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February 14, 2024

Consolidated Financial Results for the Fiscal Year Ended December 31, 2023 (Under Japanese GAAP)

Company name: SUMCO Corporation
 Listing: Tokyo Stock Exchange
 Securities code: 3436
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 Scheduled date of annual general meeting of shareholders: March 28, 2024
 Scheduled date to commence dividend payments: March 8, 2024
 Scheduled date to file annual securities report: March 28, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and security analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Dec. 31, 2023	425,941	(3.4)	73,080	(33.4)	72,627	(34.8)	63,884	(9.0)
Dec. 31, 2022	441,083	31.4	109,683	112.8	111,339	117.9	70,205	70.7

Note: Comprehensive income For the fiscal year ended Dec. 31, 2023: ¥82,387 million [(10.1)%]
 For the fiscal year ended Dec. 31, 2022: ¥91,680 million [55.1%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
Dec. 31, 2023	182.59	—	11.6	7.4	17.2
Dec. 31, 2022	200.49	—	13.9	13.4	24.9

Reference: Share of profit (loss) of entities accounted for using equity method
 For the fiscal year ended Dec. 31, 2023: ¥199 million
 For the fiscal year ended Dec. 31, 2022: ¥— million

(2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Dec. 31, 2023	1,073,087	635,527	53.3	1,636.19
Dec. 31, 2022	892,555	591,484	59.8	1,523.71

Reference: Equity
 As of Dec. 31, 2023: ¥572,156 million
 As of Dec. 31, 2022: ¥533,552 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Dec. 31, 2023	96,342	(247,677)	43,456	156,353
Dec. 31, 2022	179,462	(126,351)	(23,153)	259,305

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended Dec. 31, 2022	—	36.00	—	45.00	81.00	28,363	40.4	5.6
Fiscal year ended Dec. 31, 2023	—	42.00	—	13.00	55.00	19,259	30.1	3.5
Fiscal year ending Dec. 31, 2024 (Forecast)	—	—	—	—	—		—	

(Note) Dividends per share for the fiscal year ending Dec. 31, 2024 are not determined.

3. Consolidated business forecast for the three months ending March 31, 2024 (from January 1, 2024 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary Income		Net income attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Three months ending Mar. 31, 2024	87,000	(20.9)	4,500	(82.7)	4,000	(85.4)	2,000	(94.7)	5.72

(Note) SUMCO discloses forecasts for the forthcoming quarter only. For more information, please see “(4) Outlook for the First Quarter of Fiscal Year 2024” on page 3 of Supplementary Materials.

* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(Note) For more information, please see “(5) Notes to Consolidated Financial Statements (Changes in Accounting Policies)” on page 11 of Supplementary Materials.

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of Dec. 31, 2023	350,175,139 shares
As of Dec. 31, 2022	350,175,139 shares

(ii) Number of treasury shares at the end of the period

As of Dec. 31, 2023	487,961 shares
As of Dec. 31, 2022	7,940 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended Dec. 31, 2023	349,875,695 shares
Fiscal year ended Dec. 31, 2022	350,167,239 shares

[Reference] Overview of non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Dec. 31, 2023	342,269	(6.8)	42,787	(30.2)	59,820	(21.7)	47,188	(21.4)
Dec. 31, 2022	367,288	29.2	61,316	123.3	76,443	83.1	60,010	48.3

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Dec. 31, 2023	134.87	—
Dec. 31, 2022	171.38	—

(Note) Impacted by customers' production adjustments, 300 mm silicon wafer demand declined over the full year.

For more information, please see "(1) Overview of Business Results" on page 2 of Supplementary Materials.

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Dec. 31, 2023	813,295	477,929	58.8	1,366.73
Dec. 31, 2022	750,304	463,111	61.7	1,322.54

Reference: Equity

As of Dec. 31, 2023: ¥477,929 million

As of Dec. 31, 2022: ¥463,111 million

* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

* Proper use of earnings forecasts, and other special matters

Business forecasts and other forward-looking statements contained in this Brief Statement on Consolidated Financial Results are based on information currently available to the Company and on certain assumptions that the Company considers to be reasonable, and do not constitute guarantees of future performance. Actual results may differ significantly from those projected in the forward-looking statements as a result of various factors. Regarding the assumptions underlying business forecasts, please see "(4) Outlook for the First Quarter of Fiscal Year 2024" on page 3 of Supplementary Materials.

Dividends per share for the fiscal year-ending December 31, 2024 are not determined, and forecasts will be disclosed as soon as the disclosure becomes possible.

Results briefing for institutional investors and security analysts are scheduled on February 14, 2024. Presentation materials for financial results are available in our web site before starting the briefing.

