



ROHM Co., Ltd. Financial Highlights for the First Quarter of the Year Ending March 31, 2024

(From April 1, 2023 to June 30, 2023)

August 1, 2023

Consolidated Financial Results

(Figures are rounded down to the nearest million yen. Any fraction less than the unit is rounded off)

| | | '24/3 | '23/3 | Change from the previous year | | '23/3 | '24/3 (Projected) | | Note1,2 | |
|---|-----------------|-------------------|-------------------|-------------------------------|------------|--------------------|-------------------|-------------------------------|-------------------|-------------------------------|
| | | First quarter | First quarter | Amount | Percentage | Annual | Annual | Change from the previous year | First half | Change from the previous year |
| Net sales | Millions of yen | 120,163 | 125,112 | -4,949 | -4.0% | 507,882 | 540,000 | +6.3% | 250,000 | -3.8% |
| Cost of sales | Millions of yen | 78,375 | 78,811 | -436 | -0.6% | 314,220 | 360,000 | | 166,000 | |
| Selling, general and administrative expenses | Millions of yen | 24,095 | 23,775 | +320 | +1.3% | 101,344 | 105,000 | | 51,000 | |
| Operating profit | Millions of yen | 17,692 (14.7%) | 22,525 (18.0%) | -4,833 (-3.3%) | -21.5% | 92,316 (18.2%) | 75,000 (13.9%) | -18.8% | 33,000 (13.2%) | -34.5% |
| Ordinary profit | Millions of yen | 28,033 (23.3%) | 35,261 (28.2%) | -7,228 (-4.9%) | -20.5% | 109,530 (21.6%) | 87,000 (16.1%) | -20.6% | 33,500 (13.4%) | -52.8% |
| Profit attributable to owners of parent | Millions of yen | 20,130 (16.8%) | 26,105 (20.9%) | -5,975 (-4.1%) | -22.9% | 80,375 (15.8%) | 70,000 (13.0%) | -12.9% | 28,000 (11.2%) | -46.3% |

Figures in () indicate ratio to sales.

| | | | | | | | | | | |
|--|-----------------|-------------|--------------|-------------|--------|--------------|---------|--------|--------|--------|
| Net income per share | yen | 205.12 | 266.01 | -60.89 | -22.9% | 818.65 | 178.31 | | 71.32 | |
| ROE | % | | | | | 9.2 | | | | |
| ROA | % | | | | | 7.5 | | | | |
| Net assets per share | yen | 9,738.81 | 8,938.62 | +800.19 | +9.0% | 9,321.95 | | | | |
| EBITDA Note3 | Millions of yen | 32,659 | 34,151 | -1,492 | -4.4% | 148,456 | 159,000 | +7.1% | 67,500 | -10.3% |
| Capital expenditures | Millions of yen | 29,128 | 22,079 | +7,049 | +31.9% | 126,116 | 160,000 | +26.9% | 63,500 | +29.2% |
| Depreciation | Millions of yen | 14,967 | 11,625 | +3,342 | +28.7% | 56,140 | 84,000 | +49.6% | 34,500 | +38.8% |
| Research and development costs | Millions of yen | 10,150 | 9,574 | +576 | +6.0% | 42,560 | 46,500 | +9.3% | 22,000 | +10.6% |
| Foreign exchange gains (losses) | Millions of yen | (gain)8,475 | (gain)11,142 | (loss)2,667 | | (gain)11,387 | | | | |
| Number of employees | Number | 23,902 | 23,914 | -12 | -0.1% | 23,754 | | | | |
| Foreign exchange rate (Average yen-dollar rate) | yen/US\$ | 138.11 | 129.04 | +9.07 | +7.0% | 134.95 | 130.27 | | 130.50 | |

(Note) 1. As the projected data are based on the information that ROHM is currently acquiring as well as specific prerequisites judged as legitimate, actual data may be considerably different due to various factors.

2. The Company plans to conduct a 4-for-1 stock split of shares of common stock, effective October 1, 2023. The above net income per share figures are those after the stock split. Without considering the stock split, net income per share would be 713.25 yen for the annual and 285.30 yen for the first half.

