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January 31, 2024

Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

Company name: TOMEN DEVICES CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 2737
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 Scheduled date to file quarterly securities report: February 13, 2024
 Scheduled date to commence dividend payments: -
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results briefing: No

(Amounts less than million yen are rounded down.)

1. Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 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	%
Nine months ended								
December 31, 2023	267,494	(19.5)	7,119	(34.0)	4,486	(23.5)	787	(82.0)
December 31, 2022	332,246	(3.3)	10,779	20.6	5,861	(25.1)	4,369	(24.9)

Note: Comprehensive income For the nine months ended December 31, 2023: ¥1,704 million [(72.3)%]
 For the nine months ended December 31, 2022: ¥6,159 million [(4.3)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2023	115.79	-
December 31, 2022	642.46	-

(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
December 31, 2023	116,118	42,840	36.9	6,299.17
March 31, 2023	107,177	44,198	40.3	6,353.93

Reference: Equity As of December 31, 2023: ¥42,840 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)				160.00	160.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

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

	Percentages indicate year-on-year changes								
	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)	7,900	(35.4)	4,800	(27.2)	1,100	(77.6)	161.74

Note: Revisions to the consolidated earnings forecasts most recently announced: Yes

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 December 31, 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 December 31, 2023	1,009 shares
As of March 31, 2023	963 shares

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

Nine months ended December 31, 2023	6,801,025 shares
Nine months ended December 31, 2022	6,801,044 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 December 31, 2023
Assets		
Current assets		
Cash and deposits	7,489	7,974
Notes and accounts receivable - trade	51,227	51,181
Electronically recorded monetary claims - operating	2,849	1,321
Merchandise	35,994	45,486
Advance payments to suppliers	2,637	972
Deposits paid	4,647	5,849
Other	505	1,413
Total current assets	<u>105,352</u>	<u>114,200</u>
Non-current assets		
Property, plant and equipment	309	203
Intangible assets	94	326
Investments and other asset	1,421	1,386
Total non-current assets	<u>1,825</u>	<u>1,917</u>
Total assets	<u>107,177</u>	<u>116,118</u>
Liabilities		
Current liabilities		
Accounts payable - trade	37,930	39,715
Short-term borrowings	20,563	28,649
Income taxes payable	488	—
Advances received	175	2
Provision for bonuses	282	93
Accounts payable - other	2,115	3,536
Other	708	589
Total current liabilities	<u>62,264</u>	<u>72,587</u>
Non-current liabilities		
Retirement benefit liability	509	539
Other	204	151
Total non-current liabilities	<u>714</u>	<u>690</u>
Total liabilities	<u>62,978</u>	<u>73,277</u>
Net assets		
Shareholders' equity		
Share capital	2,054	2,054
Capital surplus	—	16
Retained earnings	37,652	36,399
Treasury shares	(2)	(3)
Total shareholders' equity	<u>39,703</u>	<u>38,467</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	231	—
Deferred gains or losses on hedges	103	56
Foreign currency translation adjustment	3,174	4,317
Total accumulated other comprehensive income	<u>3,509</u>	<u>4,373</u>
Non-controlling interests	985	—
Total net assets	<u>44,198</u>	<u>42,840</u>
Total liabilities and net assets	<u>107,177</u>	<u>116,118</u>

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	332,246	267,494
Cost of sales	318,814	257,695
Gross profit	13,432	9,799
Selling, general and administrative expenses	2,653	2,680
Operating Profit	10,779	7,119
Non-operating income		
Interest income	2	6
Dividend income	18	10
Share of profit of entities accounted for using equity method	2	5
Other	17	1
Total non-operating income	41	22
Non-operating expenses		
Interest expenses	843	1,131
Loss on sale of receivables	216	283
Foreign exchange losses	3,873	1,211
Other	26	29
Total non-operating expenses	4,959	2,655
Ordinary profit	5,861	4,486
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 before income taxes	5,861	695
Income taxes	1,354	(100)
Profit	4,506	795
Profit attributable to non-controlling interests	137	7
Profit attributable to owners of parent	4,369	787

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	4,506	795
Other comprehensive income		
Valuation difference on available-for-sale securities	(17)	△231
Deferred gains or losses on hedges	362	△47
Foreign currency translation adjustment	1,307	1,188
Total other comprehensive income	1,652	909
Comprehensive income	6,159	1,704
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,956	1,651
Comprehensive income attributable to non-controlling interests	202	53