



Consolidated Financial Results
for the Fiscal Year Ended March 31, 2024
(Under IFRS)

May 10, 2024

Company name: KOKUSAI ELECTRIC CORPORATION
Listing: Tokyo Stock Exchange
Securities code: 6525
URL: <https://www.kokusai-electric.com/>
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Scheduled date of annual general meeting of shareholders: June 27, 2024
Scheduled date to commence dividend payments: June 28, 2024
Scheduled date to file annual securities report: June 27, 2024
Preparation of supplementary materials on financial results: Yes
Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded to millions.)

1. Consolidated financial results for the fiscal year ended March 31, 2024
(from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Income before income tax		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
The fiscal year ended								
March 31, 2024	180,838	(26.4)	30,745	(45.2)	29,757	(46.8)	22,374	(44.5)
March 31, 2023	245,721	0.1	56,064	(20.6)	55,895	(19.3)	40,305	(21.5)

	Net income attributable to owners of the parent		Comprehensive income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
The fiscal year ended						
March 31, 2024	22,374	(44.5)	24,801	(39.3)	96.82	93.70
March 31, 2023	40,305	(21.5)	40,883	(24.1)	174.93	168.84

	Ratio of net income attributable to owners of the parent to total equity attributable to owners of the parent	Ratio of income before income taxes to total assets	Ratio of operating profit to revenue
	%	%	Yen
The fiscal year ended			
March 31, 2024	12.8	7.9	17.0
March 31, 2023	28.7	15.3	22.8

	Adjusted operating profit	Adjusted net income	Adjusted net income per share
	Millions of yen	Millions of yen	Yen
The fiscal year ended			
March 31, 2024	37,839	27,296	118.12
March 31, 2023	64,251	45,985	199.59

Notes

- Adjusted operating profit is calculated as operating profit – other income + other expenses + purchase price allocation amortization + stand-alone related expenses + stock-based compensation (except for performance-linked stock compensation).
- Adjusted net income is calculated as net income – other income + other expenses + purchase price allocation amortization + stand-alone related expenses + stock-based compensation (except for performance-linked stock compensation) – tax adjustments to total adjustments.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity per share attributable to owners of parent
As of	Millions of yen	Millions of yen	Millions of yen	%	Yen
March 31, 2024	375,433	187,388	187,388	49.9	804.49
March 31, 2023	373,539	160,881	160,881	43.1	698.26

(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 the year
The fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2024	2,942	(11,950)	(6,312)	92,619
March 31, 2023	29,993	(7,825)	(25,113)	106,053

2. Cash dividends

	Annual dividends per share					Cash dividend (annual)	Payout ratio	Dividends on equity attributable to owners of parent (consolidated)
	1Q end	2Q end	3Q end	4Q end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
Fiscal year ended March 31, 2023	-	0.00	-	0.00	0.00	0	-	-
Fiscal year ended March 31, 2024	-	0.00	-	11.00	11.00	2,562	11.4	1.5
Fiscal year ending March 31, 2025 (Forecast)	-	16.00	-	16.00	32.00		25.7	

3. Forecasts of consolidated financial results for the fiscal year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Income before income tax		Net 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	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2025	217,500	20.3	44,800	45.7	44,000	47.9	29,000	29.6	29,000	29.6	124.50

	Adjusted operating profit		Adjusted net income		Adjusted net income per share
	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2025	51,000	34.8	35,600	30.4	152.84

※ **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 and changes in accounting estimates

(i) Changes in accounting policies required by IFRS: Yes

(ii) Changes in accounting policies due to other reasons: Yes

(iii) Changes in accounting estimates: None

(4) Number of issued shares (ordinary shares)

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

As of March 31, 2024	232,928,202 shares
As of March 31, 2023	230,404,200 shares

(ii) Number of treasury shares at year end

As of March 31, 2024	- shares
As of March 31, 2023	- shares

(iii) Average number of shares outstanding during each of the following fiscal year
(cumulative from the beginning of the fiscal year)

Year ended March 31, 2024	231,079,919 shares
Year ended March 31, 2023	230,401,738 shares

※ financial results reports are exempt from audits conducted by certified public accountants or an audit corporation.

※ Proper use of earnings forecasts, and other special matters

The forward-looking statements herein are based on the Company's expectations, estimations, and forecasts deemed to be reasonable at the date of publication of this document. The forward-looking statements herein include the known and unknown risks, uncertainties and other factors and actual results may be materially different from those discussed or implied in the forward-looking statements. Accordingly, the forward-looking statements herein are inherently not guarantees of future performance and results.