3. EBITDA is calculated by adding back depreciation to operating profit.

Contact: Investor Relations Div., ROHM Co., Ltd.

21, Saiin Mizosaki-cho, Ukyo-ku, Kyoto 615-8585 Japan +81-75-311-2121

Note: This report is translation of the financial highlights and the financial report of the Company prepared in accordance with the provisions set forth in the Securities and Exchange Law and its related accounting regulations, and in conformity with accounting principles generally accepted in Japan. The original version of this report is written in Japanese. In the event of any discrepancies in words, accounts, figures, or the like between this report and the original, the original Japanese version shall govern.



Financial Report for the First Quarter of the Year Ending March 31, 2024 [Based on Japanese Standard] (Consolidated)

August 1, 2023

Stock Exchange Listings: Tokyo

Listed Company Name: ROHM CO., LTD.

Code No.: 6963 URL <https://www.rohm.com>

Company Representative: (Title) President, Chief Executive Officer

(Name) Isao Matsumoto

Contact Person: (Title) Managing Executive Officer,
Chief Financial Officer

(Name) Kazuhide Ino

TEL +81-75-311-2121

Scheduled Date for Submitting the Quarterly Financial Reports

August 4, 2023

Scheduled Dividend Payment Date

-

Preparation of Supplementary Briefing Materials for the Quarterly Settlement:

Yes

Briefing Session for the Quarterly Settlement to Be Held:

None

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

1. Consolidated Financial Results for the First Quarter of the Year Ending March 31, 2024 (From April 1, 2023 to June 30, 2023)

(1) Consolidated Results of Operations (Accumulated total) (The percentages [%] represent change from the same time of the previous year.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|---|-----------------|------|------------------|-------|-----------------|-------|---|-------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| First quarter of the year ending March 31, 2024 | 120,163 | -4.0 | 17,692 | -21.5 | 28,033 | -20.5 | 20,130 | -22.9 |
| First quarter of the year ended March 31, 2023 | 125,112 | 12.5 | 22,525 | 47.6 | 35,261 | 115.7 | 26,105 | 124.9 |

(Note) Comprehensive income First quarter of the year ending March 31, 2024: 50,738 million yen (5.2%)
First quarter of the year ended March 31, 2023: 48,231 million yen (444.2%)

| | Net income per share | | Diluted net income per share | |
|---|----------------------|--|------------------------------|--|
| | Yen | | Yen | |
| First quarter of the year ending March 31, 2024 | 205.12 | | 198.76 | |
| First quarter of the year ended March 31, 2023 | 266.01 | | 257.92 | |

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio |
|---|-----------------|-----------------|--------------|
| | Millions of yen | Millions of yen | % |
| First quarter of the year ending March 31, 2024 | 1,151,570 | 956,385 | 83.0 |
| Year ended March 31, 2023 | 1,123,283 | 915,465 | 81.4 |

(Reference) Shareholder's equity First quarter of the year ending March 31, 2024: 955,791 million yen
Year ended March 31, 2023: 914,912 million yen

2. Dividend Details

| | Annual dividend | | | | |
|--|--------------------------|---------|--------------------------|-------------|--------|
| | End of the first quarter | Interim | End of the third quarter | End of year | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2023 | - | 100.00 | - | 100.00 | 200.00 |
| Year ending March 31, 2024 | - | | | | |
| Year ending March 31, 2024 (Estimates) | | 100.00 | - | 25.00 | - |

(Note) 1. Revision to recently disclosed dividend estimates: None

2. The Company plans to conduct a 4-for-1 stock split of shares of common stock, effective October 1, 2023, and the dividend forecast per share for the fiscal year ending March 31, 2024, shows the amount before the stock split at the end of the second quarter and after the stock split at the end of the fiscal year. The annual dividend forecast is not shown due to the inability to simply total the dividend due to the stock split. The annual dividend on a pre-split basis is 200.00 yen per share.

