

October 31, 2023

## CONSOLIDATED FINANCIAL REPORT FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2023 [Japanese GAAP]

SCREEN Holdings Co., Ltd. is listed on the Prime Market of the Tokyo Stock Exchange with the securities code number 7735.  
(URL <https://www.screen.co.jp/en>)

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Date planned for the filing of the quarterly report: November 13, 2023

Date of payment for cash dividends: December 1, 2023

Figures have been rounded down to eliminate amounts less than one million yen, except per share figures.

### PERFORMANCE FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2023 (APR. 1, 2023-SEPT. 30, 2023)

(Millions of yen, except per share figures)

(1) Business Results (Percentage are the rate of increase or decrease from the previous corresponding period.)

	Net Sales	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
<b>Six months ended Sept. 30, 2023</b>	<b>¥ 223,260</b>	<b>2.2%</b>	<b>¥ 38,550</b>	<b>1.0%</b>	<b>¥ 39,374</b>	<b>1.8%</b>
Six months ended Sept. 30, 2022	218,404	16.7	38,172	58.5	38,690	62.6

Note: Comprehensive income

Six months ended Sept. 30, 2023: ¥ 33,716 million ( 8.5 %)

Six months ended Sept. 30, 2022: ¥ 31,067 million ( 68.1 %)

	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)	Diluted Earnings per Share (Yen)
<b>Six months ended Sept. 30, 2023</b>	<b>¥ 26,347</b>	<b>-11.3%</b>	<b>¥ 277.84</b>	<b>¥ 270.63</b>
Six months ended Sept. 30, 2022	29,691	68.6	315.04	306.96

Note: The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Earnings per share has been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.

### (2) Financial Position

	Total Assets	Net Assets	Equity Ratio (%)
<b>Sept. 30, 2023</b>	<b>¥ 635,600</b>	<b>¥ 316,365</b>	<b>49.8%</b>
Mar. 31, 2023	562,816	299,926	53.3

Reference: Equity

As of Sept. 30, 2023: ¥ 316,323 million

As of Mar. 31, 2023: ¥ 299,888 million

**CASH DIVIDENDS**

(Yen)

Record date	Cash Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual
Fiscal year ended Mar. 31, 2023	¥ —	¥ —	¥ —	¥ 365.00	¥ 365.00
<b>Fiscal year ending Mar. 31, 2024</b>	—	<b>167.00</b>			
Fiscal year ending Mar. 31, 2024 (Forecast)			—	107.00	—

Note: Revision of the latest forecast of cash dividends: Yes

The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. The amount for the second quarter-end of the fiscal year ending March 31, 2024 is on a pre-split basis and the amount forecast for the year-end of the fiscal year ending March 31, 2024 is on a post-split basis. The annual dividend forecast is not shown since it cannot be simply summed up due to the stock split. The annual dividend on a pre-split basis is projected to be ¥381.00 per share. For details, please refer to "Explanation for appropriate use of forecasts and other notes."

**FORECAST OF BUSINESS RESULTS FOR THE FISCAL YEAR ENDING MARCH 31, 2024**

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period.)

	Net Sales	Percentage Change	Operating Income	Percentage Change
Fiscal year ending Mar. 31, 2024	¥ 500,000	8.5%	¥ 87,500	14.5%

	Ordinary Income	Percentage Change	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)
Fiscal year ending Mar. 31, 2024	¥ 86,000	11.1%	¥ 60,000	4.4%	¥ 632.65

Note: Revision of the latest business forecast: Yes

The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. The amount shown for basic earnings per share in the business forecast for the fiscal year ending March 31, 2024, is calculated factoring in the impact of the stock split. For details, please refer to "Explanation for appropriate use of forecasts and other notes."

**[Notes]**

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation): No

New Company: Not applicable      Exclusion: Not applicable

(2) Application of accounting methods specific to the preparation of quarterly consolidated financial statements: Yes

Please refer to P.11 [Notes for quarterly consolidated financial statements – (Application of accounting methods specific to the preparation of quarterly consolidated financial statements)] for more information.