(Supplementary Materials)

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1. Overview of Business Results and Financial Position

(1) Overview of Business Results

In fiscal year 2023 (January 1, 2023–December 31, 2023), the semiconductor market saw ongoing adjustments in logic and memory chip production, due to weak demand for their end applications including personal computers, smartphones, and data centers.

Impacted by customers' production adjustments, 300 mm silicon wafer demand declined over the full year. Demand for wafers of 200 mm and smaller was solid in the electric vehicle (EV) sector but continued a downward trend for consumer and industrial use, resulting in an overall decline.

In this environment, the SUMCO Group, on the way to realizing the SUMCO Vision, has endeavored to maintain our high market share in leading-edge products through technology development, aimed at meeting customer needs for higher precision and making distinctive products, while seeking also to become more cost competitive by raising productivity with the use of AI.

As a result, for the fiscal year 2023, the Group registered consolidated net sales of ¥425,941 million, operating income of ¥73,080 million, ordinary income of ¥72,627 million, and net income attributable to owners of the parent of ¥63,884 million.

(2) Overview of Financial Position

(Assets)

Total assets as of the end of the consolidated fiscal year increased by ¥180,531 million year on year, to ¥1,073,087 million. While cash and time deposits declined by ¥102,782 million, the main factor for asset growth was an increase by ¥251,623 million in property, plant and equipment.

(Liabilities)

Total liabilities as of the end of the consolidated fiscal year increased by ¥136,488 million year on year, to ¥437,559 million. The main factors were an increase in long-term debt by ¥79,522 million and an increase by ¥59,064 million in notes and accounts payable – construction.

(Equity)

Total equity as of the end of the consolidated fiscal year increased by ¥44,043 million year on year, to ¥635,527 million. Among the main reasons for the increase, retained earnings rose by ¥33,420 million due mainly to net income attributable to owners of the parent, foreign currency translation adjustments increased by ¥7,374 million, and non-controlling interests rose by ¥5,439 million.

(3) Overview of Cash Flow

Cash and cash equivalents at the end of the consolidated fiscal year decreased by ¥102,951 million from the end of the previous consolidated fiscal year to ¥156,353 million. By types, net cash provided by operating activities was ¥96,342 million, net cash used in investing activities was ¥247,677 million, net cash provided by financing activities was ¥43,456 million, and the effect of foreign currency translation adjustments on cash and cash equivalents was ¥4,926 million.

Each of the cash flows in the consolidated fiscal year and the factors affecting them are as follows.

(Cash flow from operating activities)

Net cash provided by operating activities in the consolidated fiscal year was ¥96,342 million, a year-on-year decrease by ¥83,119 million. The main factors were decrease in income before income taxes, increases in depreciation and amortization expenses and income taxes paid, and a gain on bargain purchase.

(Cash flow from investing activities)

Net cash used in investing activities in the consolidated fiscal year was ¥247,677 million, a year-on-year increase by ¥121,325 million. The main factors were an increase in expenditures for the acquisition of non-current assets, and proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation.

(Cash flow from financing activities)

Net cash provided by financing activities in the consolidated fiscal year was ¥43,456 million. While proceeds from long-term debt was ¥112,365 million, the main factors were expenditures for repayments of long-term debt of ¥30,432 million, dividend payments of ¥30,464 million, and dividends paid to non-controlling shareholders of ¥6,935 million.

(4) Outlook for the First Quarter of Fiscal Year 2024

In the first quarter of fiscal year 2024 (January 1, 2024–March 31, 2024), as customers are likely to continue with production adjustments and wafer inventory drawdown, a recovery of silicon wafer demand is not foreseen.

The Group will strengthen efforts to obtain earnings for dealing with the current situation, while achieving readiness for a recovery of demand by improving productivity with the help of AI, and building a production structure capable of agilely responding to market fluctuations.

In the midst of greatly changing semiconductor technology, the SUMCO Group will focus even more on technology development, responding quickly to increasingly high-level and diverse customer needs.

We will also pay careful attention to the impacts on the global economy from recently heightening geopolitical risks and from policies in each country.

It is difficult for the Group to formulate reasonable business forecasts for the half-year and full-year, since the semiconductor industry to which the Group belongs is characterized by drastic and short-term changes in the business environment. Therefore, the Group has adopted the policy of disclosing business forecasts for the forthcoming quarter only.

SUMCO announces its consolidated business forecasts for the first quarter of fiscal year 2024 as follows.