3. Consolidated Financial Results Forecast for the Year Ending March 31, 2024 (From April 1, 2023 to March 31, 2024)

(The percentages [%] represent change from the previous year.)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Net income per share |
|---------|-----------------|------|------------------|-------|-----------------|-------|---|-------|----------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Interim | 250,000 | -3.8 | 33,000 | -34.5 | 33,500 | -52.8 | 28,000 | -46.3 | 71.32 |
| Annual | 540,000 | 6.3 | 75,000 | -18.8 | 87,000 | -20.6 | 70,000 | -12.9 | 178.31 |

(Note) 1. Revision to recently disclosed figures for consolidated financial results forecast: None

2. The Company plans to conduct a 4-for-1 stock split of shares of common stock, effective October 1, 2023. The above net income per share figures are those after the stock split. Without considering the stock split, net income per share would be 285.30 yen for the second quarter (cumulative) and 713.25 yen for the full year.

*Note

(1) Changes in Major Subsidiaries During the First Quarter of the Current Fiscal Year
(Changes to specified subsidiaries accompanying revision on the scope of consolidation): None

(2) Application of Specific Accounting Method for Compiling Consolidated Quarterly Financial Statement: Yes

(Note) For details, please refer to "2. Consolidated Quarterly Financial Statements and Important Notes (3) Notes on Consolidated Quarterly Financial Statement (Application of Special Accounting Methods for Preparation of Quarterly Consolidated Financial Statements)" on page 9 of the attached document.

(3) Changes in Accounting Policies, Changes in Accounting Estimates, and Restatement of Revisions

[1] Changes in accounting policies according to revision to accounting standards: None

[2] Other changes in accounting policies other than items indicated in [1]: Yes

[3] Change in accounting estimates: None

[4] Restatement of revisions: None

(Note) For details, please refer to "2. Consolidated Quarterly Financial Statements and Important Notes (3) Notes on Consolidated Quarterly Financial Statement (Changes in Accounting Policies)" on page 9 of the attached document.

(4) Number of Shares Outstanding (common shares)

| | | |
|--|---|--------------------|
| [1] Year-end number of shares outstanding (incl. treasury stocks) | First quarter of the year ending March 31, 2024 | 103,000,000 shares |
| | Year ended March 31, 2023 | 103,000,000 shares |
| [2] Year-end number of treasury stocks | First quarter of the year ending March 31, 2024 | 4,857,389 shares |
| | Year ended March 31, 2023 | 4,857,278 shares |
| [3] Average number of shares during the period (Accumulated total of the quarter) | First quarter of the year ending March 31, 2024 | 98,142,687 shares |
| | Year ended March 31, 2023 | 98,138,427 shares |

*This quarterly financial report is not subject to quarterly review by a Certified Public Accountant or Audit Firm.

*Explanation on Adequate Usage of Financial Results Forecast

Statements on financial results forecasts in this financial report are based on current information acquired by ROHM as well as specific legitimate premises for making decisions, therefore ROHM makes no promises as to attaining these forecasts.

Actual financial results may be considerably different due to various factors. For conditions and notes used for making prepositions of financial forecasts, please refer to "1. Qualitative Information Regarding Business Results, etc. for the First Quarter of the Current Fiscal Year, (3) Qualitative Information Regarding Consolidated Financial Results Forecast" on the Financial Report for the First Quarter of the Year Ending March 31, 2024 (Page 3 on the attached document).

Supplementary materials for the earnings announcement are disclosed on TDnet at the same date and posted on the Company's website.

Table of Contents

| | |
|---|---|
| 1. Qualitative Information Regarding Business Results, etc. for the First Quarter of the Current Fiscal Year··· | 2 |
| (1) Business Results····· | 2 |
| (2) Financial Conditions····· | 3 |
| (3) Qualitative Information Regarding Consolidated Financial Results Forecast····· | 3 |
| 2. Consolidated Quarterly Financial Statements and Important Notes····· | 5 |
| (1) Consolidated Quarterly Balance Sheet····· | 5 |
| (2) Consolidated Quarterly Statement of Income and Consolidated Quarterly Statement of Comprehensive Income····· | 7 |
| (Consolidated Quarterly Statement of Income) ····· | 7 |
| (Consolidated Quarterly Statement of Comprehensive Income) ····· | 8 |
| (3) Notes on Consolidated Quarterly Financial Statement····· | 9 |
| (Note on Going Concern) ····· | 9 |
| (Notes in the Event of Significant Changes in Shareholders' Equity) ····· | 9 |
| (Application of Special Accounting for Preparing Quarterly Consolidated Financial Statement) ····· | 9 |
| (Changes in Accounting Policies) ····· | 9 |
| (Segment Information) ····· | 9 |

