



## Consolidated Financial Results for the Three Months Ended June 30, 2023 (Under Japanese GAAP)

August 3, 2023

Company name: SHIBAURA MECHATRONICS CORPORATION  
 Listing: Tokyo Stock Exchange  
 Securities code: 6590  
 URL: <https://www.shibaura.co.jp>  
 Representative: (Name) Keigo Imamura, (Title) Representative Director,  
 President and Chief Executive Officer  
 Inquiries: (Name) Kenichi Ikeda, (Title) Director and Executive Vice President,  
 Executive General Manager of Corporate Management Division  
 Telephone: +81- 45- 897- 2425  
 Scheduled date to file quarterly report: August 9, 2023  
 Scheduled date to commence dividend payments: —  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results briefing: None

(Figures are rounded down to the nearest million yen)

### 1. Consolidated financial results for the three months ended June 30, 2023 (from April 1, 2023 to June 30, 2023)

#### (1) Consolidated operating results

(Percentages indicate year-on-year change.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2023	14,254	3.1	2,129	0.4	2,209	15.5	1,794	7.1
June 30, 2022	13,821	36.8	2,120	222.6	1,912	214.4	1,675	—

Note: Comprehensive income For the three months ended June 30, 2023: ¥1,843 million [3.8%]  
 For the three months ended June 30, 2022: ¥1,775 million [—%]

	Basic earnings per share	Diluted earnings per share
Three months ended	Yen	Yen
June 30, 2023	406.02	—
June 30, 2022	379.21	—

#### (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
June 30, 2023	81,574	32,373	39.7	7,323.31
March 31, 2023	81,887	33,007	40.3	7,466.67

Reference: Equity  
 As of June 30, 2023: ¥32,373 million  
 As of March 31, 2023: ¥33,007 million

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2023	—	0.00	—	560.00	560.00
Fiscal year ending March 31, 2024	—				
Fiscal year ending March 31, 2024 (Forecast)		0.00	—	120.00	—

Note:

- Revisions to the forecast of cash dividends most recently announced: None.
- At the meeting of the Board of Directors held on May 11, 2023, we resolved to conduct a 3-for-1 stock split of our common stock with October 1, 2023 as the effective date. The year-end dividend per share for the fiscal year ending March 31, 2024(forecast) is the amount that takes into account the impact of the stock split, and the total annual dividend is indicated as “—”. If the stock split is not considered, the year-end dividend for the fiscal year ending March 31, 2024(forecast) will be 360.00 yen, and the total annual dividend will be 360.00 yen.

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

(Percentages indicate year-on-year change.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	59,000	(3.3)	7,300	(33.1)	6,700	(36.3)	5,200	(43.5)	392.10

Note:

- Revisions to the forecast of cash dividends most recently announced: None.
- The full-year net income per share for the fiscal year ending March 31, 2024(forecast) is the amount that takes into account the impact of the stock split noted in “2. Cash dividends”. Net income per share without considering the stock split will be 1,176.31 yen.

## Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement
  - (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
  - (ii) Changes in accounting policies due to other reasons: None
  - (iii) Changes in accounting estimates: None
  - (iv) Restatement: None
- (4) Number of issued shares (common stock)

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

As of June 30, 2023	4,657,300 shares
As of March 31, 2023	5,192,619 shares

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

As of June 30, 2023	236,695 shares
As of March 31, 2023	772,014 shares

- (iii) Average number of shares outstanding during the period

Three months ended June 30, 2023	4,420,605 shares
Three months ended June 30, 2022	4,417,778 shares

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

### Explanation of the appropriate use of financial forecasts and other special matters

- The financial forecasts and estimates in this summary of Consolidated Financial Results are based on the information available to the Company at the time of the report's publication and certain assumptions determined to be reasonable by the Company, and therefore are not guarantees of future performance. Consequently, actual results may differ substantially from those described in this Summary of Consolidated Financial Results.

## Table of contents - Attachments

1. Qualitative information regarding consolidated financial results for the three months ended June 30, 2023 .....	2
(1) Explanation of operation results .....	2
(2) Explanation of financial position .....	3
(3) Explanation of consolidated financial results forecast and other forward-looking statements .....	3
2. Quarterly consolidated financial statements and major notes .....	4
(1) Quarterly consolidated balance sheet .....	4
(2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income.....	6
Quarterly consolidated statement of income	
First three-month period.....	6
Quarterly consolidated statement of comprehensive income	
First three-month period.....	7
(3) Notes to quarterly consolidated financial statements .....	8
(Notes on going concern assumption) .....	8
(Significant changes in shareholders' equity).....	8
(Additional information) .....	8
(Segment information) .....	9

## 1. Qualitative information regarding consolidated financial results for the three months ended June 30, 2023

### (1) Explanation of operation results

#### (i) Overall results

During the first three months of the fiscal year ending March 31, 2024, reflecting a decline in demand for smartphones and personal computers, capital investments, particularly for memory, slowed in the semiconductor industry, and capital investments remained low overall in the flat panel display (FPD) industry. On the other hand, in the semiconductor industry, demand related to IoT, 5G and AI remained solid. Capital investments for logic/foundries, power devices and wafers were firm. In both industries, supplies of parts and components continued to be unstable.