Consolidated Business forecasts for the First Quarter of Fiscal Year 2024 (Jan. 1, 2024–Mar. 31, 2024)

	Net Sales	Operating Income	Ordinary Income	Net Income attributable to owners of parent	Basic earnings per Share
	(millions of yen)	(millions of yen)	(millions of yen)	(millions of yen)	(yen)
Three months ending March 31, 2024	87,000	4,500	4,000	2,000	5.72
(Reference) Three months ended March 31, 2023	109,948	25,974	27,384	37,698	107.66

(Notes) (1) Business forecasts and other forward-looking statements contained in this Brief Statement on Consolidated Financial Results are based on information currently available to the Company and on certain assumptions that the Company considers to be reasonable, and do not constitute guarantees of future performance. Actual results may differ significantly from those projected in the forward-looking statements as a result of various factors.

(2) The above forecasts for the first quarter of fiscal year 2024 are made assuming translation rates of one U.S. dollar to 145 yen.

2. Basic Policy for the Selection of Accounting Standards

The Group has been using Japanese Generally Accepted Accounting Principles (JP-GAAP). We are going to continue to use JP-GAAP in the foreseeable future.

3. Consolidated Financial Statements and Notes**(1) Consolidated Balance Sheets**

(millions of yen)

	As of Dec. 31, 2022	As of Dec. 31, 2023
Assets		
Current assets		
Cash and time deposits	250,505	147,722
Notes and accounts receivable - trade, and contract assets	89,991	82,854
Marketable securities	8,800	8,631
Finished products	20,839	25,578
Work in process	26,063	26,431
Raw materials and supplies	135,461	166,387
Other	11,957	16,228
Allowance for doubtful accounts	(13)	(11)
Total current assets	543,605	473,821
Non-current assets		
Property, plant and equipment		
Buildings and structures	220,346	262,069
Accumulated depreciation	(148,587)	(155,444)
Buildings and structures, net	71,759	106,624
Machinery, equipment and vehicles	951,796	1,056,089
Accumulated depreciation	(857,838)	(923,139)
Machinery, equipment and vehicles, net	93,957	132,950
Land	20,298	23,883
Construction in progress	110,264	284,061
Other	18,206	19,699
Accumulated depreciation	(14,115)	(15,225)
Other, net	4,091	4,474
Total property, plant and equipment	300,371	551,994
Intangible assets		
Goodwill	157	-
Software	6,843	6,618
Other	1,234	1,068
Total intangible assets	8,235	7,687
Investments and other assets		
Investment securities	88	2,045
Long-term advance payments	28,525	26,266
Long-term prepaid expenses	1,954	2,229
Deferred income tax assets	8,333	7,347
Retirement benefit asset	600	589
Other	1,113	1,386
Allowance for doubtful accounts	(272)	(282)
Total investments and other assets	40,343	39,583
Total non-current assets	348,950	599,265
Total assets	892,555	1,073,087

(millions of yen)

	As of Dec. 31, 2022	As of Dec. 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable – trade	38,037	34,213
Short-term borrowings	30,432	34,107
Current portion of long-term lease obligations	231	92
Accrued income taxes	20,616	10,306
Reserve for bonuses	2,487	2,537
Notes and accounts payable – construction	22,353	81,417
Other	43,077	41,853
Total current liabilities	157,235	204,529
Long-term liabilities		
Long-term debt	110,617	190,140
Long-term lease obligations	102	114
Deferred income tax liabilities	4,447	12,488
Deferred income tax liabilities on revaluation reserve for land	1,342	1,342
Provision for share-based payments	–	167
Retirement benefit liability	23,597	24,574
Other	3,728	4,203
Total long-term liabilities	143,836	233,030
Total liabilities	301,071	437,559
Equity		
Shareholders' equity		
Capital stock	199,034	199,034
Capital surplus	85,285	85,286
Retained earnings	234,319	267,739
Treasury stock	(19)	(964)
Total shareholders' equity	518,620	551,096
Accumulated other comprehensive income (loss)		
Net unrealized gain on available-for-sale securities	0	0
Deferred gain (loss) on derivatives under hedge accounting	961	(0)
Land revaluation surplus	2,885	2,885
Foreign currency translation adjustments	11,792	19,166
Remeasurements of defined benefit plans	(706)	(992)
Total accumulated other comprehensive income (loss)	14,932	21,059
Non-controlling interests	57,931	63,371
Total equity	591,484	635,527
Total liabilities and equity	892,555	1,073,087

(2) Consolidated Statements of Income and Consolidated Statement of Comprehensive Income
(Consolidated Statements of Income)