* Separately attached as supplementary material are “Financial Highlights for the First Quarter of the Year Ending March 31, 2024”.

1. Qualitative Information Regarding Business Results, etc. for the First Quarter of the Current Fiscal Year

(1) Business Results

General Overview of Business Performance

During the first quarter (April-June) of the consolidated fiscal year ending March 31, 2024, there were ongoing fears that the global economy might slip into recession, due to persistently high inflation especially in the United States and Europe and a weaker-than-expected recovery in China's economic activity.

In the electronics industry, the automobile market performed well overall during the period, on the back of various incentive policies provided by governments around the world to promote the adoption of xEVs (the generic name for electromotive vehicles such as hybrid electric vehicles, plug-in hybrid electric vehicles and fuel-cell electric vehicles), as well as the ongoing recovery in global automobile production volume due to the easing of the semiconductor shortage. Meanwhile, despite ongoing needs for factory automation and higher production efficiency, the industrial equipment market entered a consolidation phase as businesses showed increasing reluctance to make capital investments on the back of growing concerns about the slowing global economy. The consumer product market, the communication market, and the computers and storage market all performed poorly due to a continued decline in demand and inventory adjustments.

Working within this business environment, we have proceeded with the development of new products and technologies for power and analog devices, where the ROHM Group excels, for the automobile and industrial equipment markets, where mid- to long-term growth is expected. Through such efforts, we have promoted our proposals for total solutions that can extensively contribute to meeting customers' needs for energy saving and miniaturization.

In terms of production, we have continued to take action to achieve total optimization, and we have also promoted the installation of labor-saving and automated production lines through "monozukuri (manufacturing) innovation." In addition, we have made every effort to ensure the stable supply of our products to customers by improving productivity and increasing our production capacity to cope with fast-growing demand, albeit the production adjustment of some of the standard devices.

As a result, consolidated net sales for the first quarter of the fiscal year ending March 31, 2024 decreased 4.0% from the same period last year to 120,163 million yen, mainly due to declines in sales to the consumer product market, communication market, and computers & storage market, despite an increase in sales to the automobile market. Also, operating profit decreased 21.5% from the same period last year to 17,692 million yen, and the operating profit margin declined to 14.7% from 18.0%.

Ordinary profit also decreased 20.5% from the prior year to 28,033 million yen due to a decrease in foreign exchange gains in addition to a decrease in operating income.

Profit attributable to owners of parent decreased 22.9% from the prior year to 20,130 million yen.

Moreover, EBITDA (*1), an accounting metric that we emphasize in the ROHM Group, was 32,659 million yen for the first quarter of the fiscal year ending March 31, 2024, down 4.4% from the same period last year.

*1 EBITDA (Earnings before interest, taxes, depreciation and amortization)

An accounting metric widely used around the world to compare businesses in terms of earning power, calculated by adding interest and depreciation to a company's pretax earnings. The ROHM Group simplifies the EBITDA calculation by adding back depreciation to operating profit.

Overview of Performance by Segment

Integrated Circuits (ICs)

By market, in the automobile market, sales of high-value-added ICs, such as isolated gate driver ICs for powertrain applications, increased steadily in line with the accelerated popularization of electric vehicles, while sales of driver ICs for automotive light-emitting diode (LED) applications and power management ICs for advanced driver assistance systems (ADAS) and xEVs performed well. In contrast, in the consumer product market, sales of ICs for audio-visual (AV) equipment and home electric appliance applications saw the biggest decline, while in the computers and storage market, sales of power ICs for personal computer (PC) and solid-state drive (SSD) applications declined.

