

Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 14, 2024

Company name: MEIJI ELECTRIC INDUSTRIES CO.,LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 3388 URL <https://www.meijidenki.co.jp/>  
 Representative: President and Representative Director Hiroki Sugiwaki  
 Inquiries: Director of Planning and Administration Katsuhisa Naruse TEL 052-451-7661  
 Scheduled date of ordinary general meeting of shareholders: June 26, 2024  
 Scheduled date to file Securities Report: June 26, 2024  
 Scheduled date to commence dividend payments: June 5, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for institutional investors)

(Amounts less than one million yen are rounded down)

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

#### (1) Consolidated operating results

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	%
Year ended March 31, 2024	74,580	5.1	2,914	7.0	3,332	9.2	2,426	10.7
Year ended March 31, 2023	70,947	4.7	2,724	35.6	3,050	25.1	2,191	23.1

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	191.46	–	7.8	6.4	3.9
Year ended March 31, 2023	173.23	–	7.8	6.4	3.8

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	52,148	33,063	62.9	2,577.33
As of March 31, 2023	51,351	29,411	56.8	2,306.54

#### (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
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	5,733	(326)	(3,132)	7,332
Year ended March 31, 2023	(3,820)	(897)	1,661	4,875

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	20.00	–	32.00	52.00	657	30.0	2.3
Year ended March 31, 2024	–	20.00	–	38.00	58.00	736	30.3	2.4
Year ending March 31, 2025 (Forecast)	–	30.00	–	30.00	60.00		30.3	

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

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
Six months ending September 30, 2024	37,400	10.1	1,400	27.2	1,530	12.3	1,140	18.2	89.96
Full year	78,500	5.3	3,250	11.5	3,490	4.7	2,510	3.5	198.06

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

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

(3) Number of issued shares (common shares)

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

As of March 31, 2024	12,765,820 shares	As of March 31, 2023	12,717,120 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	47,812 shares	As of March 31, 2023	65,771 shares
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Average number of shares during the period

Year ended March 31, 2024	12,672,793 shares	Year ended March 31, 2023	12,651,349 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	4,875,795	7,332,997
Notes and accounts receivable - trade	19,927,577	17,773,053
Electronically recorded monetary claims - operating	9,823,015	9,530,540
Merchandise and finished goods	6,448,144	5,412,708
Work in process	1,025,611	647,462
Raw materials and supplies	63,494	59,940
Other	940,062	771,968
Allowance for doubtful accounts	(63,530)	(116,530)
<b>Total current assets</b>	<b>43,040,171</b>	<b>41,412,140</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	3,796,063	4,043,060
Accumulated depreciation	(1,496,348)	(1,619,541)
Buildings and structures, net	2,299,715	2,423,518
Machinery, equipment and vehicles	269,775	294,855
Accumulated depreciation	(206,124)	(212,610)
Machinery, equipment and vehicles, net	63,650	82,245
Land	1,523,466	1,523,466
Construction in progress	64,218	4,950
Other	773,616	765,703
Accumulated depreciation	(555,743)	(588,318)
Other, net	217,873	177,384
<b>Total property, plant and equipment</b>	<b>4,168,923</b>	<b>4,211,565</b>
Intangible assets	590,600	699,330
<b>Investments and other assets</b>		
Investment securities	3,001,257	4,137,329
Retirement benefit asset	323,418	1,430,691
Deferred tax assets	17,436	59,446
Other	221,219	209,717
Allowance for doubtful accounts	(11,866)	(11,866)
<b>Total investments and other assets</b>	<b>3,551,464</b>	<b>5,825,319</b>
<b>Total non-current assets</b>	<b>8,310,989</b>	<b>10,736,214</b>
<b>Total assets</b>	<b>51,351,160</b>	<b>52,148,355</b>

(Thousands of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	10,302,900	8,858,546
Electronically recorded obligations - operating	5,911,011	5,715,057
Short-term borrowings	2,496,297	25,782
Income taxes payable	557,559	591,330
Provision for bonuses	559,466	579,771
Provision for bonuses for directors (and other officers)	4,300	3,575
Other	1,594,038	2,199,006
<b>Total current liabilities</b>	<b>21,425,575</b>	<b>17,973,069</b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	449,009	1,075,101
Provision for retirement benefits for directors (and other officers)	3,550	3,550
Other	61,556	32,733
<b>Total non-current liabilities</b>	<b>514,116</b>	<b>1,111,385</b>
<b>Total liabilities</b>	<b>21,939,691</b>	<b>19,084,455</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	1,624,866	1,658,323
Capital surplus	1,957,909	2,008,319
Retained earnings	23,801,342	25,569,389
Treasury shares	(32,756)	(23,591)
<b>Total shareholders' equity</b>	<b>27,351,362</b>	<b>29,212,440</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,469,730	2,254,618
Foreign currency translation adjustment	256,588	510,581
Remeasurements of defined benefit plans	103,140	800,846
<b>Total accumulated other comprehensive income</b>	<b>1,829,459</b>	<b>3,566,047</b>
<b>Non-controlling interests</b>	<b>230,647</b>	<b>285,412</b>
<b>Total net assets</b>	<b>29,411,469</b>	<b>33,063,899</b>
<b>Total liabilities and net assets</b>	<b>51,351,160</b>	<b>52,148,355</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	70,947,149	74,580,678
Cost of sales	60,692,789	63,588,477
Gross profit	10,254,359	10,992,201
Selling, general and administrative expenses	7,529,914	8,077,943
Operating profit	2,724,444	2,914,258
Non-operating income		
Interest income	4,794	19,719
Dividend income	83,450	98,198
Purchase discounts	158,332	134,479
Foreign exchange gains	53,912	127,789
Subsidy income	9,912	–
Other	28,576	57,632
Total non-operating income	338,979	437,819
Non-operating expenses		
Interest expenses	11,149	13,322
Other	1,735	6,585
Total non-operating expenses	12,884	19,908
Ordinary profit	3,050,538	3,332,170
Extraordinary income		
Gain on sale of non-current assets	117,883	4,500
Gain on sale of investment securities	–	80,063
National subsidies	2,656	70,500
Total extraordinary income	120,539	155,063
Extraordinary losses		
Loss on retirement of non-current assets	45,670	829
Total extraordinary losses	45,670	829
Profit before income taxes	3,125,407	3,486,404
Income taxes - current	927,939	1,061,500
Income taxes - deferred	(7,381)	(34,560)
Total income taxes	920,557	1,026,940
Profit	2,204,849	2,459,464
Profit attributable to non-controlling interests	13,257	33,177
Profit attributable to owners of parent	2,191,591	2,426,286

