subsidiaries	- 71	-
Impairment loss for fixed assets	184	-
Change in provision for loss on litigation (-:decrease)	1,914	- 953
Change in trade notes and accounts receivable (-: increase)	- 4,387	1,625
Change in inventories (-: increase)	- 12,894	- 13,433
Change in trade notes and accounts payable(-:decrease)	- 8,033	- 5,529
Change in contract liabilities (-:decrease)	- 1,805	1,072
Others	- 3,493	1,122
Subtotal	8,181	15,524
Proceeds from interest and dividend income	308	184
Payment of interest	- 37	- 81
Proceeds from Subsidy Income	-	141
Proceeds from Compensation Income	188	68
Payment/Refund of income taxes (-: payment)	-7,640	-10,922
Others	-	-21
Net cash provided by operating activities	1,000	4,892
Cash flows from investing activities:		
Payment for time deposits	- 91	- 75
Proceeds from time deposits	74	75
Payment for purchase of tangible fixed assets	- 8,054	- 9,845
Proceeds from sales of tangible fixed assets	161	112
Payment for purchase of intangible fixed assets	- 932	- 1,007
Acquisition of goodwill	- 78	-
Payment for purchase of investment securities	- 3	- 3
Proceeds from sales of investment securities	128	57
Payment for investments in investment partnerships	- 14	- 161
Proceeds from distributions from investment partnerships	404	274
Proceeds from liquidation of subsidiaries	91	-
Payment for loans receivable	- 1	- 0
Proceeds from collection of loans receivable	0	0
Payments for lease deposits and guarantee deposits	- 114	- 29
Proceed from collection of lease deposits and guarantee deposits	8	49
Others	- 1	- 10
Net cash provided by investing activities	- 8,421	- 10,563
Cash flows from financing activities:		
Proceeds from long-term debt	10,000	15,000
Repayment of long-term debt	- 2,000	- 4,000
Repayment of lease liability	- 157	- 311
Proceeds from exercise of stock options	106	529
Dividend payments	- 8,540	- 8,678
Payments for purchase of treasury stock	- 1,583	- 922
Net cash provided by financing activities	- 2,174	1,616
Effect of exchange rate changes on cash and cash equivalents	625	755
Net increase/decrease in cash and cash equivalents (-: decrease)	- 8,970	- 3,299
Cash and cash equivalents at beginning of period	49,006	40,036
Cash and cash equivalents at end of period	40,036	36,736

(5) Notes to Consolidated Financial Statements

(Note on Assumptions for Going Concern)

Not applicable.

(Segment Information)

(i). Overview of reportable segments

The reportable segments of the Company and consolidated subsidiaries are the business segments for which separate financial information can be obtained and are at the level where the Company's Board of Directors conducts periodic reviews leading to the allocation of resources and evaluation of business performance. The Company consists of internal companies known as the Semiconductor Company and the Metrology Company, and each company's products and services are managed under comprehensive strategies inside and outside of Japan.

Therefore, the Company defines "SPE" and "Metrology Equipment" as reportable segments based on the intercompany system and their outputs.

The "SPE" consists of manufacturing and sales of Assembly and Testing equipment to be applied to Semiconductor Manufacturing Processes and the "Metrology Equipment" consists of manufacturing and sales of precision measurement equipment such as 3D coordinate measuring machines, surface texture and contour measuring instruments.

(ii). Method of calculation of sales, profit/loss, assets/liabilities and/or others in reportable segments

The method of calculating segment results is mostly the same as applied to the consolidated financial statements. Therefore, segment profit is based on consolidated Operating Profit. Corporate assets are not allotted to each segment.

(iii). Net sales, profit/loss assets/liabilities and/or others in reportable segments

FY2023/3 (April 1st, 2022 – March 31st, 2023)

(Millions of yen)

	Reportable Segments			Adjustment *1	Consolidated Total *2
	SPE	Metrology Equipment	Total		
Sales					
Sales to third party:	112,365	34,436	146,801	-	146,801
Intersegment sales to transfer	-	-	-	-	-
Total	112,365	34,436	146,801	-	146,801
Segment Profit	29,866	4,628	34,494	-	34,494
Segment Assets	161,167	46,999	208,167	865	209,032
Others					
Depreciation	2,642	1,189	3,832	-	3,832
Amortization of goodwill	8	34	42	-	42
Increase in tangible / intangible Fixed assets	7,248	2,476	9,725	-	9,725

Notes *1: Adjustment for corporate assets which are not allotted to the segments such as long-term investments (other investment securities).

*2: Segment profit is same amount as Operating Profit stated in the Consolidated Financial Statements.