As a result, consolidated net sales for the first quarter of the fiscal year ending March 31, 2024 were 54,132 million yen, down 1.1% from the same period last year, and segment profit was 7,768 million yen, down 26.8% from the same period last year.

Discrete Semiconductor Devices

By business segment, sales of transistors, diodes and power devices in the automobile market, particularly for xEVs, remained strong, and sales in the industrial equipment market saw a solid increase, primarily for solar power generation, but sales struggled in the consumer product market and the computers and storage market. Sales of LEDs and laser diodes declined primarily in the consumer product market.

As a result, consolidated net sales for the first quarter of the fiscal year ending March 31, 2024 were 51,587 million yen, down 3.9% from the same period last year, and segment profit was 7,781 million yen, down 12.9% from the same period last year.

Modules

By business segment, sales of printheads declined primarily for payment terminal devices. As for optical modules, sales of sensor modules for smartphones increased.

As a result, consolidated net sales for the first quarter of the fiscal year ending March 31, 2024 were 8,086 million yen, down 10.0% from the same period last year, and segment profit was 459 million yen, down 67.5% from the same period last year.

Others

By business segment, sales of high-reliability resistors, such as high-power resistors and shunt resistors, performed well in the automobile market, while sales of resistors declined in the industrial equipment market.

As a result, consolidated net sales for the first quarter of the fiscal year ending March 31, 2024 were 6,357 million yen, down 17.8% from the same period last year, and segment profit was 558 million yen, down 59.3% from the same period last year.

Sales referenced in the “Overview of Performance by Segment” section above were to customers outside of the ROHM Group.

(2) Financial Conditions

Total assets were 1,151,570 million yen, an increase of 28,287 million yen from the end of the previous fiscal year, which can be largely explained by increases respectively in property, plant and equipment of 20,166 million yen, inventories of 11,660 million yen, investment securities of 9,941 million yen, securities of 9,682 million yen, notes and accounts receivable (trade) of 3,897 million yen partially offset by a decrease in cash and deposits of 31,196 million yen.

Total liabilities were 195,185 million yen, a decrease of 12,632 million yen from the end of the previous fiscal year, which can be largely explained by decreases respectively in income taxes payable of 11,344 million yen, accounts payable (other) of 9,429 million yen, partially offset by increases in deferred tax liabilities of 4,421 million yen, other of non-current liabilities of 2,339 million yen (of which long-term accounts payable of 2,182 million yen), other of current liabilities of 2,188 million yen (of which equipment-related electronically recorded liabilities of 1,941 million yen).

Total net assets were 956,385 million yen, an increase of 40,920 million yen from the end of the previous fiscal year, which can be largely explained by increases respectively in foreign currency translation adjustment of 23,123 million yen, total shareholders' equity of 10,315 million yen primarily due to the recording of profit attributable to owners of parent, valuation difference on available-for-sale securities of 7,456 million yen.

As a result, the equity ratio increased to 83.0% from 81.4% at the end of the previous fiscal year.

(3) Qualitative Information Regarding Consolidated Financial Results Forecast

The outlook for the global economy remains uncertain due to growing concerns over geopolitical risks, higher interest rates due to global inflation, and unstable foreign exchange markets, among other factors. The electronics industry will likely continue to benefit from the further promotion of energy savings to combat climate change and help realize a decarbonized society, and increasing capital investments for factory automation and digitization around the world. The consumer product market and the computers and storage market are expected to register a sluggish growth in the fiscal year ending March 31, 2024 as they will likely face some challenging headwinds due to a market slowdown in the first half of the fiscal year but will gradually recover in the second half. Against such a backdrop, the automobile market is expected to see a steady growth on the back of an increase in global automobile production volume and the surge toward further electrification of vehicles and more extensive use of electronic components in vehicles. We expect that the adoption, primarily, of power and analog devices on which the ROHM Group focuses will expand steadily in the automobile market.

