

**Consolidated Financial Results for the First Two Quarters of the Fiscal Year Ending March 31, 2024
(Japan GAAP)**

November 7, 2023

Name of Listed Company: Yokogawa Electric Corporation (the “Company” herein)
 Stock Exchanges Where the Company’s Shares Are Listed: Tokyo Stock Exchange
 Securities Code: 6841 URL <https://www.yokogawa.com/>
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 Name and Position of Person in Charge: Hirohiko Nakatani, Department Manager of IR Department
 Telephone Number: +81-422-52-6845
 Planned Quarterly Report Filing Date: November 8, 2023
 Planned Dividend Payment Starting Date: December 1, 2023
 Quarterly Financial Results Supplemental Materials: Yes
 Quarterly Financial Results Presentation Meeting: Yes (for institutional investors)

(Any amount less than one million yen is disregarded.)

1. Consolidated Business Results for the First Two Quarters of the Year Ending March 31, 2024 (April 1-September 30, 2023)

(1) Results of Operations on a Consolidated Basis (accumulated)

(Percentages show the change from the same period 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	%
For first two quarters of year ending March 31, 2024	254,498	23.6	33,707	149.0	37,076	133.6	35,053	279.4
For first two quarters of year ended March 31, 2023	205,918	11.7	13,537	(4.4)	15,870	5.1	9,239	1.4

(Note) Comprehensive income For first two quarters of year ending March 31, 2024 56,284 million yen [69.9%]
 For first two quarters of year ended March 31, 2023 33,130 million yen [154.4%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
For first two quarters of year ending March 31, 2024	132.50	—
For first two quarters of year ended March 31, 2023	34.61	—

(2) Financial Conditions on a Consolidated Basis

	Total assets	Net assets	Shareholders’ equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2023	630,891	423,984	65.7
As of March 31, 2023	618,637	386,825	61.4

(Reference) Shareholders’ equity: As of September 30, 2023: 414,474 million yen As of March 31, 2023: 379,625 million yen

(Note) In the fiscal year ended March 31, 2023, the Company finalized the provisional accounting treatment for the business combination. Amounts as of September 30, 2022 therefore reflect a revision to the initial allocation of the acquisition cost that was performed due to the finalization of the provisional accounting treatment.

2. Dividend Status

	Dividends per share				
	June 30	September 30	December 31	End of period	Total
	Yen	Yen	Yen	Yen	Yen
For year ended March 31, 2023	—	17.00	—	17.00	34.00
For year ending March 31, 2024	—	17.00			
For year ending March 31, 2024 (forecast)			—	17.00	34.00

(Note) Adjustment on dividend forecast in this quarter: No

3. Consolidated Business Forecast for the Year Ending March 31, 2024 (April 1, 2023-March 31, 2024)

(Percentages show the change from the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	Yen
Full year	512,000	12.2	63,000	41.9	64,000	31.7	48,000	23.3
								182.41

(Note) Adjustment on consolidated business forecast in this quarter: Yes

The Company's net sales and operating profit tend to increase in the second and fourth quarters, and this is particularly the case with the industrial automation and control business in Japan.

<Notes>

- (1) Changes to important subsidiaries during the period: No
(changes to specific subsidiaries resulting in the change in range of consolidation)
- (2) Application of special methods for quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatements
 - a. Changes in accounting policies accompanying revision of accounting standards: No
 - b. Changes in accounting policies other than (a) above: No
 - c. Changes in accounting estimates: No
 - d. Restatements: No
- (4) Number of shares issued (common stock)
 - a. Number of shares outstanding at the end of the period (including treasury shares)

As of September 30, 2023	268,624,510 shares
As of March 31, 2023	268,624,510 shares
 - b. Number of treasury shares at the end of the period

As of September 30, 2023	7,135,583 shares
As of March 31, 2023	1,695,433 shares
 - c. Average number of shares in the period (accumulated quarterly period)

For the first two quarters of the year ending March 31, 2024	264,549,147 shares
For the first two quarters of the year ended March 31, 2023	266,930,104 shares

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

Note concerning appropriate use of business forecasts, etc.

The above forecasts are based on the information that was available at the time this document was released and involve assumptions regarding uncertain factors that may have an effect on future performance. Actual performance may vary greatly due to a variety of factors. For premises underlying the assumptions for business forecasts and cautions concerning the use of business forecasts, please refer to "1. Qualitative Information on Quarterly Consolidated Financial Results (3) Explanation of Consolidated Business Forecast and Other Expectations" on page 5.