FY2024/3 (April 1st, 2023 – March 31st, 2024)

(Millions of yen)

	Reportable Segments			Adjustment *1	Consolidated Total *2
	SPE	Metrology Equipment	Total		
Sales					
Sales to third party:	100,055	34,624	134,680	-	134,680
Intersegment sales to transfer	-	-	-	-	-
Total	100,055	34,624	134,680	-	134,680
Segment Profit	19,899	5,408	25,307	-	25,307
Segment Assets	169,359	54,928	224,288	1,236	225,524
Others					
Depreciation	3,411	1,262	4,673	-	4,673
Amortization of goodwill	9	45	54	-	54
Increase in tangible / intangible Fixed assets	8,652	2,949	11,602	-	11,602

Notes *1: Adjustment for corporate assets which are not allotted to the segments such as long-term investments (other investment securities).

*2: Segment profit is same amount as Operating Profit stated in the Consolidated Financial Statements.

(Per Share Information)

FY2023/3 (April 1 st , 2022 - March 31 st , 2023)		FY2024/3 (April 1 st , 2023 - March 31 st , 2024)	
Net assets per share	3,573.81 yen	Net assets per share	3,875.32 yen
Earnings per share	581.33 yen	Earnings per share	480.49 yen
Diluted earnings per share	575.62 yen	Diluted earnings per share	475.42 yen

Notes 1: Bases for calculation of net assets per share are as follows.

Item	FY2023/3 (March 31 st , 2023)	FY2024/3 (March 31 st , 2024)
Total net assets in consolidated balance sheet (millions of yen)	146,028	158,427
Amounts to be deducted from total net assets (millions of yen)	1,740	1,866
(Share subscription rights (millions of yen))	(1,072)	(1,082)
(Minority Interests(millions of yen))	(668)	(784)
Net assets related to common stock as at the end of Fiscal Year (millions of yen)	144,288	156,560
Number of outstanding shares that are bases for calculation of net assets per share as at the end of Fiscal Year (thousands of shares)	40,373	40,399

Notes 2: Bases for calculation of earnings per share and diluted earnings per share are as follows.

Item	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)	FY2024/3 (April 1 st , 2023 - March 31 st , 2024)
Earnings per Share		
Net profit (loss) attributable to owners of the parent (millions of yen)	23,630	19,378
Amount not attributed to common shareholders (millions of yen)	-	-
Net profit (loss) attributable to owners of the parent related to common stock (millions of yen)	23,630	19,378
Average number of shares of common stock during the fiscal year (thousands of shares)	40,649	40,331
Diluted earnings per share		
Details of adjusted net profit (millions of yen)	-	-
Increase in common stock share subscription rights (thousands of shares)	403	430
Shares excluded from the calculation of diluted earnings per share due to the lack of dilutive effects	-	-

(Significant subsequent events)

Not applicable.

4. Additional Information

(1) Production, Orders and Sales

(i). Actual Production

(Millions of yen)

Reportable Segment	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)		FY2024/3 (April 1 st , 2023 - March 31 st , 2024)	
	SPE	107,416		94,392
Metrology Equipment	30,121		28,936	
Total	137,537		123,329	

Note: The above production results are based on the sales prices and are exclusive of consumption tax.

(ii). Actual Orders

(Millions of yen)

Reportable Segment	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)		FY2024/3 (April 1 st , 2023 - March 31 st , 2024)	
	Orders received	Order backlog	Orders received	Order backlog
SPE	99,366	89,371	86,082	75,398
Metrology Equipment	36,960	12,428	34,802	12,606
Total	136,326	101,799	120,885	88,004

Note: The above amounts are exclusive of consumption tax.

(iii). Actual Sales

(Millions of yen)

Reportable Segment	FY2023/3 (April 1 st , 2022 - March 31 st , 2023)		FY2024/3 (April 1 st , 2023 - March 31 st , 2024)	
	SPE	112,365		100,055
Metrology Equipment	34,436		34,624	
Total	146,801		134,680	

Note: The above amounts are exclusive of consumption tax.

(2) Director Changes

(Effective date (planned): June 21st, 2024)

(i). Candidates of new directors (To be elected at the Annual General Meeting of Shareholders scheduled on June 21th, 2024)

Director serving as an Audit and Supervisory Committee member

Ms. Motoko KAWASAKI	Current position:	Audit & Supervisory Board Member of FUJIFILM Holdings Corporation Audit & Supervisory Board Member of FUJIFILM Corporation
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(ii). Retiring director

Director serving as an Audit and Supervisory Committee member

Ms. Tsuneko MURATA

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