At this stage, we have not seen any significant deviation from the full-year earnings forecast published at the beginning

of the fiscal year ending March 31, 2024. That said, we believe it is necessary to continue to closely monitor global developments in the electronics market and the supply situation of semiconductors from the second quarter (July-September) onward.

Should we determine it necessary to revise our earnings forecast, we will disclose the revised forecast promptly.

2. Consolidated Quarterly Financial Statements and Important Notes

(1) Consolidated Quarterly Balance Sheet

(Millions of yen)

| | As of March 31, 2023 | As of June 30, 2023 |
|---|----------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 291,154 | 259,958 |
| Notes and accounts receivable - trade | 100,472 | 104,369 |
| Electronically recorded monetary claims - operating | 9,277 | 8,275 |
| Securities | 38,093 | 47,775 |
| Merchandise and finished goods | 53,779 | 56,107 |
| Work in process | 79,646 | 86,189 |
| Raw materials and supplies | 62,059 | 64,848 |
| Income taxes refund receivable | 1,884 | 1,713 |
| Other | 17,669 | 18,849 |
| Allowance for doubtful accounts | -56 | -62 |
| Total current assets | 653,979 | 648,024 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 307,833 | 319,544 |
| Machinery, equipment and vehicles | 745,760 | 782,867 |
| Tools, furniture and fixtures | 61,333 | 63,634 |
| Land | 68,285 | 68,783 |
| Construction in progress | 59,279 | 64,110 |
| Other | 8,780 | 9,225 |
| Accumulated depreciation | -887,501 | -924,229 |
| Total property, plant and equipment | 363,771 | 383,937 |
| Intangible assets | | |
| Goodwill | 497 | 422 |
| Other | 5,225 | 7,684 |
| Total intangible assets | 5,722 | 8,106 |
| Investments and other assets | | |
| Investment securities | 76,976 | 86,917 |
| Retirement benefit asset | 1,875 | 1,923 |
| Deferred tax assets | 7,663 | 7,907 |
| Other | 13,788 | 15,387 |
| Allowance for doubtful accounts | -494 | -634 |
| Total investments and other assets | 99,810 | 111,501 |
| Total non-current assets | 469,303 | 503,545 |
| Total assets | 1,123,283 | 1,151,570 |

(Millions of yen)

| | As of March 31, 2023 | As of June 30, 2023 |
|---|----------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 16,157 | 15,173 |
| Electronically recorded obligations - operating | 4,112 | 3,851 |
| Accounts payable - other | 54,086 | 44,657 |
| Income taxes payable | 21,353 | 10,009 |
| Other | 36,196 | 38,384 |
| Total current liabilities | 131,907 | 112,075 |
| Non-current liabilities | | |
| Bonds payable | 40,336 | 40,286 |
| Deferred tax liabilities | 22,539 | 26,960 |
| Retirement benefit liability | 10,819 | 11,308 |
| Other | 2,215 | 4,554 |
| Total non-current liabilities | 75,910 | 83,109 |
| Total liabilities | 207,817 | 195,185 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 86,969 | 86,969 |
| Capital surplus | 102,416 | 102,416 |
| Retained earnings | 721,151 | 731,467 |
| Treasury shares | -39,880 | -39,882 |
| Total shareholders' equity | 870,656 | 880,971 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 34,007 | 41,463 |
| Foreign currency translation adjustment | 12,149 | 35,272 |
| Remeasurements of defined benefit plans | -1,901 | -1,915 |
| Total accumulated other comprehensive income | 44,256 | 74,820 |
| Non-controlling interests | 552 | 593 |
| Total net assets | 915,465 | 956,385 |
| Total liabilities and net assets | 1,123,283 | 1,151,570 |

(2) Consolidated Quarterly Statement of Income and Consolidated Quarterly Statement of Comprehensive Income
 (Consolidated Quarterly Statement of Income)
 (First Quarter of the Year Ending March 31, 2024)