The Company plans to hold a quarterly financial results presentation meeting for institutional investors via web conference on November 7, 2023. The Company also plans to promptly post to its website the materials that are used at the meeting.

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1. Qualitative Information on Quarterly Consolidated Financial Results

(1) Explanation of Business Results

For the first two quarters of the current fiscal year (April 1, 2023 to September 30, 2023), in accordance with the mid-term business plan, “Accelerate Growth 2023,” where the current fiscal year is its final year, the Group has been working to establish a business structure centered on solving common social issues towards growth, focusing on four key strategies: “Implement IA2IA and smart manufacturing and transform value provision,” “Strengthen industry responsiveness and expand cross-industry business,” “Ensure profitability and sound growth,” and “Optimize internal operations and transform mindsets.”

In terms of the Group’s business performance during the first two quarters of the current fiscal year, net sales increased by 48.5 billion yen year on year, mainly due to an improved procurement environment for production parts and project-procured products, the effect of price hike measures, recording sales of large-scale projects ordered after COVID-19, and the impact of foreign exchange fluctuations. Operating profit increased by 20.1 billion yen year on year, mainly due to an increase in the gross profit margin with an increase in sales. Ordinary profit increased by 21.2 billion yen year on year, and profit attributable to owners of parent increased by 25.8 billion yen year on year, mainly due to the recording of gain on sale of investment securities in extraordinary income in the first quarter, despite the recording of an impairment loss on goodwill, etc. related to an overseas subsidiary in extraordinary losses.

Business results are as follows.

Unit: billion yen				
	First two quarters of FY2022	First two quarters of FY2023	Difference	Change
Net sales	205.918	254.498	48.580	23.6%
Operating profit	13.537	33.707	20.170	149.0%
Ordinary profit	15.870	37.076	21.205	133.6%
Profit attributable to owners of parent	9.239	35.053	25.813	279.4%
(Reference) Average rate to 1 U.S. dollar (Yen)	135.30 yen	142.61 yen	7.31 yen	-

Results by individual segment are outlined below.

<Industrial Automation and Control Business>

Unit: billion yen				
	First two quarters of FY2022	First two quarters of FY2023	Difference	Change
Net sales	193.081	236.171	43.090	22.3%
Operating profit	12.196	29.491	17.294	141.8%

Net sales for the industrial automation and control business segment increased by 43.0 billion yen year on year, mainly due to an improved procurement environment for production parts and project-procured products, the effect of price hike measures, recording sales of large-scale projects ordered after COVID-19, and the impact of foreign exchange fluctuations. Operating profit increased by 17.2 billion yen year on year, mainly due to an increase in the gross profit margin with an increase in sales.

<Measuring Instruments Business>

Unit: billion yen				
	First two quarters of FY2022	First two quarters of FY2023	Difference	Change
Net sales	11.059	16.138	5.079	45.9%
Operating profit	1.596	4.432	2.836	177.7%

In the measuring instruments business, net sales increased by 5.0 billion yen year on year, mainly due to an improved procurement environment for production parts. Operating profit increased by 2.8 billion yen year on year, mainly due to an increase in the gross profit margin with an increase in sales.

<New Businesses and Others>

Unit: billion yen				
	First two quarters of FY2022	First two quarters of FY2023	Difference	Change
Net sales	1.777	2.187	0.410	23.1%
Operating profit	(0.255)	(0.216)	0.039	-

Net sales and operating loss for new businesses and others were almost the same level as the same period of the previous fiscal year.

(2) Explanation of Financial Conditions

In comparison to March 31, 2023, total assets as of September 30, 2023 were up 12.2 billion yen to 630.8 billion yen, mainly due to increases in notes and accounts receivable - trade, and contract assets, and merchandise and finished goods, despite decreases in cash and deposits and investment securities.

In addition, total liabilities were 206.9 billion yen, down 24.9 billion yen compared to March 31, 2023, due mainly to a decrease in commercial papers.

As of September 30, 2023, net assets were 423.9 billion yen, up 37.1 billion yen compared to March 31, 2023, due mainly to the recognition of profit attributable to owners of parent and an increase in foreign currency translation adjustment, despite a decrease due to purchase of treasury shares.

As a result, the shareholders' equity ratio was 65.7%, up 4.3 percentage points from the end of the previous fiscal year.