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1. Changes in accounting policies accompanied by revision of accounting standard etc.: No

2. Changes in accounting policies other than 1: No

3. Changes in accounting estimates: No

4. Retrospective restatement: No

(4) Number of shares outstanding

1. Number of shares outstanding as of end of period (including treasury stock)

As of Sept. 30, 2023: 101,589,732 shares As of Mar. 31, 2023: 101,589,732 shares

2. Number of treasury stock as of end of period

As of Sept. 30, 2023: 6,742,770 shares As of Mar. 31, 2023: 6,770,028 shares

3. Average number of shares outstanding

Six months ended Sept. 30, 2023: 94,830,738 shares Six months ended Sept. 30, 2022: 94,246,012 shares

Note: The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Number of shares outstanding as of end of period, number of treasury stock and average number of shares outstanding are calculated on the assumption that stock split was implemented at the beginning of the previous fiscal year.

\*This quarterly earnings report is exempt from the quarterly review procedure by certified public accountants or audit firm.

\*Explanation for appropriate use of forecasts and other notes

The forward-looking statements such as operational forecasts contained in this document are based on the information currently available to SCREEN Holdings and certain assumptions that are regarded as legitimate. SCREEN Holdings does not promise that the forecasts or estimates will be accurate. Large discrepancies may be seen in the actual results due to various factors. Please refer to P.5 "3. Qualitative information regarding consolidated business forecasts" for the assumptions used and other notes.

**Outlook of consolidated business results and dividends following the stock split**

As a result of a resolution passed at the Board of Directors' Meeting on May 10, 2023, the Company has implemented a stock split in the ratio of 1 share into 2 shares on October 1, 2023. In addition, at the 82nd Ordinary General Meeting of Shareholders held on June 23, 2023, an amendment to the Articles of Incorporation was approved to allow the Company to pay an interim dividend by a resolution of the Board of Directors. The outlook for consolidated business results and dividends for the fiscal year ending March 31, 2024, calculated on a pre-split basis, is as follows.

1. Consolidated business forecast for the fiscal year ending March 31, 2024

Basic earnings per share for the full year: ¥ 1,265.30

2. Dividends forecast for the fiscal year ending March 31, 2024

Cash dividends per share at second quarter-end: ¥ 167.00

Cash dividends per share at fiscal year-end: ¥ 214.00

Total: ¥ 381.00

**[Qualitative Information, Financial Statements]****1. Qualitative information regarding the status of consolidated business results**

During the first half of the fiscal year ending March 31, 2024 (the six-month period from April 1, 2023, to September 30, 2023), although there were signs of a gradual recovery of the global economy, the recovery has been sluggish in some regions, due to price increase, as well as global monetary tightening in line with rising inflationary pressures and other factors.

With regard to the business conditions surrounding the Company, in the electronics industry, memory manufacturers and others continued to curb investment as demand for smartphones, PCs, and other products declined due to the saturation of the special demand caused by COVID-19. Meanwhile, we saw steady growth of capital investments in the fields of miniaturization, power semiconductors, and packaging technology in line with the progress in IoT technologies and digital transformation driven by the growing use of 5G and AI, as well as green transformation. On the other hand, display manufacturers continue to face a challenging situation, although there are signs of a turnaround in the supply-demand balance for TV use panel.

Under these circumstances, for the first half of the fiscal year ending March 31, 2024, the Company posted consolidated net sales of ¥223,260 million, an increase of ¥4,855 million (2.2%) from the corresponding period of the previous fiscal year. On the earnings front, as the result of an improvement in profitability and an increase in net sales, although fixed costs increased, operating income totaled ¥38,550 million, an increase of ¥377 million (1.0%) from the corresponding period of the previous fiscal year and ordinary income amounted to ¥39,374 million, an increase of ¥683 million (1.8%) year on year. In addition, as a result of a decrease in gains for the sales of shares of an affiliate and other factors in extraordinary income, quarterly profit attributable to owners of parent totaled ¥26,347 million, a decrease of ¥3,343 million (11.3%) compared with the corresponding period of the previous fiscal year.

Performance by reportable segment is explained below.

