



# Consolidated Financial Statements

## For the First Quarter ended June 30, 2023 [Japanese GAAP]

August 9, 2023

Listed Company Name: INNOTECH CORPORATION  
 Stock Listed: Prime Market of the Tokyo Stock Exchange  
 Code No.: 9880  
 URL: <https://www.innotech.co.jp/>  
 Headquarters: 3-17-6, Shinyokohama, Kouhoku-ku, Yokohama-shi 222-8580 JAPAN  
 TEL: 81-45-474-9000 / FAX: 81-45-474-9089  
 President and Representative Director: Nobuyuki Otsuka

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

### 1. Consolidated Financial Highlights for the First Quarter ended June 30, 2023

(April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
First Quarter, FY2023	8,689	△ 3.8	101	△ 70.5	325	△ 41.0	189	△ 28.6
First Quarter, FY2022	9,036	△ 2.1	343	△ 57.8	550	△ 42.3	265	△ 58.4

[Note] Comprehensive income First Quarter, FY2023: △19 million yen (－%) First Quarter, FY2022: 423 million yen (△58.8%)

	Profit attributable to owners of parent per share	Diluted profit attributable to owners of parent per share
	yen sen	yen sen
First Quarter, FY2023	14.45	14.08
First Quarter, FY2022	20.29	19.77

(2) Consolidated Financial Position

	Total assets	Net assets	Net worth ratio
	million yen	million yen	%
First Quarter, FY2023	44,339	24,082	52.2
FY2022	43,629	24,589	54.1

[Reference] Net worth First Quarter, FY2023: 23,159 million yen FY2022: 23,605 million yen

### 2. Dividend Payment Results and Outlook

	Annual dividend per share Total				
	As of Q1-end	As of Q2-end	As of Q3-end	As of Fiscal Year-end	Full Year
	yen sen	yen sen	yen sen	yen sen	yen sen
FY2022	-	35.00	-	35.00	70.00
FY2023	-	-	-	-	-
FY2023 (outlook)	-	35.00	-	35.00	70.00

[Note] Revision made in the forecast dividend as of the end of the current quarter: None

### 3. Consolidated Business Outlook for FY2023 (April 1, 2023 to March 31, 2024)

(% represents the change from the same period in the previous fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit attributable to owners of parent per
	million yen	%	million yen	%	million yen	%	million yen	%	yen sen
FY2023	43,000	11.3	3,000	29.3	3,000	20.9	2,000	20.0	152.33

[Note] Change made in figures of the consolidated business outlook as of the end of the current quarter from the previous announcement: None

## Notes to Consolidated Financial Statements

(1) Change in significant subsidiaries during the first quarter : None  
Newly — (Name of Company) — Exception — (Name of Company) —

(2) Application of peculiar methods for accounting procedures : None

(3) Changes in accounting procedures:

- ① Related to accounting standard revisions etc. : None
- ② Other changes : None
- ③ Changes in accounting estimates : None
- ④ Modified restatements : None

(4) Number of shares outstanding ( common stock )

- ① Total outstanding shares including treasury shares as of:  
June 30, 2023 13,700,000 shares March 31, 2023 13,700,000 shares
- ② Outstanding treasury shares as of:  
June 30, 2023 570,918 shares March 31, 2023 558,918 shares
- ③ Average outstanding shares for the first quarter ended:  
June 30, 2023 13,140,027 shares June 30, 2022 13,108,182 shares

[Note] Information about quarterly review procedure execution:

This earnings release report is not subject to audit procedures based on the Financial Instruments and Exchange Act. At the time of disclosure of this report, the audit procedures for the financial statements are in progress.

[Note] Request for appropriate use of the business outlook and other special remarks:

The information provided in this documentation includes forward looking statements based on current expectations, forecasts or beliefs. Such forward looking statements include a number of preliminary assumptions about future events that are subject to factors and uncertainties that could cause actual results to differ materially from those described in the forward looking statements.

## Quarterly Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	6,598,397	6,873,115
Notes and accounts receivable - trade, and contract assets	9,665,796	8,384,634
Merchandise and finished goods	4,839,267	5,720,574
Work in process	1,349,057	1,620,256
Raw materials	1,917,086	2,058,532
Other	1,593,453	2,205,019
Allowance for doubtful accounts	△5,525	△4,985
<b>Total current assets</b>	<b>25,957,534</b>	<b>26,857,148</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	8,736,726	8,767,096
Accumulated depreciation	△5,296,141	△5,360,575
Buildings and structures, net	3,440,585	3,406,521
Land	5,848,453	5,848,453
Other	4,714,190	4,371,522
Accumulated depreciation	△2,540,060	△2,151,816
Other, net	2,174,129	2,219,705
<b>Total property, plant and equipment</b>	<b>11,463,168</b>	<b>11,474,681</b>
<b>Intangible assets</b>		
Goodwill	1,005,860	957,317
Other	1,231,053	1,259,053
<b>Total intangible assets</b>	<b>2,236,914</b>	<b>2,216,370</b>
<b>Investments and other assets</b>		
Investment securities	1,734,408	1,778,000
Other	2,237,239	2,013,701
<b>Total investments and other assets</b>	<b>3,971,647</b>	<b>3,791,702</b>
<b>Total non-current assets</b>	<b>17,671,730</b>	<b>17,482,754</b>
<b>Total assets</b>	<b>43,629,265</b>	<b>44,339,902</b>

