



Consolidated Financial Results for the Third Quarter Ended March 31, 2023 (Japanese GAAP)

April 28, 2023

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 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6920
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 Date of starting dividend payout: -
 Preparation of supplementary material for financial results: Yes
 Financial results briefing: No

(Figures less than a million yen are rounded down.)

1. Consolidated financial results for the nine-month period ended March 31, 2023

(1) Consolidated operating results

(The percentage figures indicate changes from the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended March 31, 2023	79,430	48.3	27,472	66.1	27,975	61.9	20,716	59.3
March 31, 2022	53,565	3.1	16,542	(11.0)	17,279	(8.9)	13,000	(3.5)

(Note) Comprehensive income: Nine months ended March 31, 2023: 20,763 million yen [58.5%]
 Nine months ended March 31, 2022: 13,099 million yen [-3.1%]

	Net income per share	Net income per share, fully diluted
Nine months ended	Yen	Yen
March 31, 2023	229.72	229.53
March 31, 2022	144.17	144.05

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 31, 2023	263,247	82,917	31.5	919.19
June 30, 2022	178,629	72,747	40.7	806.45

(Reference) Equity: March 31, 2023: 82,896 million yen, June 30, 2022: 72,726 million yen

2. Dividends

	Dividend per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended June 30, 2022	--	32.00	--	65.00	97.00
Fiscal year ending June 30, 2023	--	52.00	--		
Fiscal year ending June 30, 2023 (Forecast)				77.00	129.00

(Note) Revision to forecast of dividends since the last announcement: No

3. Forecast of consolidated financial results for the year ending June 30, 2023

(The percentage figures indicate changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Annual	140,000	54.9	42,000	29.3	42,000	25.1	33,000	32.8	365.93

(Note) Revision to forecast of financial results since the last announcement: No

※ Notes

(1) Significant changes of subsidiaries during the period (changes of specified subsidiaries accompanying changes in the scope of consolidation): None

Number of subsidiaries added to consolidation: None (Company names: --),
Number of subsidiaries excluded from consolidation: None (Company names: --)

(2) Application of special accounting procedures to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policy, changes or restatement of accounting estimates

- ① Changes in accounting policy due to revision of accounting standards: None
- ② Changes in accounting policy other than ①: None
- ③ Changes in accounting estimates: None
- ④ Restatement due to revision: None

(4) Number of issued shares (common stock):

(Shares)

① Number of issued shares at the end of the period (including treasury shares)	March 31, 2023	94,286,400	June 30, 2022	94,286,400
② Number of treasury shares at the end of the period	March 31, 2023	4,102,555	June 30, 2022	4,105,696
③ Average number of shares during the period ended	March 31, 2023	90,182,515	March 31, 2022	90,179,574

※ This report of financial results is not subject to auditing by certified public accountants.

※ Statement about proper use of forecast of financial results and other special notes

(Cautions about forward-looking statements)

The forecast of financial results provided in this report is based on the information currently available to the company and based on certain assumptions it has judged as reasonable. Actual results may differ materially from the forecast due to various factors.

(Changes in the units used for figures)

From the first quarter of the current fiscal year, we have started to state figures for the items on the company's quarterly financial statements and others in units of millions of yen, whereas previously these figures were stated in units of thousands of yen. For ease of comparison, we have also restated the figures for the previous fiscal year in units of millions of yen as well.

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1. Qualitative information concerning this quarterly report

(1) Information concerning operating results

During the first nine months of this fiscal year, concerns over the global economic outlook deepened, despite the easing of resource/energy price hikes triggered by the Ukrainian crisis, due to the protracted conflict, persisting inflation, and increasing financial instability.

In the semiconductor industry, our primary market, a slowdown in demand for semiconductors used in smartphones and PCs, which had grown during the COVID-19 pandemic, led to widespread inventory and production adjustments throughout the entire supply chain. Memory device manufacturers reduced capital expenditure, and logic device manufacturers continued to postpone their ongoing investment plans in the short term, although they kept investing at a certain level for the expansion of production using leading-edge extreme ultraviolet (EUV) lithography and others. However, the semiconductor equipment market is expected to stay on its growth trajectory in the medium to long term since there are plans to construct or enhance wafer fabs worldwide to meet future demand growth as well as to hedge against the heightening geopolitical risks.

Under these circumstances, our consolidated net sales for the nine-month period ended March 31, 2023, totaled 79,430 million yen (up 48.3% year-on-year). By product segment, semiconductor-related products accounted for 64,209 million yen (up 48.1% year-on-year). Sales of other products accounted for 1,864 million yen (up 12.6% year-on-year) and services for 13,357 million yen (up 56.2% year-on-year).

As for consolidated incomes during this period, we recorded an operating income of 27,472 million yen (up 66.1% year-on-year), an ordinary income of 27,975 million yen (up 61.9% year-on-year), and a 20,716 million-yen net income attributable to owners of parent (up 59.3% year-on-year).