## Consolidated statements of comprehensive income

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	2,204,849	2,459,464
Other comprehensive income		
Valuation difference on available-for-sale securities	129,093	784,888
Foreign currency translation adjustment	264,359	275,580
Remeasurements of defined benefit plans, net of tax	79,436	697,706
Total other comprehensive income	472,890	1,758,174
Comprehensive income	2,677,740	4,217,639
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,642,985	4,162,874
Comprehensive income attributable to non-controlling interests	34,754	54,764

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,624,866	1,957,909	22,204,363	(32,756)	25,754,383
Changes during period					
Issuance of new shares					–
Dividends of surplus			(594,613)		(594,613)
Profit attributable to owners of parent			2,191,591		2,191,591
Purchase of treasury shares					
Disposal of treasury shares					–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	1,596,978	–	1,596,978
Balance at end of period	1,624,866	1,957,909	23,801,342	(32,756)	27,351,362

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,340,636	13,725	23,703	1,378,066	195,892	27,328,342
Changes during period						
Issuance of new shares						–
Dividends of surplus						(594,613)
Profit attributable to owners of parent						2,191,591
Purchase of treasury shares						
Disposal of treasury shares						–
Net changes in items other than shareholders' equity	129,093	242,863	79,436	451,393	34,754	486,148
Total changes during period	129,093	242,863	79,436	451,393	34,754	2,083,126
Balance at end of period	1,469,730	256,588	103,140	1,829,459	230,647	29,411,469

Fiscal year ended March 31, 2024

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,624,866	1,957,909	23,801,342	(32,756)	27,351,362
Changes during period					
Issuance of new shares	33,456	33,456			66,913
Dividends of surplus			(658,239)		(658,239)
Profit attributable to owners of parent			2,426,286		2,426,286
Purchase of treasury shares				(60)	(60)
Disposal of treasury shares		16,952		9,224	26,177
Net changes in items other than shareholders' equity					
Total changes during period	33,456	50,409	1,768,047	9,164	1,861,078
Balance at end of period	1,658,323	2,008,319	25,569,389	(23,591)	29,212,440

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,469,730	256,588	103,140	1,829,459	230,647	29,411,469
Changes during period						
Issuance of new shares						66,913
Dividends of surplus						(658,239)
Profit attributable to owners of parent						2,426,286
Purchase of treasury shares						(60)
Disposal of treasury shares						26,177
Net changes in items other than shareholders' equity	784,888	253,992	697,706	1,736,587	54,764	1,791,352
Total changes during period	784,888	253,992	697,706	1,736,587	54,764	3,652,430
Balance at end of period	2,254,618	510,581	800,846	3,566,047	285,412	33,063,899

## Consolidated statements of cash flows

(Thousands of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	3,125,407	3,486,404
Depreciation	220,216	226,949
Increase (decrease) in allowance for doubtful accounts	29,197	50,018
Increase (decrease) in provision for bonuses	77,513	19,946
Decrease(increase)in retirement benefit asset and liabilities	69,223	(103,838)
Interest and dividend income	(88,245)	(117,918)
Interest expenses	11,149	13,322
Loss (gain) on sale of investment securities	–	(80,063)
Loss (gain) on sale of property, plant and equipment	(117,883)	(4,500)
Loss on retirement of property, plant and equipment	45,670	829
Decrease (increase) in trade receivables	(4,825,036)	2,597,681
Decrease (increase) in inventories	(3,010,772)	1,457,315
Increase (decrease) in trade payables	1,699,085	(1,730,341)
Decrease (increase) in accounts receivable - other	(5,768)	17,127
Decrease (increase) in advance payments to suppliers	(150,178)	4,884
Increase (decrease) in accrued consumption taxes	(296,641)	792,388
Other, net	216,788	114,450
Subtotal	(3,000,273)	6,744,655
Interest and dividends received	88,258	117,908
Interest paid	(11,194)	(13,338)
Income taxes paid	(897,056)	(1,115,567)
Net cash provided by (used in) operating activities	(3,820,267)	5,733,657
Cash flows from investing activities		
Purchase of property, plant and equipment	(687,639)	(250,691)
Proceeds from sale of property, plant and equipment	226,962	4,600
Purchase of intangible assets	(357,917)	(156,812)
Proceeds from sale of investment securities	–	103,709
Other, net	(79,290)	(26,905)
Net cash provided by (used in) investing activities	(897,884)	(326,098)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	2,256,020	(2,474,685)
Dividends paid	(594,840)	(658,155)
Net cash provided by (used in) financing activities	1,661,180	(3,132,841)
Effect of exchange rate change on cash and cash equivalents	183,585	182,484
Net increase (decrease) in cash and cash equivalents	(2,873,386)	2,457,202
Cash and cash equivalents at beginning of period	7,749,181	4,875,795
Cash and cash equivalents at end of period	4,875,795	7,332,997