The cash flow from operating activities in the first two quarters of the current fiscal year was a net inflow of 20.7 billion yen, up 5.5 billion yen from the same period in the previous fiscal year, mainly reflecting the recording of profit before income taxes and depreciation.

The cash flow from investing activities was a net inflow of 16.3 billion yen (compared to a net outflow of 12.8 billion yen in the same period of the previous fiscal year), mainly reflecting proceeds from sale of investment securities, despite purchase of property, plant and equipment, and intangible assets.

The cash flow from financing activities was a net outflow of 53.5 billion yen (up 44.4 billion yen from the previous fiscal year), mainly due to redemption of commercial papers, purchase of treasury shares, and dividends paid.

As a result, the balance of cash and cash equivalents as of September 30, 2023 was 106.7 billion yen, down 9.6 billion yen from the end of the previous fiscal year.

(3) Explanation of Consolidated Business Forecast and Other Expectations

With regard to the Group's consolidated business forecast for the fiscal year ending March 31, 2024, we have revised the consolidated business forecast announced on May 9, 2023, as follows, taking into account the improved procurement environment for production parts and project-procured products, and the state of foreign exchange. The assumed foreign exchange rate has been revised from 1 USD = 130 yen to 1 USD = 140 yen.

This consolidated business forecast has been calculated using information, etc. available at the present time. Actual business performance may vary from this forecast due to a variety of factors arising in the future. The impact of such factors as the advance of inflation around the world and its effects on the economic environment, and heightened geopolitical tensions on our business may fluctuate significantly, and in the event of any changes affecting the Group's business performance, this consolidated business forecast will be revised and announced swiftly.

The Company's net sales and operating profit tend to increase in the second and fourth quarters, and this is particularly the case with the industrial automation and control business in Japan.

The following compares the full-year consolidated business forecast announced on May 9, 2023, with the revised forecast announced on November 7, 2023.

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
	Billions of yen	Billions of yen	Billions of yen	Billions of yen	Yen
Previously announced forecast (A)	470.0	48.0	49.0	44.0	164.84
Revised forecast (B)	512.0	63.0	64.0	48.0	182.41
Difference (B) - (A)	42.0	15.0	15.0	4.0	—
Change	8.9%	31.3%	30.6%	9.1%	—
(Reference) Results for fiscal year ended March 31, 2023	456.4	44.4	48.6	38.9	145.81

(Reference) Full-Year Consolidated Business Forecast by Segment

<Orders Received>

Unit: billion yen

	Previously announced forecast (May 9, 2023)	Revised forecast (November 7, 2023)	Difference
Industrial automation and control business	457.5	485.5	up 28.0
Measuring instruments business	28.5	27.5	down 1.0
New businesses and others	4.0	4.0	–
Total	490.0	517.0	up 27.0

<Net Sales>

Unit: billion yen

	Previously announced forecast (May 9, 2023)	Revised forecast (November 7, 2023)	Difference
Industrial automation and control business	440.5	479.0	up 38.5
Measuring instruments business	25.5	29.0	up 3.5
New businesses and others	4.0	4.0	–
Total	470.0	512.0	up 42.0

<Operating Profit>

Unit: billion yen

	Previously announced forecast (May 9, 2023)	Revised forecast (November 7, 2023)	Difference
Industrial automation and control business	44.5	58.0	up 13.5
Measuring instruments business	5.0	6.5	up 1.5
New businesses and others	(1.5)	(1.5)	–
Total	48.0	63.0	up 15.0

<Cautions Concerning the Use of Business Forecasts>

As the above business forecast is based on certain assumptions judged by the Company to be reasonable at present, actual business results may differ.

The main factors that may cause changes in the results are as follows.

- Changes in foreign exchange rates, particularly the U.S. dollar, the euro, Asian currencies, and the currencies of the Middle East
- Sudden changes in the price of crude oil
- Sudden changes in the political and economic situation in major markets
- Geopolitical risks in the Middle East and East Asia, etc.
- Changes in the business environment such as revisions to trade regulations
- Dramatic shifts in product supply and demand in the market
- Changes in Japanese share prices
- Protection of the Company's patents and securement of the licensing of patents held by other companies
- M&A and business alliances with other companies for purposes such as product development
- Occurrences of natural disasters such as earthquakes, floods, and tsunamis