In this business environment, net sales in the first three months under review in the semiconductor field increased from the previous year, and net sales in the FPD field decreased. Overall net sales stood at 14,254 million yen (up 3.1% year on year). On the profit front, operating income stood at 2,129 million yen (up 0.4% year on year), reflecting an increase in sales of front-end process equipment for semiconductors, despite an increase in selling, general and administrative expenses. Ordinary income and net income attributable to owners of parent were affected by exchange rates, coming to 2,209 million yen (up 15.5% year on year) and 1,794 million yen (up 7.1% year on year), respectively.

Orders received in the semiconductor field decreased from the previous year when orders were at a high level, but were firm overall. Orders in the FPD field were sluggish. As a result, orders received for the first quarter of the fiscal year under review decreased 38.8% year on year, to 17,711 million yen.

#### (ii) Results by segment

Results in major business segments were as follows.

##### (Fine mechatronics)

Net sales of front-end process equipment for semiconductors increased from the previous year, reflecting successful sales of equipment for logic/foundries and equipment for wafers. Net sales of front-end process equipment for FPDs were sluggish, declining from the previous year. For the entire segment, net sales increased to 11,170 million yen (up 30.7% year on year). Segment income increased to 2,146 million yen (up 59.1% year on year) chiefly due to an increase in net sales of front-end process equipment for semiconductors.

Overall, orders received for front-end process equipment for semiconductors were firm, but they decreased from the previous year, when orders were particularly strong. Orders for front-end process equipment for FPDs were sluggish due to customers' capital investments. For the entire segment, orders received decreased from the previous year, to 11,521 million yen (down 47.2% year on year).

##### (Mechatronics systems)

Net sales of back-end process equipment for semiconductors decreased from the previous year, but net sales of equipment for advanced packages were firm. Net sales of back-end process equipment for FPDs declined from the previous year, reflecting sluggish orders in the previous fiscal year, particularly in the second half. Net sales of vacuum equipment also decreased from the previous year, but equipment for the semiconductor field was firm. For the entire segment, net sales decreased from the previous year, to 2,055 million yen (down 51.8% year on year).

Segment income came to 39 million yen (down 94.7% year on year), reflecting a decrease in net sales of back-end process equipment for semiconductors.

Looking at back-end process equipment for semiconductors, orders received for equipment for advanced packages were firm, reflecting an increase in demand for GPUs for generative AI. Orders for back-end process equipment for FPDs were sluggish, reflecting the capital investments of customers, and they decreased significantly from the previous year. Orders for vacuum equipment, particularly in the semiconductor field, were steady. For the entire segment, orders received declined from the previous year to 5,047 million yen (down 16.8% year on year).

(2) Explanation of financial position

Assets, liabilities and net assets

Assets at the end of the first quarter under review amounted to 81,574 million yen, down 313 million yen from the end of the previous consolidated fiscal year. This is mainly due to decreases of 715 million yen in cash and deposits and 1,286 million yen in accounts receivable - other, partially offset by increases of 455 million yen in merchandise and finished goods and 1,358 million yen in construction in progress.

Total liabilities increased 320 million yen from the end of the previous fiscal year, to 49,201 million yen. This was due mainly to an increase of 1,245 million yen in advanced received.

Total net assets as of the same date decreased 633 million yen from the end of the previous fiscal year, to 32,373 million yen.

(3) Explanation of consolidated financial results forecast and other forward-looking statements

There are no changes to the consolidated financial results forecast announced on May 11, 2023.