	(millions of yen)	
	Fiscal year ended Dec. 31, 2022	Fiscal year ended Dec. 31, 2023
Net sales	441,083	425,941
Cost of sales	297,728	317,690
Gross profit	143,354	108,251
Selling, general and administrative expenses	33,671	35,170
Operating income	109,683	73,080
Non-operating income		
Interest income	885	2,057
Dividend income	57	55
Subsidy income	12	2,498
Other	3,444	584
Total non-operating income	4,400	5,195
Non-operating expenses		
Interest expense	816	1,139
Exchange Loss	-	2,277
Loss on sales and retirement of non-current assets	1,100	1,201
Other	826	1,031
Total non-operating expenses	2,743	5,649
Ordinary income	111,339	72,627
Extraordinary income		
Gain on bargain purchase	-	20,084
Total extraordinary income		20,084
Income before income taxes	111,339	92,711
Income taxes – current	24,098	20,822
Income taxes – deferred	5,421	(476)
Total income taxes	29,519	20,346
Net income	81,819	72,365
Net income attributable to non-controlling interests	11,613	8,480
Net income attributable to owners of the parent	70,205	63,884

(Consolidated Statement of Comprehensive Income)

(millions of yen)

	Fiscal year ended Dec. 31, 2022	Fiscal year ended Dec. 31, 2023
Net income	81,819	72,365
Other comprehensive income		
Net unrealized (loss) gain on available-for-sale-securities	(0)	0
Deferred gain (loss) on derivatives under hedge accounting	962	(961)
Foreign currency translation adjustments	8,452	11,232
Remeasurements of defined benefit plan, net of tax	445	(248)
Total other comprehensive income	9,860	10,021
Comprehensive income	91,680	82,387
Total comprehensive income attributable to		
Owners of the parent	78,360	70,012
Non-controlling interests	13,319	12,375

(3) Consolidated Statements of Changes in Equity

Fiscal year ended December 31, 2022 (January 1, 2022–December 31, 2022)

(millions of yen)

	Shareholder's equity				
	Capital stock	Capital Surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	199,034	85,285	185,069	(19)	469,370
Cumulative effects of changes in accounting policies			54		54
Restated balance	199,034	85,285	185,123	(19)	469,424
Changes during period					
Dividends of surplus			(21,010)		(21,010)
Net income attributable to owners of the parent			70,205		70,205
Purchase of treasury stock				(0)	(0)
Other		0			0
Net changes of items other than shareholders' equity					
Total changes during period	—	0	49,195	(0)	49,195
Balance at end of period	199,034	85,285	234,319	(19)	518,620

	Accumulated other comprehensive income						Non-controlling interests	Total equity
	Net unrealized (loss) gain on available-for-sale securities	Deferred gain (loss) on derivative under hedge accounting	Land reservation surplus	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	0	(1)	2,885	4,941	(1,048)	6,778	46,694	522,842
Cumulative effects of changes in accounting policies								54
Restated balance	0	(1)	2,885	4,941	(1,048)	6,778	46,694	522,896
Changes during period								
Dividends of surplus								(21,010)
Net income attributable to owners of the parent								70,205
Purchase of treasury stock								(0)
Other								0
Net changes of items other than shareholders' equity	(0)	962		6,850	341	8,154	11,237	19,391
Total changes during period	(0)	962	—	6,850	341	8,154	11,237	68,587
Balance at end of period	0	961	2,885	11,792	(706)	14,932	57,931	591,484

Fiscal year ended December 31, 2023 (January 1, 2023–December 31, 2023)

(millions of yen)

	Shareholder's equity				
	Capital stock	Capital Surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	199,034	85,285	234,319	(19)	518,620
Cumulative effects of changes in accounting policies					—
Restated balance	199,034	85,285	234,319	(19)	518,620
Changes during period					
Dividends of surplus			(30,464)		(30,464)
Net income attributable to owners of the parent			63,884		63,884
Purchase of treasury stock				(944)	(944)
Other		0			0
Net changes of items other than shareholders' equity					
Total changes during period	—	0	33,420	(944)	32,475
Balance at end of period	199,034	85,286	267,739	(964)	551,096

	Accumulated other comprehensive income						Non-controlling interests	Total equity
	Net unrealized gain on available-for-sale securities	Deferred gain (loss) on derivative under hedge accounting	Land reservation surplus	Foreign currency translation adjustments	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	0	961	2,885	11,792	(706)	14,932	57,931	591,484
Cumulative effects of changes in accounting policies								—
Restated balance	0	961	2,885	11,792	(706)	14,932	57,931	591,484
Changes during period								
Dividends of surplus								(30,464)
Net income attributable to owners of the parent								63,884
Purchase of treasury stock								(944)
Other								0
Net changes of items other than shareholders' equity	0	(961)		7,374	(285)	6,127	5,439	11,567
Total changes during period	0	(961)	—	7,374	(285)	6,127	5,439	44,043
Balance at end of period	0	(0)	2,885	19,166	(992)	21,059	63,371	635,527

