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October 31, 2023

Summary of Consolidated Financial Results
for the Second Quarter of the Fiscal Year Ending March 31, 2024
(Six Months Ended September 30, 2023)

[Japanese GAAP]

Company name: Yashima Denki Co., Ltd. Listing: Tokyo Stock Exchange
Stock code: 3153 URL: <https://www.yashimadenki.co.jp/>
Representative: Shigeki Seimiya, President & COO
Contact: Takashiro Anju, Associate General Manager of Management Planning Division
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Scheduled date of filing of Quarterly Report: October 31, 2023
Scheduled date of payment of dividend: -
Preparation of supplementary materials for quarterly financial results: Yes
Holding of quarterly financial results meeting: Yes (for institutional investors and securities analysts)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2024
(April 1, 2023 – September 30, 2023)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Sep. 30, 2023	25,891	24.5	923	-	978	-	623	-
Six months ended Sep. 30, 2022	20,797	(15.1)	(571)	-	(519)	-	(405)	-

Note: Comprehensive income (million yen) Six months ended Sep. 30, 2023: 890 (-%)

Six months ended Sep. 30, 2022: (412) (-%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended Sep. 30, 2023	29.41	-
Six months ended Sep. 30, 2022	(19.01)	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of Sep. 30, 2023	46,523	24,798	52.9
As of Mar. 31, 2023	58,738	24,392	41.2

Reference: Shareholders' equity (million yen) As of Sep. 30, 2023: 24,603 As of Mar. 31, 2023: 24,202

2. Dividends

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Mar. 31, 2023	-	0.00	-	25.00	25.00
Fiscal year ending Mar. 31, 2024	-	0.00	-	-	-
Fiscal year ending Mar. 31, 2024 (forecast)	-	-	-	25.00	25.00

Note: Revision to the most recently announced dividend forecast: None

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2024 (April 1, 2023 – March 31, 2024)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	62,000	2.9	3,300	18.1	3,400	16.1	2,100	9.6	98.95

Note: Revision to the most recently announced consolidated earnings forecast: None

*** Notes**

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

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

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|---|------|
| 1) Changes in accounting policies due to revisions in accounting standards, others: | None |
| 2) Changes in accounting policies other than 1) above: | None |
| 3) Changes in accounting-based estimates: | None |
| 4) Restatements: | None |

(4) Number of outstanding shares (common shares)

1) Number of shares outstanding at the end of the period (including treasury shares)

As of Sep. 30, 2023:	21,782,500 shares	As of Mar. 31, 2023:	21,782,500 shares
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2) Number of treasury shares at the end of the period

As of Sep. 30, 2023:	545,932 shares	As of Mar. 31, 2023:	586,177 shares
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3) Average number of shares outstanding during the period

Six months ended Sep. 30, 2023:	21,210,584 shares	Six months ended Sep. 30, 2022:	21,340,093 shares
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* The quarterly financial report is not subject to quarterly review by certified public accountants or auditing firms.

* Cautionary statement with respect to forward-looking statements

Note concerning forward-looking statements

Forecasts of future performance in these materials are based on information available to, and on assumption judged to be valid by, Yashima Denki's management at the time the materials were prepared, but are not promises by Yashima Denki regarding future performance. Actual results may differ materially from the forecasts.

How to view supplementary materials for quarterly financial results

Yashima Denki plans to hold an online conference call for institutional investors and securities analysts on Wednesday, November 22, 2023. The materials used and the video recording will be posted on the Yashima Denki's website after the conference call.

Quarterly Consolidated Financial Statements**(1) Quarterly Consolidated Balance Sheet**

	(Millions of yen)	
	FY3/2023 (As of Mar. 31, 2023)	Second quarter of FY3/2024 (As of Sep. 30, 2023)
Assets		
Current assets		
Cash and deposits	12,067	9,420
Notes and accounts receivable-trade, and contract assets	23,968	13,023
Electronically recorded monetary claims-operating	3,787	5,363
Merchandise	2,004	2,954
Work in process	463	535
Raw materials	85	96
Costs on construction contracts in progress	194	216
Accounts receivable-other	2,242	798
Other	1,060	1,235
Allowance for doubtful accounts	(2)	(1)
Total current assets	45,872	33,645
Non-current assets		
Property, plant and equipment		
Buildings, net	4,285	4,212
Other, net	4,021	3,986
Total property, plant and equipment	8,306	8,198
Intangible assets	216	168
Investments and other assets		
Other	4,344	4,516
Allowance for doubtful accounts	(2)	(4)
Total investments and other assets	4,341	4,511
Total non-current assets	12,865	12,878
Total assets	58,738	46,523
Liabilities		
Current liabilities		
Notes and accounts payable-trade	23,592	13,141
Contract liabilities	3,194	3,422
Short-term borrowings	1,040	850
Accounts payable-other	2,941	1,406
Income taxes payable	585	231
Provision for bonuses	1,005	872
Other	522	508
Total current liabilities	32,881	20,433
Non-current liabilities		
Long-term borrowings	170	140
Retirement benefit liability	1,215	1,048
Asset retirement obligations	15	22
Other	63	80
Total non-current liabilities	1,464	1,291
Total liabilities	34,346	21,724