(2) Information concerning financial position

① Financial position

Total assets at the end of the period amounted to 263,247 million yen, up 84,617 million yen from the end of the previous fiscal year. This is mainly due to a 44,559 million-yen increase in work in process, an 8,840 million-yen increase in land, an 8,204 million-yen increase in raw materials and supplies, and a 7,551 million-yen net increase in buildings and structures.

Liabilities at the end of the period amounted to 180,329 million yen, up 74,446 million yen from the end of the previous fiscal year. This is mainly due to a 62,323 million-yen increase in advances received, a 6,308 million-yen increase in accounts payable-trade, and a 3,251 million-yen increase in liabilities related to paid supply transactions.

Total net assets, which consists of shareholders' equity, accumulated other comprehensive income, and subscription right to shares, amounted to 82,917 million yen. The capital-to-asset ratio was 31.5%.

② Cash flows

Cash and cash equivalents at the end of the period amounted to 27,937 million yen, up 4,307 million yen from the end of the previous fiscal year. This includes the 209 million-yen increase in cash and cash equivalents resulting from the inclusion of our Singapore subsidiary in the consolidation. Following is the status of cash flows, and their contributing factors during the nine-month period.

Net cash provided by operating activities amounted to 33,873 million yen (up 501.9% year-on-year). This is mainly due to the fact that the sum of cash receipts, including the 63,122 million-yen increase in advances received and 27,975 million yen in income before taxes, exceeded the sum of cash payments, such as the 52,623 million-yen increase in inventories and 8,843 million yen spent for income taxes paid.

Net cash used in investing activities amounted to 19,888 million yen (up 607.5% year-on-year). This mainly consists of the 18,560 million yen used in the purchase of property, plant and equipment.

Net cash used in financing activities amounted to 10,555 million yen (up 34.5% year-on-year). This mainly consists of 10,551 million yen used for cash dividends paid.

(3) Information concerning forecast of consolidated financial results

We have not revised our forecast for the fiscal year ending June 2023 announced on August 5, 2022.

2. Consolidated financial statements and notes

(1) Consolidated balance sheet

	(In millions of yen)	
	Previous (As at June 30, 2022)	Current (As at March 31, 2023)
Assets		
Current assets		
Cash and deposits	23,494	27,937
Notes and accounts receivable-trade and contract assets	10,449	14,249
Work in process	94,308	138,867
Raw materials and supplies	9,774	17,979
Accounts receivable - other	15,006	19,425
Other	8,019	6,893
Allowance for doubtful accounts	(22)	(30)
Total current assets	161,031	225,322
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	2,382	9,934
Machinery, equipment and vehicles, net	1,488	1,296
Tools, furniture and fixtures, net	761	832
Leased assets, net	18	14
Land	4,254	13,095
Construction in progress	6	1,236
Total property, plant and equipment	8,912	26,409
Intangible assets	5,956	6,659
Investments and other assets		
Investment securities	949	1,559
Retirement benefit assets	38	--
Deferred tax assets	1,493	3,009
Other	248	287
Total investments and other assets	2,729	4,855
Total noncurrent assets	17,598	37,924
Total assets	178,629	263,247

	(In millions of yen)	
	Previous (As at June 30, 2022)	Current (As at March 31, 2023)
Liabilities		
Current liabilities		
Accounts payable-trade	11,015	17,323
Short-term borrowings	10,000	10,000
Income taxes payable	4,652	4,591
Advances received	60,092	122,416
Deferred revenue	3,242	3,677
Provision for bonuses	--	2,156
Provision for directors' bonuses	788	489
Liabilities related to paid supply transactions	11,611	14,862
Other	3,764	3,864
Total current liabilities	105,167	179,382
Noncurrent liabilities		
Retirement benefit liability	459	479
Provision for share awards	--	218
Asset retirement obligations	219	224
Other	35	24
Total noncurrent liabilities	714	946
Total liabilities	105,882	180,329
Net assets		
Shareholders' equity		
Capital stock	931	931
Capital surplus	1,156	1,207
Retained earnings	70,031	80,103
Treasury stock	(977)	(976)
Total shareholders' equity	71,142	81,265
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	570	995
Foreign currency translation adjustment	1,013	635
Total accumulated other comprehensive income	1,583	1,631
Subscription rights to shares	21	21
Total net assets	72,747	82,917
Total liabilities and net assets	178,629	263,247

(2) Consolidated statement of income and consolidated statement of comprehensive income
 (Consolidated statement of income)
 (First nine months of the fiscal year)

	(In millions of yen)	
	Previous (July 1, 2021 thru March 31, 2022)	Current (July 1, 2022 thru March 31, 2023)
Net sales	53,565	79,430
Cost of sales	26,130	36,357
Gross profit	27,435	43,073
Selling, general and administrative expenses	10,892	15,600
Operating income	16,542	27,472
Non-operating income		
Interest income	4	9
Dividend income	7	6
Gain on sale of investment securities	235	--
Foreign exchange gains	471	497
Other	19	14
Total non-operating income	737	527
Non-operating expenses		
Interest expenses	--	24
Other	0	0
Total non-operating expenses	0	24
Ordinary income	17,279	27,975
Income before income taxes	17,279	27,975
Income taxes-current	3,905	8,964
Income taxes-deferred	372	(1,705)
Total income taxes	4,278	7,259
Net income	13,000	20,716
Net income attributable to owners of parent	13,000	20,716

