

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended March 31, 2024 (Based on Japanese GAAP)

April 15, 2024

Company name: HIOKI E.E. CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 6866 URL <https://www.hioki.co.jp/>  
 Representative: President Takahiro Okazawa  
 Director, Senior Managing Executive Officer,  
 Inquiries: Chief Financial Officer (CFO) and Director Yoshikazu Suyama TEL 0268-28-0555  
 of Administration Department  
 Scheduled date to file Quarterly Securities Report: April 30, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended March 31, 2024 (from January 1, 2024 to March 31, 2024)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended March 31, 2024	9,111	(9.1)	1,613	(31.1)	1,724	(27.6)	1,206	(26.3)
Three months ended March 31, 2023	10,028	21.0	2,340	27.6	2,381	26.9	1,635	26.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended March 31, 2024	88.32		–	
Three months ended March 31, 2023	119.81		–	

(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, 2024	41,610	37,337	89.7	2,733.94
As of December 31, 2023	45,250	37,122	82.0	2,718.23

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended December 31, 2023	–	90.00	–	90.00	180.00
Year ending December 31, 2024	–	–	–	–	–
Year ending December 31, 2024 (Forecast)	–	100.00	–	100.00	200.00

3. Forecast of consolidated financial results for the year ending December 31, 2024 (from January 1, 2024 to December 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending June 30, 2024	21,000	3.3	4,350	(4.3)	4,400	(7.0)	3,320	(3.7)	243.12
Full year	42,000	7.3	8,700	9.4	8,800	6.8	6,640	4.9	486.24

4. Notes

- (1) Changes in significant subsidiaries during the three months ended March 31, 2024  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	14,024,365 shares	As of December 31, 2023	14,024,365 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	367,420 shares	As of December 31, 2023	367,392 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended March 31, 2024	13,656,964 shares	Three months ended March 31, 2023	13,652,364 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	16,525,166	13,075,174
Notes and accounts receivable - trade, and contract assets	3,603,329	3,958,385
Electronically recorded monetary claims - operating	245,278	238,361
Merchandise and finished goods	1,427,193	1,495,133
Work in process	1,015,135	1,100,466
Raw materials and supplies	6,403,800	6,138,936
Other	410,557	380,251
Allowance for doubtful accounts	(27,170)	(26,204)
Total current assets	29,603,291	26,360,505
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,768,993	7,650,534
Machinery, equipment and vehicles, net	555,202	572,323
Tools, furniture and fixtures, net	1,292,698	1,259,825
Land	1,961,951	1,961,951
Construction in progress	1,176,147	1,181,841
Total property, plant and equipment	12,754,993	12,626,477
Intangible assets		
Software	535,213	498,744
Other	62,862	72,280
Total intangible assets	598,076	571,025
Investments and other assets	2,294,551	2,052,852
Total non-current assets	15,647,622	15,250,355
Total assets	45,250,913	41,610,860

(Thousands of yen)

	As of December 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	803,950	844,942
Income taxes payable	733,273	104,123
Provision for product warranties	97,654	94,233
Provision for bonuses	2,891,393	1,003,943
Provision for bonuses for directors (and other officers)	–	18,913
Other	2,531,932	1,188,757
Total current liabilities	7,058,203	3,254,913
Non-current liabilities		
Deferred tax liabilities	24,572	20,932
Retirement benefit liability	522,883	475,520
Other	522,400	522,228
Total non-current liabilities	1,069,855	1,018,681
Total liabilities	8,128,059	4,273,595
<b>Net assets</b>		
Shareholders' equity		
Share capital	3,299,463	3,299,463
Capital surplus	4,023,028	4,023,028
Retained earnings	29,663,773	29,640,859
Treasury shares	(709,155)	(709,344)
Total shareholders' equity	36,277,110	36,254,007
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	332,424	436,717
Foreign currency translation adjustment	783,227	899,011
Remeasurements of defined benefit plans	(269,908)	(252,471)
Total accumulated other comprehensive income	845,743	1,083,257
Total net assets	37,122,853	37,337,265
<b>Total liabilities and net assets</b>	<b>45,250,913</b>	<b>41,610,860</b>

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Net sales	10,028,233	9,111,721
Cost of sales	5,237,456	4,664,453
Gross profit	4,790,776	4,447,267
Selling, general and administrative expenses	2,450,514	2,834,141
Operating profit	2,340,261	1,613,125
Non-operating income		
Interest income	5,071	1,531
Dividend income	1,491	2,685
Rental income from buildings	1,723	2,205
Foreign exchange gains	18,184	84,906
Subsidy income	1,063	1,037
Other	16,171	21,006
Total non-operating income	43,706	113,373
Non-operating expenses		
Interest expenses	1,999	1,943
Other	2	3
Total non-operating expenses	2,001	1,946
Ordinary profit	2,381,967	1,724,552
Extraordinary income		
Gain on sale of non-current assets	–	1,546
Total extraordinary income	–	1,546
Extraordinary losses		
Loss on retirement of non-current assets	5,592	5,998
Total extraordinary losses	5,592	5,998
Profit before income taxes	2,376,374	1,720,099
Income taxes - current	143,376	117,364
Income taxes - deferred	597,329	396,521
Total income taxes	740,705	513,885
Profit	1,635,668	1,206,214
Profit attributable to owners of parent	1,635,668	1,206,214

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Three months ended March 31, 2023	Three months ended March 31, 2024
Profit	1,635,668	1,206,214
Other comprehensive income		
Valuation difference on available-for-sale securities	65,860	104,293
Foreign currency translation adjustment	14,331	115,783
Remeasurements of defined benefit plans, net of tax	14,248	17,437
Total other comprehensive income	94,441	237,514
Comprehensive income	1,730,110	1,443,728
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,730,110	1,443,728