	(Millions of yen)	
	FY3/2023 (As of Mar. 31, 2023)	Second quarter of FY3/2024 (As of Sep. 30, 2023)
Net assets		
Shareholders' equity		
Share capital	1,585	1,585
Capital surplus	1,053	1,071
Retained earnings	22,180	22,274
Treasury shares	(562)	(523)
Total shareholders' equity	24,258	24,408
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	397	599
Remeasurements of defined benefit plans	(452)	(404)
Total accumulated other comprehensive income	(55)	195
Non-controlling interests	189	195
Total net assets	24,392	24,798
Total liabilities and net assets	58,738	46,523

(2) Quarterly Consolidated Statements of Income and Comprehensive Income**Quarterly Consolidated Statement of Income****(For the Six-month Period)**

(Millions of yen)

	First six months of FY3/2023 (Apr. 1, 2022 – Sep. 30, 2022)	First six months of FY3/2024 (Apr. 1, 2023 – Sep. 30, 2023)
Net sales	20,797	25,891
Cost of sales	17,233	20,634
Gross profit	3,563	5,257
Selling, general and administrative expenses	4,135	4,333
Operating profit (loss)	(571)	923
Non-operating income		
Interest income	5	12
Dividend income	19	14
Outsourcing service income	7	6
Other	22	24
Total non-operating income	55	57
Non-operating expenses		
Interest expenses	2	1
Foreign exchange losses	0	-
Other	0	0
Total non-operating expenses	3	1
Ordinary profit (loss)	(519)	978
Extraordinary income		
Gain on sale of investment securities	51	-
Other	1	0
Total extraordinary income	52	0
Extraordinary losses		
Loss on sale of non-current assets	46	-
Loss on retirement of non-current assets	19	0
Office relocation expenses	-	21
Other	0	0
Total extraordinary losses	66	21
Profit (loss) before income taxes	(533)	957
Income taxes-current	19	258
Income taxes-deferred	(144)	72
Total income taxes	(125)	331
Profit (loss)	(407)	626
Profit (loss) attributable to non-controlling interests	(1)	2
Profit (loss) attributable to owners of parent	(405)	623

Quarterly Consolidated Statement of Comprehensive Income
(For the Six-month Period)

	(Millions of yen)	
	First six months of FY3/2023 (Apr. 1, 2022 – Sep. 30, 2022)	First six months of FY3/2024 (Apr. 1, 2023 – Sep. 30, 2023)
Profit (loss)	(407)	626
Other comprehensive income		
Valuation difference on available-for-sale securities	(60)	214
Remeasurements of defined benefit plans, net of tax	55	48
Total other comprehensive income	(5)	263
Comprehensive income	(412)	890
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	(407)	875
Comprehensive income attributable to non-controlling interests	(5)	15

(3) Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	First six months of FY3/2023 (Apr. 1, 2022 – Sep. 30, 2022)	First six months of FY3/2024 (Apr. 1, 2023 – Sep. 30, 2023)
Cash flows from operating activities		
Profit (loss) before income taxes	(533)	957
Depreciation	226	211
Loss (gain) on sale of property, plant and equipment	46	-
Loss on retirement of property, plant and equipment	19	0
Loss (gain) on sale of investment securities	(51)	-
Office transfer expenses	-	21
Increase (decrease) in allowance for doubtful accounts	(0)	1
Increase (decrease) in provision for bonuses	(145)	(132)
Increase (decrease) in retirement benefit liability	(120)	(97)
Interest and dividend income	(25)	(26)
Interest expenses	2	1
Decrease (increase) in trade receivables	9,757	9,635
Decrease (increase) in inventories	(1,126)	(1,055)
Increase (decrease) in trade payables	(7,358)	(10,572)
Increase (decrease) in accrued consumption taxes	(177)	(104)
Decrease (increase) in accounts receivable-other	654	1,444
Increase (decrease) in accounts payable-other	(730)	(1,552)
Other, net	(64)	69
Subtotal	371	(1,199)
Interest and dividends received	25	26
Interest paid	(2)	(1)
Income taxes paid	(494)	(598)
Net cash provided by (used in) operating activities	(99)	(1,773)
Cash flows from investing activities		
Purchase of property, plant and equipment	(33)	(33)
Purchase of intangible assets	(43)	(7)
Purchase of investment securities	(4)	(5)
Proceeds from sale and redemption of investment securities	74	-
Other, net	16	(26)
Net cash provided by (used in) investing activities	9	(72)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	60	(190)
Repayments of long-term borrowings	(30)	(30)
Purchase of treasury shares	(181)	(0)
Dividends paid	(468)	(528)
Dividends paid to non-controlling interests	(3)	(10)
Net cash provided by (used in) financing activities	(623)	(758)
Net increase (decrease) in cash and cash equivalents	(713)	(2,605)
Cash and cash equivalents at beginning of period	10,567	11,332
Cash and cash equivalents at end of period	9,854	8,727