(Thousands of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	3,053,286	2,806,281
Short-term borrowings	5,240,966	5,679,149
Current portion of bonds payable	2,200,000	2,200,000
Current portion of long-term borrowings	630,016	580,016
Income taxes payable	439,423	151,563
Advances received	3,118,406	4,895,553
Provision for bonuses	317,395	371,013
Provision for bonuses for directors (and other officers)	6,200	14,056
Other	2,062,759	1,706,324
Total current liabilities	17,068,453	18,403,959
Non-current liabilities		
Long-term borrowings	1,073,280	953,276
Provision for retirement benefits for directors (and other officers)	174,453	155,232
Provision for share awards	18,598	23,303
Retirement benefit liability	301,560	324,469
Other	402,931	396,771
Total non-current liabilities	1,970,824	1,853,053
Total liabilities	19,039,278	20,257,012
<b>Net assets</b>		
Shareholders' equity		
Share capital	10,517,159	10,517,159
Capital surplus	4,242,744	4,242,744
Retained earnings	8,697,421	8,425,868
Treasury shares	△651,358	△651,358
Total shareholders' equity	22,805,967	22,534,414
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	100,295	135,083
Deferred gains or losses on hedges	△44,960	6,511
Foreign currency translation adjustment	756,761	494,147
Remeasurements of defined benefit plans	△12,686	△11,117
Total accumulated other comprehensive income	799,409	624,625
Share acquisition rights	128,849	128,849
Non-controlling interests	855,760	794,999
Total net assets	24,589,987	24,082,889
<b>Total liabilities and net assets</b>	<b>43,629,265</b>	<b>44,339,902</b>

## Quarterly Consolidated Statements of Income

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	9,036,740	8,689,431
Cost of sales	6,311,676	6,058,884
Gross profit	2,725,064	2,630,546
Selling, general and administrative expenses	2,381,801	2,529,266
Operating profit	343,262	101,280
Non-operating income		
Rental income from real estate	111,133	114,490
Foreign exchange gains	190,207	204,095
Other	14,413	39,410
Total non-operating income	315,754	357,996
Non-operating expenses		
Rental expenses on real estate	81,969	94,272
Other	26,300	39,929
Total non-operating expenses	108,269	134,202
Ordinary profit	550,746	325,074
Profit before income taxes	550,746	325,074
Income taxes	296,895	165,711
Profit	253,851	159,363
Loss attributable to non-controlling interests	△12,139	△30,492
Profit attributable to owners of parent	265,990	189,855

## Quarterly Consolidated Statements of Comprehensive Income

(Thousands of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	253,851	159,363
Other comprehensive income		
Valuation difference on available-for-sale securities	1,462	34,788
Deferred gains or losses on hedges	79,908	51,472
Foreign currency translation adjustment	87,023	△266,674
Remeasurements of defined benefit plans, net of tax	798	1,568
Total other comprehensive income	169,193	△178,844
Comprehensive income	423,044	△19,481
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	429,083	15,071
Comprehensive income attributable to non-controlling interests	△6,039	△34,553

## (Segment Information)

## I. First Quarter, FY2022 (April 1, 2022 to June 30, 2022)

(Thousands of yen)

	Reportable segments				Reconciling items	Quarterly consolidated financial statements
	Test Solution Business	Semiconductor Design-related Business	System and Service Business	Reportable segments		
Sales						
Testers	1,823,519	—	—	1,823,519	—	1,823,519
STAr Technologies	1,385,152	—	—	1,385,152	—	1,385,152
EDA and Others	—	2,320,177	—	2,320,177	—	2,320,177
Sanei Hytechs	—	929,347	—	929,347	—	929,347
MoDeCH	—	94,175	—	94,175	—	94,175
Embedded System and Others	—	—	422,630	422,630	—	422,630
IT Access	—	—	1,248,783	1,248,783	—	1,248,783
GAIO Technology	—	—	751,741	751,741	—	751,741
Regulus	—	—	61,211	61,211	—	61,211
Revenue from Contracts with Customers	3,208,672	3,343,700	2,484,367	9,036,740	—	9,036,740
Revenues from external customers	3,208,672	3,343,700	2,484,367	9,036,740	—	9,036,740
Transactions with other segments	—	—	3,134	3,134	△3,134	—
Net sales	3,208,672	3,343,700	2,487,502	9,039,875	△3,134	9,036,740
Operating profit (loss)	150,865	164,081	191,490	506,437	△163,175	343,262

II. First Quarter, FY2023 (April 1, 2023 to June 30, 2023)

(Thousands of yen)

	Reportable segments				Reconciling items	Quarterly consolidated financial statements
	Test Solution Business	Semiconductor Design-related Business	System and Service Business	Reportable segments		
Sales						
Testers	529,038	—	—	529,038	—	529,038
STAr Technologies	1,906,447	—	—	1,906,447	—	1,906,447
EDA and Others	—	2,082,034	—	2,082,034	—	2,082,034
Sanei Hytechs	—	1,038,701	—	1,038,701	—	1,038,701
MoDeCH	—	73,194	—	73,194	—	73,194
Embedded System and Others	—	—	636,575	636,575	—	636,575
IT Access	—	—	1,396,631	1,396,631	—	1,396,631
GAIO Technology	—	—	917,260	917,260	—	917,260
Regulus	—	—	109,547	109,547	—	109,547
Revenue from Contracts with Customers	2,435,486	3,193,930	3,060,014	8,689,431	—	8,689,431
Revenues from external customers	2,435,486	3,193,930	3,060,014	8,689,431	—	8,689,431
Transactions with other segments	—	696	2,886	3,582	△3,582	—
Net sales	2,435,486	3,194,627	3,062,900	8,693,014	△3,582	8,689,431
Operating profit (△loss)	△240,126	168,270	295,712	223,856	△122,576	101,280