***The Semiconductor Production Equipment (SPE) Business***

In the SPE business, sales to foundry increased year on year, despite a decrease in sales to memory manufacturers. By region, sales to China and North America rose, but those to Taiwan declined. As a result, net sales in this segment amounted to ¥186,059 million, up 5.4% year on year. On the earnings front, operating income in this segment came to ¥38,921 million, up 1.4% year on year, mainly reflecting an improvement in profitability and an increase in sales, despite increased fixed costs.

***The Graphic Arts Equipment (GA) Business***

In the GA business, net sales in this segment amounted to ¥23,944 million, up 7.7% year on year, due to increased sales of equipment and recurring business, mainly ink. On the earnings front, operating income was ¥2,190 million, up 34.8% year on year due mainly to an increase in sales.

***The Display Production Equipment and Coater (FT) Business***

In the FT business, sales of display production equipment declined due to the sluggish capital investment by display manufacturers. As a result, net sales in this segment amounted to ¥5,784 million, down 49.9% year on year. On the earnings front, operating loss came to ¥648 million, compared with operating loss of ¥1,087 million in the corresponding period of the previous fiscal year, mainly reflecting a decrease in sales, despite our efforts to control fixed costs.

***The PCB-Related Equipment (PE) Business***

In the PE business, due to a decrease in direct imaging systems, net sales in this segment amounted to ¥7,250 million, down 4.8% year on year. On the earnings front, operating income in this segment came to ¥1,047 million, down 34.0% year on year due mainly to a decrease in sales and an increase in fixed costs.

## 2. Qualitative information regarding changes in consolidated financial position

Total assets as of September 30, 2023 stood at ¥635,600 million, an increase of ¥72,784 million, or 12.9%, compared with March 31, 2023. This was largely due to increases in inventories, securities (certificates of deposit) and other current assets.

Total liabilities amounted to ¥319,235 million, up ¥56,346 million, or 21.4%, compared with the end of the previous fiscal year. This was mainly attributable to increases in contract liabilities, notes and accounts payable including electronically recorded obligations.

Total net assets amounted to ¥316,365 million, up ¥16,438 million, or 5.5%, compared with the end of the previous fiscal year. This was mainly attributable to the recording of quarterly profit attributable to owners of parent, despite the payment of cash dividends.

As a result, the equity ratio as of September 30, 2023 stood at 49.8%.

### Status of Cash Flows

The status of cash flows for the first half of the fiscal year ending March 31, 2024 is as follows.

Net cash provided by operating activities amounted to ¥68,909 million, compared with ¥20,160 million provided by operating activities in the first half of the previous fiscal year. This was because the sum of income before income taxes, an increase in contract liabilities, an increase in notes and accounts payable including electronically recorded obligations, a decrease in notes and accounts receivable including electronically recorded monetary claims, a decrease in contract assets and other inflows exceeded increases in inventories, income taxes paid and other outflows.

Net cash used in investing activities amounted to ¥18,311 million, compared with ¥2,800 million used in investing activities in the first half of the previous fiscal year. This was largely attributable to payments associated with construction of a new factory, the purchase of property, plant and equipment, such as equipment for R&D, and other outflows.

Net cash used in financing activities amounted to ¥18,177 million, compared with ¥20,136 million used in financing activities in the first half of the previous fiscal year. This was due mainly to cash dividends paid.

As a result, cash and cash equivalents as of September 30, 2023, totaled ¥209,610 million, up ¥35,949 million from March 31, 2023, including effect of exchange rate changes on cash and cash equivalents.

## 3. Qualitative information regarding consolidated business forecasts

SCREEN Holdings has revised its consolidated business forecast for the fiscal year ending March 31, 2024, from the previous forecast announced on July 28, 2023, as shown below. The revision is mainly due to the current client investment trends. In addition, based on the revision of business forecast for the fiscal year ending March 31, 2024, it has been decided to revise the cash dividend forecast for the fiscal year ending March 31, 2024. For details, please refer to today's "Notice: First Half Business Forecast Differences with its Results and Full-Year Business Forecast Revision for the Fiscal Year Ending March 31, 2024" and "Notice: Determination of Interim Dividends of Surplus and Revision of Cash Dividend Forecast."