(4) Consolidated Statements of Cash Flows

(millions of yen)

	Fiscal year ended Dec. 31, 2022	Fiscal year ended Dec. 31, 2023
Operating activities:		
Income before income taxes	111,339	92,711
Depreciation and amortization	59,532	71,425
Amortization of goodwill	314	157
Increase (decrease) in allowance for doubtful accounts	0	(2)
Interest and dividend income	(943)	(2,112)
Interest expense	816	1,139
Share of profit (loss) of entities accounted for using equity method	—	(199)
Net loss on sales and disposal of fixed assets	1,094	1,136
Gain on bargain purchase	—	(20,084)
Decrease (increase) in trade receivables	(11,694)	13,798
Decrease (increase) in inventories	(5,938)	(19,915)
Increase (decrease) in trade payables	4,509	(3,591)
Increase (decrease) in reserve for bonuses	(395)	(118)
Increase (decrease) in retirement benefit liability	(200)	682
Decrease (increase) in retirement benefit asset	11	11
Subsidy income	(12)	(2,498)
Decrease (increase) in other current assets	(3,907)	(5,821)
Increase (decrease) in other current liabilities	28,213	(4,899)
Other, net	5,351	1,856
Subtotal	188,093	123,675
Interest and dividends received	928	2,123
Interest paid	(812)	(1,096)
Income taxes paid	(8,759)	(30,859)
Subsidies received	12	2,498
Net cash provided by operating activities	179,462	96,342
Investing activities:		
Payments for purchases of fixed assets	(125,453)	(256,910)
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	—	9,920
Other, net	(898)	(686)
Net cash used in investing activities	(126,351)	(247,677)
Financing activities:		
Proceeds from long-term debt	32,700	112,365
Repayments of long-term debt	(32,534)	(30,432)
Repayments of lease obligations	(226)	(131)
Payments for purchases of treasury stock	(0)	(944)
Dividends paid	(21,010)	(30,464)
Dividends paid to non-controlling interests	(2,082)	(6,935)
Net cash used in financing activities	(23,153)	43,456
Foreign currency translation adjustment on cash and cash equivalents	4,674	4,926
Net Increase (decrease) in cash and cash equivalents	34,631	(102,951)
Cash and cash equivalents at beginning of year	224,673	259,305
Cash and cash equivalents at end of year	259,305	156,353

(5) Notes to Consolidated Financial Statements

(Notes regarding Going Concern Assumption)

Not applicable

(Changes in Accounting Policies)

(Adoption of Application of Implementation Guidance on Accounting Standard for Fair Value Measurement)

The implementation Guidance on Accounting Standard for Fair Value Measurement (ASBJ Guidance No. 31 of June 17, 2021; hereinafter, "Fair Value Measurement Implementation Guidance") has been applied from the beginning of fiscal year 2023. The new accounting policies stipulated in the Fair Value Measurement Implementation Guidance will be applied prospectively in accordance with the transitional procedure stipulated in paragraph 27-2 of the Fair Value Measurement Implementation Guidance. This change has no impact on the consolidated financial statements.

(Segment information)

Segment information is not described since the Group has only one segment which is "Crystalline silicon."

(Per-share information)

	Fiscal year ended Dec. 31, 2022	Fiscal year ended Dec. 31, 2023
Equity per share	1,523.71 Yen	1,636.19 Yen
Basic earnings per share	200.49 Yen	182.59 Yen

(Note) 1. Diluted earnings per share is not described since dilutive shares did not exist.

2. The shares held by a trust under the performance-based stock compensation plan, in calculating basic earnings per share, are included in the treasury shares excluded when calculating the average number of shares outstanding during the period, and in calculating net assets per share, are included in the number of treasury shares excluded from the total number of issued shares at the end of the period. In calculating basic earnings per share, the excluded average number of treasury shares during the period was 291,498 shares; and in calculating net assets per share, the excluded number of treasury shares as of the end of the period was 480,000 shares

3. The following is the basis for calculation of basic earnings per share.

	Fiscal year ended Dec. 31, 2022	Fiscal year ended Dec. 31, 2023
Net income attributable to owners of the parent (millions of yen)	70,205	63,884
Amount not belonging to common shareholders (millions of yen)	—	—
Net income attributable to owners of the parent for common stock (millions of yen)	70,205	63,884
Average number of shares during the period (shares)	350,167,239	349,875,695

(Subsequent event)

Not applicable