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October 26, 2023

Summary of Consolidated Financial Results for the Six Months Ended September 30, 2023 (Based on Japanese GAAP)

Company name: TOMEN DEVICES CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 2737
 URL: <https://www.tomendevices.co.jp>
 Representative: Ichiro Tsumaki, President
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 Scheduled date to file quarterly securities report: November 13, 2023
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results briefing: Yes (for institutional investors and analysts)

(Amounts less than million yen are rounded down.)

1. Consolidated financial results for the six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

(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	%
Six months ended								
September 30, 2023	183,781	(17.3)	5,703	(22.5)	3,413	(5.4)	(4)	-
September 30, 2022	222,153	2.0	7,361	24.7	3,607	(31.0)	2,724	(29.2)

Note: Comprehensive income For the six months ended September 30, 2023: ¥2,005 million [(59.7)%]
 For the six months ended September 30, 2022: ¥4,972 million [19.4%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2023	(0.59)	-
September 30, 2022	400.58	-

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	yen
September 30, 2023	106,976	43,141	40.3	6,343.42
March 31, 2023	107,177	44,198	40.3	6,353.93

Reference: Equity As of September 30, 2023: ¥43,141 million
 As of March 31, 2023: ¥43,213 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2023	-	0.00	-	300.00	300.00
Year ending March 31, 2024	-	0.00			
Year ending March 31, 2024 (Forecast)			-	120.00	120.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

	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
Full year	355,000	(15.0)	6,300	(48.5)	4,500	(31.7)	850	(82.7)	124.98

Note: Revisions to the consolidated earnings forecasts most recently announced: None

4. Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in the scope of consolidation) : No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statement
 - 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 September 30, 2023	6,802,000 shares
As of March 31, 2023	6,802,000 shares

Number of treasury shares at the end of the period

As of September 30, 2023	963 shares
As of March 31, 2023	963 shares

Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	6,801,037 shares
Six months ended September 30, 2022	6,801,047 shares

* Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

* Proper use of forecasts of financial results, and other special matters
(Caution regarding forward-looking statements and others)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	7,489	8,846
Notes and accounts receivable - trade	51,227	54,412
Electronically recorded monetary claims - operating	2,849	1,653
Merchandise	35,994	29,946
Advance payments to suppliers	2,637	3,486
Deposits paid	4,647	6,048
Other	505	540
Total current assets	105,352	104,935
Non-current assets		
Property, plant and equipment	309	249
Intangible assets	94	119
Investments and other asset	1,421	1,671
Total non-current assets	1,825	2,040
Total assets	107,177	106,976
Liabilities		
Current liabilities		
Accounts payable - trade	37,930	37,762
Short-term borrowings	20,563	18,293
Income taxes payable	488	38
Advances received	175	434
Provision for bonuses	282	108
Accounts payable - other	2,115	5,238
Other	708	1,249
Total current liabilities	62,264	63,124
Non-current liabilities		
Retirement benefit liability	509	528
Other	204	180
Total non-current liabilities	714	709
Total liabilities	62,978	63,834
Net assets		
Shareholders' equity		
Share capital	2,054	2,054
Capital surplus	-	16
Retained earnings	37,652	35,608
Treasury shares	(2)	(2)
Total shareholders' equity	39,703	37,675
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	231	-
Deferred gains or losses on hedges	103	(64)
Foreign currency translation adjustment	3,174	5,529
Total accumulated other comprehensive income	3,509	5,465
Non-controlling interests	985	-
Total net assets	44,198	43,141
Total liabilities and net assets	107,177	106,976

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net sales	222,153	183,781
Cost of sales	213,111	176,319
Gross profit	9,042	7,462
Selling, general and administrative expenses	1,680	1,758
Operating Profit	7,361	5,703
Non-operating income		
Interest income	1	3
Dividend income	17	10
Share of profit of entities accounted for using equity method	-	11
Other	15	5
Total non-operating income	34	30
Non-operating expenses		
Interest expenses	340	909
Loss on sale of receivables	115	155
Foreign exchange losses	3,313	1,233
Share of loss of entities accounted for using equity method	0	-
Other	18	22
Total non-operating expenses	3,789	2,321
Ordinary profit	3,607	3,413
Extraordinary income		
Gain on sale of investment securities	-	445
Total extraordinary income	-	445
Extraordinary losses		
Provision of allowance for doubtful accounts	-	3,864
Loss on valuation of inventories	-	371
Total extraordinary losses	-	4,236
Profit (loss) before income taxes	3,607	(377)
Income taxes	788	(381)
Profit (loss)	2,818	3
Profit attributable to non-controlling interests	93	7
Profit (loss) attributable to owners of parent	2,724	(4)

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit	2,818	3
Other comprehensive income		
Valuation difference on available-for-sale securities	4	(231)
Deferred gains or losses on hedges	(728)	(167)
Foreign currency translation adjustment	2,878	2,400
Total other comprehensive income	2,154	2,001
Comprehensive income	4,972	2,005
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,735	1,952
Comprehensive income attributable to non-controlling interests	237	53