### Business forecasts

Fiscal year ending March 31, 2024 (April 1, 2023 to March 31, 2024)

(Millions of yen)

		Fiscal year ending Mar. 31, 2024
Net Sales		¥ 500,000
	SPE	416,000
	GA	46,000
	FT	22,000
	PE	14,500
	Other and Adjustments	1,500
Operating Income		87,500
Ordinary Income		86,000
Profit Attributable to Owners of Parent		60,000

Note: The aforementioned forecasts are based on foreign currency exchange rate from the third quarter onwards estimates of USD1.00 = ¥140 and EUR1.00 = ¥150. Business forecasts are also made in accordance with currently available information and rational assumptions. However, it should be noted that actual results could differ significantly due to a variety of factors.

**CONSOLIDATED BALANCE SHEETS**

(Millions of yen)

	Mar. 31, 2023	Sept. 30, 2023
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash and deposits	¥ 175,576	¥ 181,514
Notes and accounts receivable - trade, and contract assets	100,048	85,904
Electronically recorded monetary claims - operating	7,168	11,428
Securities	—	30,000
Merchandise and finished goods	45,865	73,803
Work in process	59,721	61,786
Raw materials and supplies	18,289	20,639
Other	22,467	22,814
Allowance for doubtful accounts	(870)	(654)
Total current assets	428,267	487,238
<b>Non-current assets:</b>		
<b>Property, plant and equipment:</b>		
Buildings and structures	72,649	78,089
Machinery, equipment and vehicles	52,022	55,035
Other	43,547	44,997
Accumulated depreciation	(95,552)	(99,297)
Total property, plant and equipment	72,667	78,824
<b>Intangible assets:</b>		
Other	4,879	4,884
Total intangible assets	4,879	4,884
<b>Investments and other assets:</b>		
Investment securities	40,697	46,330
Net defined benefit asset	6,395	6,931
Deferred tax assets	5,948	6,962
Other	4,056	4,676
Allowance for doubtful accounts	(96)	(248)
Total investments and other assets	57,001	64,652
Total non-current assets	134,548	148,361
<b>Total assets</b>	<b>562,816</b>	<b>635,600</b>

**CONSOLIDATED BALANCE SHEETS**

(Millions of yen)

	Mar. 31, 2023	Sept. 30, 2023
<b>LIABILITIES</b>		
<b>Current liabilities:</b>		
Notes and accounts payable - trade	¥ 41,300	¥ 39,911
Electronically recorded obligations - operating	51,669	68,986
Short-term loans payable	17	—
Current portion of long-term loans payable	10,400	10,200
Lease obligations	1,115	1,193
Income taxes payable	10,617	12,554
Notes payable-facilities	215	49
Electronically recorded obligations - facilities	6,162	3,013
Contract liabilities	74,674	108,600
Provision for bonuses	6,107	3,761
Provision for directors' bonuses	296	82
Provision for product warranties	10,418	10,573
Provision for loss on order received	1,164	942
Other	22,979	31,538
Total current liabilities	237,137	291,408
<b>Non-current liabilities:</b>		
Convertible bond-type bonds with share acquisition rights	15,023	15,017
Long-term loans payable	4	4
Lease obligations	2,292	2,086
Net defined benefit liability	957	1,062
Provision for directors' retirement benefits	146	133
Provision for stock payment	55	50
Provision for management board incentive plan trust	47	40
Asset retirement obligations	100	123
Other	7,124	9,307
Total non-current liabilities	25,751	27,826
Total liabilities	262,889	319,235
<b>NET ASSETS</b>		
<b>Shareholders' equity:</b>		
Capital stock	54,044	54,044
Capital surplus	10,308	10,308
Retained earnings	229,596	238,581
Treasury stock	(14,894)	(14,809)
Total shareholders' equity	279,055	288,125
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	18,616	21,353
Foreign currency translation adjustment	3,036	7,630
Remeasurements of defined benefit plans	(820)	(785)
Total accumulated other comprehensive income	20,832	28,198
<b>Non-controlling interests</b>	38	41
<b>Total net assets</b>	299,926	316,365
<b>Total liabilities and net assets</b>	562,816	635,600

**CONSOLIDATED STATEMENTS OF INCOME**

(Millions of yen)