2. Consolidated Quarterly Financial Statements

(1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	(Reference) End of FY2022 (March 31, 2023)	End of FY2023 2nd quarter (September 30, 2023)
Assets		
Current assets		
Cash and deposits	121,438	111,452
Notes and accounts receivable - trade, and contract assets	209,270	225,858
Merchandise and finished goods	18,467	24,301
Work in process	4,932	6,505
Raw materials and supplies	25,006	25,596
Other	24,251	29,325
Allowance for doubtful accounts	(6,106)	(6,299)
Total current assets	397,261	416,739
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	46,183	46,135
Other	41,376	42,027
Total property, plant and equipment	87,559	88,163
Intangible assets		
Software	14,137	19,048
Goodwill	14,614	12,672
Other	19,782	14,353
Total intangible assets	48,534	46,074
Investments and other assets		
Investment securities	70,786	63,767
Other	15,354	17,062
Allowance for doubtful accounts	(859)	(916)
Total investments and other assets	85,281	79,913
Total non-current assets	221,375	214,151
Total assets	618,637	630,891

(Millions of yen)

	(Reference) End of FY2022 (March 31, 2023)	End of FY2023 2nd quarter (September 30, 2023)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	31,226	29,313
Electronically recorded obligations - operating	10,098	10,215
Short-term borrowings	20,475	15
Commercial papers	25,000	–
Accounts payable - other	18,741	12,974
Income taxes payable	6,472	7,342
Contract liabilities	45,837	52,946
Provision for bonuses	20,776	17,780
Provision for loss on construction contracts	7,380	7,812
Other	27,088	27,797
Total current liabilities	213,097	166,199
Non-current liabilities		
Long-term borrowings	4,087	24,000
Retirement benefit liability	5,081	5,997
Other	9,544	10,709
Total non-current liabilities	18,713	40,707
Total liabilities	231,811	206,907
Net assets		
Shareholders' equity		
Share capital	43,401	43,401
Capital surplus	54,392	54,464
Retained earnings	251,277	281,792
Treasury shares	(1,410)	(15,755)
Total shareholders' equity	347,660	363,903
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	19,106	21,691
Deferred gains or losses on hedges	(98)	54
Foreign currency translation adjustment	13,812	29,765
Remeasurements of defined benefit plans	(854)	(939)
Total accumulated other comprehensive income	31,965	50,570
Non-controlling interests	7,200	9,509
Total net assets	386,825	423,984
Total liabilities and net assets	618,637	630,891

(2) Consolidated Quarterly Statements of Income and Statements of Comprehensive Income
Consolidated Quarterly Statements of Income for the First Two Quarters of FY2023

(Millions of yen)

	(Reference) First two quarters of FY2022 (April 1-September 30, 2022)	First two quarters of FY2023 (April 1-September 30, 2023)
Net sales	205,918	254,498
Cost of sales	116,079	135,772
Gross profit	89,838	118,725
Selling, general and administrative expenses	76,300	85,018
Operating profit	13,537	33,707
Non-operating income		
Interest income	438	846
Dividend income	615	630
Share of profit of entities accounted for using equity method	1,311	1,658
Foreign exchange gains	1,019	928
Other	607	910
Total non-operating income	3,991	4,975
Non-operating expenses		
Interest expenses	435	660
Provision of allowance for doubtful accounts	355	38
Donations	136	212
Other	730	694
Total non-operating expenses	1,657	1,606
Ordinary profit	15,870	37,076
Extraordinary income		
Gain on sale of non-current assets	3	15
Gain on sale of investment securities	834	16,504
Total extraordinary income	838	16,520
Extraordinary losses		
Loss on sale of non-current assets	0	8
Loss on retirement of non-current assets	109	26
Impairment losses	-	*
Loss on sale of investments in capital of subsidiaries and associates	-	259
Loss on termination of retirement benefit plan	-	105
Business restructuring expenses	-	68
Total extraordinary losses	109	6,089
Profit before income taxes	16,599	47,507
Income taxes - current	4,205	10,958
Income taxes - deferred	1,700	(718)
Total income taxes	5,905	10,240
Profit	10,693	37,267
Profit attributable to non-controlling interests	1,453	2,214
Profit attributable to owners of parent	9,239	35,053

Consolidated Quarterly Statements of Comprehensive Income for the First Two Quarters of FY2023

(Millions of yen)