(Millions of yen)

| | Three months ended June 30, 2022 | Three months ended June 30, 2023 |
|--|-------------------------------------|-------------------------------------|
| Net sales | 125,112 | 120,163 |
| Cost of sales | 78,811 | 78,375 |
| Gross profit | 46,301 | 41,787 |
| Selling, general and administrative expenses | 23,775 | 24,095 |
| Operating profit | 22,525 | 17,692 |
| Non-operating income | | |
| Interest income | 440 | 1,190 |
| Dividend income | 513 | 453 |
| Foreign exchange gains | 11,142 | 8,475 |
| Other | 703 | 274 |
| Total non-operating income | 12,799 | 10,394 |
| Non-operating expenses | | |
| Interest expenses | 35 | 45 |
| Settlement payments | 16 | — |
| Other | 12 | 7 |
| Total non-operating expenses | 64 | 53 |
| Ordinary profit | 35,261 | 28,033 |
| Extraordinary income | | |
| Gain on sale of non-current assets | 269 | 1,971 |
| Total extraordinary income | 269 | 1,971 |
| Extraordinary losses | | |
| Loss on sale of non-current assets | 25 | 7 |
| Loss on abandonment of non-current assets | 35 | 24 |
| Impairment losses | 26 | 0 |
| Loss on valuation of investment securities | 318 | — |
| Total extraordinary losses | 405 | 33 |
| Profit before income taxes | 35,125 | 29,971 |
| Income taxes - current | 8,024 | 8,520 |
| Income taxes - deferred | 985 | 1,304 |
| Total income taxes | 9,009 | 9,824 |
| Profit | 26,115 | 20,147 |
| Profit attributable to non-controlling interests | 10 | 16 |
| Profit attributable to owners of parent | 26,105 | 20,130 |

(Consolidated Quarterly Statement of Comprehensive Income)
(First Quarter of the Year Ending March 31, 2024)

(Millions of yen)

| | Three months ended June 30, 2022 | Three months ended June 30, 2023 |
|--|-------------------------------------|-------------------------------------|
| Profit | 26,115 | 20,147 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | -4,319 | 7,455 |
| Foreign currency translation adjustment | 26,324 | 23,150 |
| Remeasurements of defined benefit plans, net of tax | 110 | -14 |
| Total other comprehensive income | 22,115 | 30,591 |
| Comprehensive income | 48,231 | 50,738 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 48,200 | 50,695 |
| Comprehensive income attributable to non-controlling interests | 30 | 43 |

(3) Notes on Consolidated Quarterly Financial Statement

(Note on Going Concern)

No applicable items

(Notes in the Event of Significant Changes in Shareholders' Equity)

No applicable items

(Application of Special Accounting for Preparing Quarterly Consolidated Financial Statement)

(Change in calculation method for tax expenses)

Tax expenses of the Company and its domestic consolidated subsidiaries are calculated by multiplying quarterly income before income taxes by an effective tax rate. This tax rate is reasonably estimated after applying the deferred tax accounting to the income before income taxes for the consolidated fiscal year including this first quarter.

(Changes in Accounting Policies)

(Change in calculation method for tax expenses)

The Company and its domestic consolidated subsidiaries had previously been using fundamental methods for calculating tax expenses. However, in order to further streamline work involved in preparing the quarterly financial statements, the Company and its domestic consolidated subsidiaries have changed the method used in this regard. Accordingly, beginning in the first quarter of the year ending March 31, 2024, the methods for calculating tax expenses is to the method of rationally estimating their annual effective tax rate after the application of the deferred tax accounting to the annual income before income taxes and multiplying quarterly income before income taxes by reasonably estimated annual effective tax rate.

As this change in accounting policy has an immaterial impact on earnings, it has not been retroactively applied.