	Apr.1, 2022- Sept.30, 2022	Apr.1, 2023- Sept.30, 2023
<b>Net sales</b>	¥ 218,404	¥ 223,260
<b>Cost of sales</b>	142,240	142,696
<b>Gross profit</b>	76,163	80,563
<b>Selling, general and administrative expenses</b>	37,991	42,013
<b>Operating income</b>	38,172	38,550
<b>Non-operating income</b>		
Interest income	68	209
Dividends income	399	436
Foreign exchange gains, net	154	—
Gain on sales of non-current assets	53	638
Other	465	551
Total non-operating income	1,142	1,834
<b>Non-operating expenses</b>		
Interest expenses	120	89
Foreign exchange losses, net	—	566
Share of loss of entities accounted for using equity method	172	140
Other	331	214
Total non-operating expenses	624	1,010
<b>Ordinary income</b>	38,690	39,374
<b>Extraordinary income</b>		
Gain on sales of investment securities	—	20
Gain on sales of shares of subsidiaries and associates	3,461	—
Gain on sales of businesses	91	—
Total extraordinary income	3,553	20
<b>Extraordinary loss</b>		
Loss on valuation of investment securities	0	4
Total extraordinary loss	0	4
<b>Income before income taxes</b>	42,242	39,390
<b>Income taxes</b>	12,581	13,041
<b>Profit</b>	29,660	26,348
<b>Profit (loss) attributable to non-controlling interests</b>	(30)	0
<b>Profit attributable to owners of parent</b>	29,691	26,347



**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

(Millions of yen)

	Apr.1, 2022- Sept.30, 2022	Apr.1, 2023- Sept.30, 2023
<b>Profit</b>	¥ 29,660	¥ 26,348
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	(3,658)	2,737
Foreign currency translation adjustment	5,158	4,581
Remeasurements of defined benefit plans	(99)	34
Share of other comprehensive income of entities accounted for using equity method	6	14
Total other comprehensive income	1,407	7,367
<b>Comprehensive income</b>	31,067	33,716
Comprehensive income attributable to:		
Owners of parent	31,094	33,713
Non-controlling interests	(26)	3

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

(Millions of yen)

	Apr.1, 2022- Sept. 30, 2022	Apr.1, 2023- Sept. 30, 2023
<b>Cash flow from operating activities:</b>		
Income before income taxes	¥ 42,242	¥ 39,390
Depreciation and amortization	4,311	4,999
Loss (gain) on valuation of investment securities	0	4
Loss (gain) on sales of investment securities	—	(20)
Gain on sales of non-current assets	(53)	(638)
Share of loss (profit) of entities accounted for using equity method	172	140
Increase (decrease) in net defined benefit asset and liability	(124)	(432)
Increase (decrease) in provision for bonuses	(2,004)	(2,345)
Increase (decrease) in provision for directors' bonuses	(180)	(213)
Increase (decrease) in provision for stock payment	(13)	(5)
Increase (decrease) in provision for management board incentive plan trust	(12)	(6)
Increase (decrease) in provision for product warranties	728	120
Increase (decrease) in provision for loss on order received	(117)	(221)
Loss (gain) on sales of shares of subsidiaries and associates	(3,461)	—
Loss (gain) on sales of businesses	(91)	—
Interest and dividend income	(467)	(645)
Interest expenses	120	89
Decrease (increase) in notes and accounts receivable including electronically recorded monetary claims, and contract assets	4,880	10,255
Decrease (increase) in inventories	(14,798)	(30,170)
Decrease (increase) in other current assets	856	826
Increase (decrease) in notes and accounts payable including electronically recorded obligations	4,154	16,135
Increase (decrease) in contract liabilities	(206)	34,606
Increase (decrease) in other current liabilities	456	10,604
Other, net	(1,684)	(766)
Subtotal	34,707	81,706
Interest and dividend income received	466	662
Interest expenses paid	(121)	(103)
Income taxes paid	(14,892)	(13,356)
Net cash provided by (used in) operating activities	20,160	68,909
<b>Cash flow from investing activities:</b>		
Decrease (increase) in time deposits	821	161
Purchase of property, plant and equipment	(9,713)	(16,581)
Proceeds from sales of property, plant and equipment	238	888
Purchase of intangible assets	(541)	(866)
Purchase of investment securities	(300)	(1,843)
Proceeds from sales of investment securities	—	72
Proceeds from sales of shares of subsidiaries and associates resulting in change in scope of consolidation	5,725	—
Proceeds from sales of businesses	572	—
Other, net	395	(142)
Net cash provided by (used in) investing activities	(2,800)	(18,311)
<b>Cash flow from financing activities:</b>		
Net increase (decrease) in short-term loans payable	—	(16)
Repayments of long-term loans payable	(200)	(200)
Repayments of lease obligations	(572)	(623)
Redemption of convertible bond-type bonds with share acquisition rights	(5,681)	—
Net decrease (increase) in treasury stock	(2)	(7)
Cash dividends paid	(13,680)	(17,329)
Net cash provided by (used in) financing activities	(20,136)	(18,177)
Effect of exchange rate changes on cash and cash equivalents	4,345	3,529
Net increase (decrease) in cash and cash equivalents	1,569	35,949
Cash and cash equivalents at beginning of period	131,011	173,660
Cash and cash equivalents at end of period	132,580	209,610