## 2. Quarterly consolidated financial statements and major notes

## (1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	27,175	26,459
Notes and accounts receivable - trade, and contract assets	31,844	31,326
Electronically recorded monetary claims - operating	799	898
Merchandise and finished goods	1,376	1,832
Work in process	4,935	5,108
Raw materials and supplies	200	277
Accounts receivable - other	2,203	917
Other	315	503
Allowance for doubtful accounts	(1,440)	(1,438)
<b>Total current assets</b>	<b>67,409</b>	<b>65,885</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	28,572	28,800
Accumulated depreciation	(20,489)	(20,601)
Buildings and structures, net	8,082	8,198
Machinery, equipment and vehicles	7,401	7,801
Accumulated depreciation	(5,308)	(5,612)
Machinery, equipment and vehicles, net	2,092	2,188
Tools, furniture and fixtures	1,366	1,406
Accumulated depreciation	(1,117)	(1,146)
Tools, furniture and fixtures, net	248	260
Land	119	119
Leased assets	96	115
Accumulated depreciation	(63)	(67)
Lease assets, net	33	47
Construction in progress	1,086	2,444
<b>Total property, plant and equipment</b>	<b>11,663</b>	<b>13,260</b>
<b>Intangible assets</b>		
Patent right	388	391
Other	216	193
<b>Total intangible assets</b>	<b>604</b>	<b>585</b>
<b>Investments and other assets</b>		
Investment securities	0	0
Long-term prepaid expenses	12	13
Deferred tax assets	1,984	1,608
Other	214	222
Allowance for doubtful accounts	(1)	(1)
<b>Total investments and other assets</b>	<b>2,211</b>	<b>1,843</b>
<b>Total non-current assets</b>	<b>14,478</b>	<b>15,689</b>
<b>Total assets</b>	<b>81,887</b>	<b>81,574</b>

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	11,518	11,432
Electronically recorded obligations - operating	3,897	3,911
Short-term borrowings	3,750	3,750
Lease liabilities	16	18
Income taxes payable	1,684	189
Accrued expenses	3,926	3,336
Advances received	8,099	9,345
Provision for bonuses for directors (and other officers)	146	51
Provision for product warranties	108	117
Other	846	2,248
Total current liabilities	33,995	34,400
<b>Non-current liabilities</b>		
Long-term borrowings	5,000	5,000
Lease liabilities	20	32
Retirement benefit liability	6,380	6,277
Provision for retirement benefits for directors (and other officers)	28	29
Provision for repairs	310	315
Asset retirement obligations	67	67
Long-term guarantee deposits	3,078	3,078
Total non-current liabilities	14,885	14,800
Total liabilities	48,880	49,201
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	6,761	6,761
Capital surplus	9,037	6,939
Retained earnings	20,944	19,588
Treasury shares	(3,998)	(1,225)
Total shareholders' equity	32,745	32,062
<b>Accumulated other comprehensive income</b>		
Foreign currency translation adjustment	535	545
Remeasurements of defined benefit plans	(274)	(234)
Total accumulated other comprehensive income	261	310
Total net assets	33,007	32,373
Total liabilities and net assets	81,887	81,574



## (2) Quarterly consolidated statement of income and quarterly consolidated statement of comprehensive income

## Quarterly consolidated statement of income

(First three-month period)

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	13,821	14,254
Cost of sales	8,660	8,627
Gross profit	5,160	5,627
Selling, general and administrative expenses	3,039	3,498
Operating income	2,120	2,129
Non-operating income		
Interest income	0	0
Dividend income	–	0
Foreign exchange gains	261	427
Other	21	17
Total non-operating income	283	445
Non-operating expenses		
Interest expenses	21	17
Loss on valuation of derivatives	447	266
Other	22	80
Total non-operating expenses	491	365
Ordinary income	1,912	2,209
Net income before income taxes	1,912	2,209
Income taxes - current	67	38
Income taxes - deferred	169	375
Total income taxes	237	414
Net income	1,675	1,794
Net income attributable to owners of parent	1,675	1,794

Quarterly consolidated statement of comprehensive income  
(First three-month period)

	(Millions of yen)	
	Three months ended June 30, 2022	Three months ended June 30, 2023
Net income	1,675	1,794
Other comprehensive income		
Foreign currency translation adjustment	72	9
Remeasurements of defined benefit plans, net of tax	28	39
Total other comprehensive income	100	49
Comprehensive income	1,775	1,843
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,775	1,843

## (3) Notes to the quarterly consolidated financial statements

(Notes on going concern assumption)

Not applicable.

## (Significant changes in shareholders' equity)

(Cancellation of treasury shares)

On May 31, 2023, the Company cancelled 535,319 treasury shares based on the resolution of Board of Directors' meeting held on May 11, 2023. As a result, capital surplus, retained earnings, and treasury stock decreased by 2,098 million yen, 674 million yen and 2,772 million yen, respectively in the first three months of the fiscal year under review.