(Segment Information)

I First Quarter of the Year Ended March 31, 2023 (From April 1, 2022 to June 30, 2022)

Information on net sales, profits or losses by individual reportable segments

(Millions of yen)

| | Reportable Segments | | | | Others (Note 1) | Total | Adjusted amount (Note 2) | Amount on consolidate d quarterly statement of income (Note 3) |
|--|---------------------|---------------------------------------|---------|---------|--------------------|---------|--------------------------------|---|
| | ICs | Discrete semiconduct or devices | Modules | Total | | | | |
| Sales | | | | | | | | |
| Japan | 17,899 | 14,123 | 1,900 | 33,924 | 1,141 | 35,065 | — | 35,065 |
| Asia | 32,542 | 30,314 | 5,922 | 68,779 | 5,093 | 73,872 | — | 73,872 |
| Americas | 2,233 | 2,441 | 352 | 5,027 | 687 | 5,714 | — | 5,714 |
| Europe | 2,063 | 6,774 | 807 | 9,645 | 812 | 10,458 | — | 10,458 |
| Revenues from contracts with customers | 54,739 | 53,654 | 8,983 | 117,376 | 7,735 | 125,112 | — | 125,112 |
| Other revenues | — | — | — | — | — | — | — | — |
| Sales | | | | | | | | |
| Sales to customers | 54,739 | 53,654 | 8,983 | 117,376 | 7,735 | 125,112 | — | 125,112 |
| Inter-segment sales or transfer | 697 | 887 | — | 1,585 | 14 | 1,599 | -1,599 | — |
| Total | 55,437 | 54,542 | 8,983 | 118,962 | 7,749 | 126,712 | -1,599 | 125,112 |
| Segment profit | 10,617 | 8,934 | 1,416 | 20,968 | 1,372 | 22,340 | 185 | 22,525 |

(Note) 1. "Others" is an operational segment that is not included in reportable segments, consisting of business in resistors and tantalum capacitors.

2. The adjusted amount of the segment profit, 185 million yen, mainly includes general administrative expenses of -200 million yen that do not attribute to the segment and the settlement adjusted amount of 385 million yen, which is not allocated to the segment (such as adjustment for retirement benefits).

3. For segment profits, adjustments are made using the operating profit of the consolidated quarterly statement of income.

II First Quarter of the year ending March 31, 2024 (From April 1, 2023 to June 30, 2023)

Information on net sales, profits or losses by individual reportable segments and breakdown of revenues

(Millions of yen)

| | Reportable segments | | | | Others (Note 1) | Total | Adjusted amount (Note 2) | Amount on consolidate d quarterly statement of income (Note 3) |
|--|---------------------|---------------------------------------|---------|---------|--------------------|---------|--------------------------------|---|
| | ICs | Discrete semiconduct or devices | Modules | Total | | | | |
| Sales | | | | | | | | |
| Japan | 21,233 | 15,088 | 2,029 | 38,350 | 1,001 | 39,351 | — | 39,351 |
| Asia | 27,794 | 26,655 | 4,968 | 59,418 | 3,008 | 62,427 | — | 62,427 |
| Americas | 2,738 | 2,746 | 341 | 5,826 | 1,379 | 7,205 | — | 7,205 |
| Europe | 2,366 | 7,097 | 746 | 10,210 | 968 | 11,179 | — | 11,179 |
| Revenues from contracts with customers | 54,132 | 51,587 | 8,086 | 113,805 | 6,357 | 120,163 | — | 120,163 |
| Other revenues | — | — | — | — | — | — | — | — |
| Sales | | | | | | | | |
| Sales to customers | 54,132 | 51,587 | 8,086 | 113,805 | 6,357 | 120,163 | — | 120,163 |
| Inter-segment sales or transfer | 669 | 1,341 | 16 | 2,028 | 18 | 2,046 | -2,046 | — |
| Total | 54,801 | 52,929 | 8,103 | 115,833 | 6,375 | 122,209 | -2,046 | 120,163 |
| Segment profit | 7,768 | 7,781 | 459 | 16,009 | 558 | 16,568 | 1,124 | 17,692 |

(Note)1. "Others" is an operational segment that is not included in reportable segments, consisting of business in resistors and tantalum capacitors.

2. The adjusted amount of the segment profit, 1,124 million yen, mainly includes general administrative expenses of -62 million yen that do not attribute to the segment, and the settlement adjusted amount of 1,186 million yen, which is not allocated to the segment (such as adjustment for retirement benefits).

3. For segment profits, adjustments are made using the operating profit of the consolidated quarterly statement of income.