**[Notes for quarterly consolidated financial statements]**

(Note for going concern assumption)

Not Applicable

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

Not Applicable

(Application of accounting methods specific to the preparation of quarterly consolidated financial statements)

**Calculation of income taxes**

Income tax amount is calculated principally by multiplying reasonably estimated annual effective tax rate through the second quarter ended September 30, 2023, with the effects of deferred taxes reflected, by the amount of year-to-date income before income taxes. When calculation using reasonably estimated annual effective tax rate causes irrational results, income tax amount is calculated based on the legal tax rate.

**SEGMENT INFORMATION**

## [Segment Information]

## I Six months ended Sept. 30, 2022

## Net sales and income (loss) in reportable segment

(Millions of yen)

	Reportable segment *1					Other *2	Total	Adjustments *3	Consolidated *4
	SPE	GA	FT	PE	Total				
Sales									
(1) Sales to outside customers	¥ 176,548	¥ 22,117	¥ 11,329	¥ 7,566	¥ 217,562	¥ 842	¥ 218,404	¥ -	¥ 218,404
(2) Intersegment sales and transfers	-	112	211	46	369	7,544	7,914	(7,914)	-
Total	176,548	22,230	11,540	7,613	217,932	8,387	226,319	(7,914)	218,404
Segment income (loss)	38,378	1,624	(1,087)	1,587	40,502	(346)	40,155	(1,982)	38,172

## Notes:

- \*1. The SPE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. In the GA segment, graphic arts equipment is developed, manufactured, sold and maintained. The FT segment develops, manufactures and markets display production equipment and coater equipment, and it also conducts maintenance services. In the PE segment, PCB related equipment is developed, manufactured, sold and maintained.
- \*2. The "Other" category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in the life science business, software development, planning and production of printed matter and other businesses.
- \*3. Segment income (loss) adjustment of ¥ (1,982) million is the Company's profit (loss) not attributable to reportable segment.
- \*4. Segment income (loss) is reconciled to operating income in the consolidated statements of income.

## II Six months ended Sept. 30, 2023

## Net sales and income (loss) in reportable segment

(Millions of yen)

	Reportable segment *1					Other *2	Total	Adjustments *3	Consolidated *4
	SPE	GA	FT	PE	Total				
Sales									
(1) Sales to outside customers	¥ 186,059	¥ 23,829	¥ 5,211	¥ 7,192	¥ 222,293	¥ 967	¥ 223,260	¥ -	¥ 223,260
(2) Intersegment sales and transfers	-	114	572	58	746	8,400	9,146	(9,146)	-
Total	186,059	23,944	5,784	7,250	223,039	9,367	232,407	(9,146)	223,260
Segment income (loss)	38,921	2,190	(648)	1,047	41,510	(510)	40,999	(2,449)	38,550

## Notes:

- \*1. The SPE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. In the GA segment, graphic arts equipment is developed, manufactured, sold and maintained. The FT segment develops, manufactures and markets display production equipment and coater equipment, and it also conducts maintenance services. In the PE segment, PCB related equipment is developed, manufactured, sold and maintained.
- \*2. The "Other" category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in the life science business, software development, planning and production of printed matter and other businesses.
- \*3. Segment income (loss) adjustment of ¥ (2,449) million is the Company's profit (loss) not attributable to reportable segment.
- \*4. Segment income (loss) is reconciled to operating income in the consolidated statements of income.