KOKUSAI ELECTRIC CORPORATION
Consolidated statement of financial position

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and cash equivalents	106,053	92,619
Trade and other receivables	50,617	31,994
Inventories	67,197	87,682
Other current assets	2,053	2,619
Total current assets	225,920	214,914
Non-current Assets		
Property, plant and equipment	18,775	35,382
Right-of-use assets	1,718	1,543
Goodwill	59,065	59,065
Intangible assets	62,968	56,995
Other financial assets	1,564	1,652
Deferred tax assets	943	1,403
Other non-current assets	2,586	4,479
Total non-current assets	147,619	160,519
Total assets	373,539	375,433

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Loans payable	6,000	7,500
Lease obligations	596	519
Trade and other payables	41,790	36,667
Accrued expenses	11,036	10,179
Other financial liabilities	144	268
Income tax payable	7,387	5,338
Provisions	1,998	1,971
Contract liabilities	29,283	22,719
Other current liabilities	3,219	2,382
Total current liabilities	101,453	87,543
Non-current liabilities		
Loans payable	91,500	84,000
Lease obligations	1,110	999
Retirement and severance benefits	3,032	3,153
Provisions	95	132
Deferred tax liabilities	15,396	12,138
Other non-current liabilities	72	80
Total non-current liabilities	111,205	100,502
Total liabilities	212,658	188,045
Equity		
Common stock	10,005	11,262
Capital surplus	28,341	27,618
Retained earnings	119,783	142,448
Other components of equity	2,752	6,060
Total equity attributable to owners of the parent	160,881	187,388
Total equity	160,881	187,388
Total liabilities and equity	373,539	375,433

KOKUSAI ELECTRIC CORPORATION
Consolidated statement of profit or loss

(Millions of yen)

	Year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	Year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Revenues	245,721	180,838
Cost of sales	(144,916)	(105,873)
Gross profit	100,805	74,965
Selling, general and administrative expenses	(43,449)	(44,412)
Other income	270	679
Other expenses	(1,562)	(487)
Operating profit	56,064	30,745
Financial income	909	339
Financial expenses	(1,078)	(1,327)
Income before income tax	55,895	29,757
Income tax expenses	(15,590)	(7,383)
Net income	40,305	22,374
Net income attributable to:		
Owners of the parent	40,305	22,374
Net income per share		
Basic (yen)	174.93	96.82
Diluted (yen)	168.84	93.70

KOKUSAI ELECTRIC CORPORATION
Consolidated statement of comprehensive income

(Millions of yen)

	Year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	Year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Net income	40,305	22,374
Other comprehensive income (OCI)		
Items that will not be reclassified into net income		
Net changes in financial assets measured at fair value through OCI (FVTOCI)	(13)	-
Remeasurements of defined benefit plans	(96)	(242)
Total of items that will not be reclassified into net income	(109)	(242)
Items that may be reclassified into net income		
Cash flow hedges	-	11
Foreign currency translation adjustments	687	2,658
Total of items that may be reclassified into net income	687	2,669
Total other comprehensive income	578	2,427
Comprehensive income	40,883	24,801
Comprehensive income attributable to:		
Owners of the parent	40,883	24,801

KOKUSAI ELECTRIC CORPORATION

Consolidated statement of cash flows

(Millions of yen)

	Year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)	Year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)
Cash flows from operating activities		
Net income	40,305	22,374
Depreciation and amortization	10,304	10,945
Income tax expense	15,590	7,383
Financial income	(909)	(339)
Financial expenses	1,078	1,327
Increase in inventories	(15,161)	(19,125)
Decrease (increase) in trade and other receivables	(4,389)	19,468
Decrease in trade and other payables	(7,203)	(15,564)
Other	13,159	(11,576)
Subtotal	52,774	14,893
Interest and dividends received	163	281
Interest paid	(1,006)	(852)
Income taxes paid	(21,938)	(11,380)
Net cash provided by operating activities	29,993	2,942
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,809)	(11,534)
Purchase of intangible assets	(1,032)	(441)
Other	16	25
Net cash used in investing activities	(7,825)	(11,950)
Cash flows from financing activities		
Repayment of Loans payable	(24,500)	(6,000)
Repayment of lease obligations	(572)	(657)
Other	(41)	345
Net cash used in financing activities	(25,113)	(6,312)
Effect of exchange rate changes on cash and cash equivalents	599	1,886
Net decrease in cash and cash equivalents	(2,346)	(13,434)
Cash and cash equivalents at beginning of the year	108,399	106,053
Cash and cash equivalents at end of the year	106,053	92,619