	(Reference) First two quarters of FY2022 (April 1-September 30, 2022)	First two quarters of FY2023 (April 1-September 30, 2023)
Profit	10,693	37,267
Other comprehensive income		
Valuation difference on available-for-sale securities	3,922	2,567
Deferred gains or losses on hedges	–	152
Foreign currency translation adjustment	18,456	16,375
Remeasurements of defined benefit plans, net of tax	(73)	(75)
Share of other comprehensive income of entities accounted for using equity method	132	(3)
Total other comprehensive income	22,437	19,017
Comprehensive income	33,130	56,284
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	31,235	53,658
Comprehensive income attributable to non-controlling interests	1,895	2,625

(3) Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	(Reference) First two quarters of FY2022 (April 1-September 30, 2022)	First two quarters of FY2023 (April 1-September 30, 2023)
Cash flows from operating activities		
Profit before income taxes	16,599	47,507
Depreciation	8,572	9,602
Amortization of goodwill	1,145	1,456
Increase (decrease) in allowance for doubtful accounts	(231)	(291)
Increase (decrease) in provision for bonuses	(3,167)	(3,913)
Increase (decrease) in retirement benefit liability	326	402
Interest and dividend income	(1,053)	(1,476)
Interest expenses	435	660
Share of loss (profit) of entities accounted for using equity method	(1,311)	(1,658)
Loss (gain) on sale of investment securities	(834)	(16,504)
Impairment losses	–	5,621
Decrease (increase) in trade receivables	13,094	(811)
Decrease (increase) in inventories	(5,008)	(5,050)
Increase (decrease) in trade payables	(5,657)	(3,415)
Increase (decrease) in accounts payable - other	(2,280)	(1,946)
Increase (decrease) in accrued expenses	(1,089)	(271)
Other, net	(85)	1,558
Subtotal	19,451	31,468
Interest and dividends received	1,937	2,261
Interest paid	(384)	(667)
Income taxes refund (paid)	(5,883)	(12,343)
Net cash provided by (used in) operating activities	15,122	20,718
Cash flows from investing activities		
Payments into time deposits	(2,528)	(198)
Proceeds from withdrawal of time deposits	1,389	929
Purchase of property, plant and equipment	(4,727)	(4,512)
Proceeds from sale of property, plant and equipment	23	28
Purchase of intangible assets	(5,793)	(7,479)
Purchase of investment securities	(1,128)	(164)
Proceeds from sale and redemption of investment securities	1,087	27,505
Proceeds from sale of businesses	428	–
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(1,611)	–
Other, net	28	251
Net cash provided by (used in) investing activities	(12,830)	16,358

(Millions of yen)

	(Reference) First two quarters of FY2022 (April 1-September 30, 2022)	First two quarters of FY2023 (April 1-September 30, 2023)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(991)	(489)
Net increase (decrease) in commercial papers	–	(25,000)
Proceeds from long-term borrowings	–	20,000
Repayments of long-term borrowings	–	(20,093)
Repayments of lease liabilities	(1,432)	(1,143)
Dividends paid	(4,539)	(4,536)
Dividends paid to non-controlling interests	(2,139)	(2,364)
Purchase of treasury shares	(1)	(14,344)
Decrease (increase) in deposits for treasury shares purchase	–	(5,657)
Other, net	–	83
Net cash provided by (used in) financing activities	(9,105)	(53,547)
Effect of exchange rate change on cash and cash equivalents	8,761	6,800
Net increase (decrease) in cash and cash equivalents	1,948	(9,669)
Cash and cash equivalents at beginning of period	115,541	116,378
Cash and cash equivalents at end of period	117,490	106,708

(4) Notes on Consolidated Quarterly Financial Statements

Notes for Going Concern

Not applicable

Notes If There Is a Remarkable Change in the Amount of Shareholders' Equity

The Company acquired 5,439,300 treasury shares, in accordance with a resolution of the meeting of the Board of Directors held on May 9, 2023. As a result, the Company's treasury shares increased by 14,342 million yen during the first two quarters, and the amount of treasury shares and the total number of shares held as of the end of the second quarter, including a portion acquired in response to requests to purchase odd-lot shares, were 15,755 million yen and 7,135,583 shares, respectively.

Consolidated Quarterly Statements of Income

* Impairment Losses

First Two Quarters of FY2023 (April 1-September 30, 2023)

Impairment losses were recorded for the following asset groups.

(Millions of yen)			
Location	Use	Category	Impairment losses
United States	Business assets	Goodwill	1,987
		Other intangible assets	3,606
Japan	Idle assets	Machinery, equipment and vehicles	28
		Total	5,621

The Group's business assets are grouped based on management accounting classification.