## SIGNIFICANT SUBSEQUENT EVENTS

### Significant subsequent events

#### Stock split

Based on a resolution passed at its Board of Directors meeting held on May 10, 2023, the Company implemented a stock split of common stock in the ratio of 1 share into 2 shares, with an effective date of October 1, 2023.

#### 1. Purpose of Stock Split

By implementing the stock split to lower the minimum investment, we intend to make shares more affordable for investors, with a view to expanding the investor base.

We recognize that transitioning to a share price per unit within the ideal range recommended by the Tokyo Stock Exchange (between ¥50,000 and less than ¥500,000) would be useful in terms of encouraging market participation by individual investors. Going forward, we will continue to watch and consider further actions based on future stock market trends, the price and liquidity of the Company shares, and changes to the shareholder structure in a holistic manner.

#### 2. Overview of Stock Split

##### (1) Split Method

The Company implemented the stock split of common stock owned by all recorded shareholders as of September 30, 2023, in the ratio of 1 share into 2 shares.

##### (2) Number of Shares Increased Through Stock Split

Total number of issued shares before stock split:	50,794,866 shares
Number of shares increased through stock split:	50,794,866 shares
Total number of issued shares after stock split:	101,589,732 shares
Total number of authorized shares after stock split:	360,000,000 shares

##### (3) Split Schedule

Date of public notice of record date:	September 15, 2023
Record date:	September 30, 2023
Effective date:	October 1, 2023

##### (4) Impact on Per Share Information

The impact on per share information is stated in the relevant part.

## Consolidated Financial Highlights for the Second Quarter Ended September 30, 2023

(Figures less than one million yen have been omitted and other figures have been rounded.)

	FY2023	FY2024	Difference		FY2023	FY2024
	6 months ended Sept. 30, 2022	6 months ended Sept. 30, 2023			12 months ended Mar.31, 2023	12 months ending Mar.31, 2024
	Result	Result	Amount	Percentage	Result	Forecast
Net sales	¥ 218,404	¥ 223,260	¥ 4,855	2.2%	¥ 460,834	¥ 500,000
Operating income	38,172	38,550	377	1.0%	76,452	87,500
[to net sales ratio]	17.5%	17.3%	(0.2) pt	—	16.6 %	17.5 %
Ordinary income	38,690	39,374	683	1.8%	77,393	86,000
[to net sales ratio]	17.7%	17.6%	(0.1) pt	—	16.8 %	17.2 %
Profit attributable to owners of parent	29,691	26,347	(3,343)	-11.3%	57,491	60,000
[to net sales ratio]	13.6%	11.8%	(1.8) pt	—	12.5 %	12.0 %
Total assets	477,427	635,600	* 72,784	12.9%	562,816	—
Net assets	274,589	316,365	* 16,438	5.5%	299,926	—
Equity	274,543	316,323	* 16,435	5.5%	299,888	—
Equity ratio	57.5%	49.8%	* (3.5) pt	—	53.3 %	—
Net assets per share (Yen)	2,895.40	3,335.09	* 172.37	5.5%	3,162.72	—
Interest-bearing debt	29,311	28,502	* (349)	-1.2%	28,852	—
Net interest-bearing debt	(104,560)	(183,011)	* (36,288)	—	(146,723)	—
Cash flows from operating activities	20,160	68,909	—	—	73,906	—
Cash flows from investing activities	(2,800)	(18,311)	—	—	(12,514)	—
Cash flows from financing activities	(20,136)	(18,177)	—	—	(20,961)	—
Depreciation and amortization	4,311	4,999	688	16.0%	8,799	11,000
Capital expenditures	8,954	10,802	1,848	20.6%	29,015	30,000
R&D expenses	11,913	13,129	1,215	10.2%	24,760	29,000
Number of employees	5,949	6,238	* 251	4.2%	5,987	—
Number of consolidated subsidiaries	55	52	* (3)	—	55	—
[Domestic]	[26]	[23]	* [(3)]	—	[26]	—
[Overseas]	[29]	[29]	* [—]	—	[29]	—
Number of non-consolidated subsidiaries	4	4	* —	—	4	—
[Number of non-consolidated subsidiaries accounted for by equity method]	[1]	[1]	* [—]	—	[1]	—
Number of affiliates	1	2	* 1	—	1	—
[Number of affiliates accounted for by equity method]	[1]	[2]	* [1]	—	[1]	—