(Consolidated statement of comprehensive income)
 (First nine months of the fiscal year)

	(In millions of yen)	
	Previous (July 1, 2021 thru March 31, 2022)	Current (July 1, 2022 thru March 31, 2023)
Net income	13,000	20,716
Other comprehensive income		
Valuation difference on available-for-sale securities	(549)	425
Foreign currency translation adjustment	648	(378)
Total other comprehensive income	98	47
Comprehensive income	13,099	20,763
Comprehensive income attributable to owners of parent	13,099	20,763
Comprehensive income attributable to non-controlling interests	--	--

(3) Consolidated statement of cash flows

(In millions of yen)

	Previous (July 1, 2021 thru March 31, 2022)	Current (July 1, 2022 thru March 31, 2023)
Cash flows from operating activities		
Income before income taxes	17,279	27,975
Depreciation and amortization	2,585	2,529
Increase (decrease) in allowance for doubtful accounts	6	8
Increase (decrease) in provision for bonuses	1,253	2,173
Increase (decrease) in provision for directors' bonuses	(183)	(298)
Increase (decrease) in retirement benefit liability	87	20
Increase (decrease) in provision for share awards	--	219
Interest and dividend income	(11)	(15)
Interest expenses	--	24
Loss (gain) on sale of investment securities	(235)	--
Foreign exchange losses (gains)	(439)	(456)
Decrease (increase) on notes and accounts receivable-trade	(1,142)	(3,809)
Decrease (increase) in inventories	(40,098)	(52,623)
Increase (decrease) in accounts payable-trade	4,163	5,257
Increase (decrease) in advances received	30,409	63,122
Other, net	118	(1,401)
Sub-total	13,793	42,724
Interest and dividend income received	11	15
Interest paid	--	(24)
Income taxes paid	(8,177)	(8,843)
Net cash provided by (used in) operating activities	5,627	33,873
Cash flows from investing activities		
Payments into time deposits	(67)	--
Proceeds from withdrawal of time deposits	67	72
Purchase of property, plant and equipment	(506)	(18,560)
Purchase of intangible assets	(2,434)	(1,359)
Proceeds from sale of investment securities	300	--
Payments for guarantee deposits	(20)	(40)
Other, net	(150)	--
Net cash provided by (used in) investing activities	(2,811)	(19,888)
Cash flows from financing activities		
Cash dividends paid	(7,845)	(10,551)
Other, net	(3)	(3)
Net cash provided by (used in) financing activities	(7,849)	(10,555)
Effect of exchange rate change on cash and cash equivalents	1,225	877
Net increase (decrease) in cash and cash equivalents	(3,808)	4,307
Cash and cash equivalents at beginning of period	27,849	23,420
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in the consolidation	--	209
Cash and cash equivalents at end of period	24,041	27,937

(4) Notes to consolidated financial statements

(Note on going concern)

None

(Note on significant changes in the amount of shareholders' equity)

None

(Changes in the scope of consolidation)

(Significant changes in the scope of consolidation)

Lasertec Singapore Pte. Ltd. has been included in the scope of consolidation since the first quarter of the current fiscal year due to its increased significance.

3. Supplementary information

(1) Production by category

Production by category for the first nine months of the fiscal year is as follows.

(In millions of yen)			
(July 1, 2022 thru March 31, 2023)			
Category	Previous	Current	Year-on-year increase (%)
Finished goods			
Semiconductor-related products	112,571	146,196	29.9
Other products	1,599	2,760	72.5
Subtotal	114,171	148,957	30.5
Services	8,552	13,357	56.2
Total	122,724	162,314	32.3

(Note) Numbers shown above are based on sales prices.

(2) Orders and backlog by category

Orders and backlog by category for the first nine months of the fiscal year are as follows.

(In millions of yen)						
(July 1, 2022 thru March 31, 2023)						
Category	Orders Previous	Orders Current	Year-on-year increase (%)	Backlog Previous	Backlog Current	Year-on-year increase (%)
Finished goods						
Semiconductor-related products	247,579	106,391	(57.0)	337,213	406,293	20.5
Other products	1,082	5,463	404.8	586	6,130	944.8
Subtotal	248,661	111,854	(55.0)	337,800	412,423	22.1
Services	9,783	16,258	66.2	2,898	5,462	88.4
Total	258,445	128,112	(50.4)	340,699	417,885	22.7

(Notes)

- Numbers shown above are based on sales prices.
- Orders reflect adjustment for cancellation and other changes.

(3) Sales by category

Sales by category for the first nine months of the fiscal year are as follows.

(In millions of yen)			
(July 1, 2022 thru March 31, 2023)			
Category	Previous	Current	Year-on-year increase (%)
Finished goods			
Semiconductor-related products	43,357	64,209	48.1
Other products	1,655	1,864	12.6
Subtotal	45,013	66,073	46.8
Services	8,552	13,357	56.2
Total	53,565	79,430	48.3