## (Additional information)

(Stock split and a revision to the Articles of Incorporation related to the stock split)

The Company has resolved at its Board of Directors meeting held on May 11, 2023 to conduct a stock split and partial amendments to the Articles of Incorporation in conjunction with the stock split. Details are as follows.

## 1. Stock split

## (1) Purpose of the stock split

The stock split is aimed at reducing the investment unit and building an environment that facilitates investments by investors, so as to expand the investor base.

## (2) Method of the stock split

The Company will execute a 3-for-1 stock split of its common shares held by the shareholders stated or recorded in the final shareholder registry on the record date, Saturday, September 30, 2023 (effectively Friday, September 29 because September 30 is a non-business day of the administrator of the shareholder registry).

## (3) Increase in the number of shares resulting from the split (Note)

Number of issued shares before the stock split	4,657,300 shares
Number of shares to be increased by the stock split	9,314,600 shares
Total number of shares issued after the stock split	13,971,900 shares
Number of shares issuable after the stock split	30,000,000 shares

(Note) The number of issued shares before the stock split is the number of shares after the cancellation of treasury shares on May 31, 2023. The increase in the number of shares due to the stock split and the total number of shares issued after the stock split are calculated based on the number of issued shares before the stock split.

## (4) Schedule of the stock split

Date of public notice of the record date:	September 15, 2023 (Fri)
Record date:	September 30, 2023 (Sat)
Effective date:	October 1, 2023 (Sun)

## (5) Impact on per-share information

Below is per-share information on the assumption that the stock split had been executed at the beginning of the previous fiscal year

	Three months ended June 30, 2022	Three months ended June 30, 2023
Basic earnings per share (Yen)	126.40	135.34
Diluted earnings per share (Yen)	—	—

## 2. Partial amendments to the Articles of Incorporation

## (1) Reason for the amendment

Due to the stock split, the Company makes a change to the number of authorized shares in Article 6 of its Articles of Incorporation under Article 184, Paragraph 2 of the Companies Act. The effective date is October 1, 2023.

## (2) Change

(The part to be changed is underlined.)

Existing Articles of Incorporation	After change
(Total Number of authorized shares) Article 6. The total number of shares authorized to be issued by the Company shall be <u>ten million (10,000,000)</u> .	(Total number of authorized shares) Article 6. The total number of shares authorized to be issued by the Company shall be <u>thirty million (30,000,000)</u> .

## 3. Change in share capital

The above stock split will not result in a change to the amount of share capital.

## (Segment information)

[Segment information]

## I. First three-month period of previous fiscal year (April 1, 2022 - June 30, 2022)

## 1. Information on net sales and profit or loss amounts by reportable segment

(Millions of yen)

	Reportable segments				Total
	Fine mechatronics	Mechatronics systems	Vending machines and systems	Real estate leasing	
Net sales					
Of which to outside customers	8,545	4,265	544	465	13,821
Of which inter-segment and transfers	11	39	–	22	74
Total	8,557	4,305	544	488	13,895
Segment income	1,349	760	6	130	2,246

## 2. The difference between the sum of the reportable segments' profit or losses and the operating income posted in the quarterly consolidated statement of income, and a breakdown of the difference (reconciliation)

(Millions of yen)

Profit	Amount
Total reportable segment	2,246
Corporate expenses (Note)	(119)
Other	(213)
Ordinary income in the quarterly consolidated statement of income	1,912

(Note) Corporate expenses are company-wide component technology development expenses related to the research and development expenses of the Company that are not attributed to any specific reportable segment.

## 3. Information on impairment losses on non-current assets and goodwill by reportable segment

Not applicable.

## II. First three-month period of the fiscal year under review (April 1, 2023 - June 30, 2023)

## 1. Information on net sales and profit or loss amounts by reportable segment

(Millions of yen)

	Reportable segments				Total
	Fine mechatronics	Mechatronics systems	Vending machines and systems	Real estate leasing	
Net sales					
Of which to outside customers	11,170	2,055	565	462	14,254
Of which inter-segment and transfers	10	44	–	23	77
Total	11,180	2,100	565	485	14,332
Segment income	2,146	39	33	100	2,321

## 2. The difference between the sum of the reportable segments' profit or losses and the operating income posted in the quarterly consolidated statement of income, and a breakdown of the difference (reconciliation)

(Millions of yen)

Profit	Amount
Total reportable segment	2,321
Corporate expenses (Note)	(199)
Other	87
Ordinary income in the quarterly consolidated statement of income	2,209

(Note) Corporate expenses are company-wide component technology development expenses related to the research and development expenses of the Company that are not attributed to any specific reportable segment.

## 3. Information on impairment losses on non-current assets and goodwill by reportable segment

Not applicable.