\* show changes from Mar. 31, 2023

Notes:

\*1 The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Net assets per share shown above are calculated based on the assumption that the consolidation of shares had been implemented at the beginning of the fiscal year ended March 31, 2023.

\*2 Net interest-bearing debt is calculated by subtracting cash and cash equivalents and time deposits from balance of interest-bearing debt.

\*3 The decrease in the number of consolidated subsidiaries was due to the liquidation of SCREEN MFG Service Co., Ltd. and two other companies in the second quarter of the current fiscal year.

## Sales Breakdown (Consolidated)

(Millions of yen)

		FY2023						FY2024			
		3 months ended Jun. 30, 2022	3 months ended Sept. 30, 2022	6 months ended Sept. 30, 2022	3 months ended Dec. 31, 2022	3 months ended Mar. 31, 2023	12 months ended Mar. 31, 2023	3 months ended Jun. 30, 2023	3 months ended Sept. 30, 2023	6 months ended Sept. 30, 2023	12 months ending Mar. 31, 2024
		Result	Result	Result	Result	Result	Result	Result	Result	Result	Forecast
Semiconductor Production Equipment Business (SPE)	Domestic	10,188	18,126	28,314	13,484	16,548	58,347	8,981	12,130	21,112	—
	Overseas	74,445	73,788	148,233	80,665	83,688	312,587	73,362	91,584	164,947	—
	Total	84,633	91,914	176,548	94,149	100,237	370,934	82,343	103,715	186,059	416,000
Graphic Arts Equipment Business (GA)	Domestic	4,434	5,054	9,488	5,447	5,043	19,979	5,073	5,155	10,228	—
	Overseas	6,123	6,617	12,741	6,584	6,304	25,630	6,518	7,197	13,715	—
	Total	10,558	11,671	22,230	12,031	11,347	45,609	11,591	12,352	23,944	46,000
Display Production Equipment and Coater Business (FT)	Domestic	347	400	748	318	592	1,658	771	491	1,262	—
	Overseas	2,712	8,080	10,792	5,299	8,438	24,530	1,619	2,902	4,521	—
	Total	3,060	8,480	11,540	5,617	9,030	26,189	2,391	3,393	5,784	22,000
PCB-Related Equipment Business (PE)	Domestic	664	1,092	1,757	850	1,223	3,831	603	1,686	2,290	—
	Overseas	2,681	3,174	5,856	3,924	3,223	13,004	2,803	2,157	4,960	—
	Total	3,346	4,266	7,613	4,774	4,447	16,835	3,407	3,843	7,250	14,500
Other	Domestic	300	361	662	410	685	1,758	356	358	715	—
	Overseas	86	93	180	62	63	306	132	119	251	—
	Total	386	455	842	472	749	2,064	489	477	967	2,500
Intersegment sales	Domestic	(157)	(211)	(369)	(207)	(221)	(799)	(533)	(213)	(746)	—
	Overseas	—	—	—	—	—	—	—	—	—	—
	Total	(157)	(211)	(369)	(207)	(221)	(799)	(533)	(213)	(746)	(1,000)
Grand Total	Domestic	15,777	24,823	40,600	20,302	23,871	84,775	15,253	19,609	34,863	—
	Overseas	86,049	91,754	177,803	96,536	101,718	376,058	84,436	103,960	188,397	—
	Total	101,826	116,577	218,404	116,839	125,590	460,834	99,690	123,569	223,260	500,000
	Overseas Ratio	84.5%	78.7%	81.4%	82.6%	81.0%	81.6%	84.6%	84.1%	84.3%	—