The book values mainly with respect to the goodwill, etc. arising at the time of acquisition of equity interest in U.S. based consolidated subsidiary, PXiSE Energy Solutions, LLC were reduced to their respective recoverable amounts and the amount of said reductions have been recorded as impairment losses on account of the business results of the company falling below the initially forecasted business plans.

The recoverable amounts for the said asset group are measured by value in use and are calculated by discounting future cash flows at a rate of 10%.

Segment Information
Segment Sales and Profits (Losses)

(Millions of yen)

		(Reference) First two quarters of FY2022 (April 1-September 30, 2022)	First two quarters of FY2023 (April 1-September 30, 2023)	Change
Industrial automation and control	Net sales to unaffiliated customers	193,081	236,171	43,090
	Operating profit (loss)	12,196	29,491	17,294
Measuring instruments	Net sales to unaffiliated customers	11,059	16,138	5,079
	Operating profit (loss)	1,596	4,432	2,836
New businesses and others	Net sales to unaffiliated customers	1,777	2,187	410
	Operating profit (loss)	(255)	(216)	39
Amount on consolidated statements of income	Net sales to unaffiliated customers	205,918	254,498	48,580
	Operating profit (loss)	13,537	33,707	20,170

[Reference]

Net Sales by Geographical Location

(Millions of yen)

	(Reference) First two quarters of FY2022 (April 1-September 30, 2022)		First two quarters of FY2023 (April 1-September 30, 2023)		Change
	Amount	Composition ratio (%)	Amount	Composition ratio (%)	Amount
Japan	55,519	27.0	62,024	24.4	6,505
Outside Japan	150,398	73.0	192,473	75.6	42,075
Southeast Asia, Far East	32,612	15.8	37,571	14.8	4,959
China	35,333	17.1	42,749	16.8	7,416
India	8,596	4.2	11,985	4.7	3,388
Europe	18,308	8.9	25,247	9.9	6,939
Russia	3,949	1.9	1,166	0.4	(2,783)
North America	20,172	9.8	27,160	10.7	6,988
Middle East, Africa	25,046	12.2	36,544	14.4	11,497
Central and South America	6,377	3.1	10,046	3.9	3,669
Consolidated	205,918	100.0	254,498	100.0	48,580

[Reference]

November 7, 2023
Yokogawa Electric Corporation

Consolidated Financial Statements for the First Two Quarters of FY2023

(Millions of yen)

	First two quarters of FY2022		First two quarters of FY2023		Change	
	Amount	Ratio to net sales	Amount	Ratio to net sales	Amount	Ratio to net sales
Net sales	205,918	–	254,498	–	48,580	–
Operating profit	13,537	6.6%	33,707	13.2%	20,170	6.7%
Ordinary profit	15,870	7.7%	37,076	14.6%	21,205	6.9%
Profit attributable to owners of parent	9,239	4.5%	35,053	13.8%	25,813	9.3%
Total assets	583,858		630,891		47,032	
Net assets	368,573		423,984		55,411	
Return on equity	2.7%		8.8%		6.2%	
Basic earnings per share	34.61 yen		132.50 yen		97.89 yen	
Capital investment	8,230		10,718		2,487	
Depreciation	9,717		11,059		1,341	
Research and development expenses	14,832		15,710		877	
Average exchange rate during the period (USD)	135.30 yen		142.61 yen		7.31 yen	

Orders Received (Millions of yen)

	First two quarters of FY2022	First two quarters of FY2023	FY2023 full year (forecast)
Industrial automation and control business	246,591	251,586	485,500
Measuring instruments business	15,891	13,156	27,500
New businesses and others	1,840	1,362	4,000
Total	264,322	266,105	517,000

Net Sales (Millions of yen)

	First two quarters of FY2022	First two quarters of FY2023	FY2023 full year (forecast)
Industrial automation and control business	193,081	236,171	479,000
Measuring instruments business	11,059	16,138	29,000
New businesses and others	1,777	2,187	4,000
Total	205,918	254,498	512,000

Operating Profit (Millions of yen)

	First two quarters of FY2022	First two quarters of FY2023	FY2023 full year (forecast)
Industrial automation and control business	12,196	29,491	58,000
Measuring instruments business	1,596	4,432	6,500
New businesses and others	(255)	(216)	(1,500)
Total	13,537	33,707	63,000