

August 10, 2023

## Summary of Consolidated Financial Results for the First Quarter Ended June 30, 2023 (Under Japanese GAAP)

Company Name: UMC Electronics Co., Ltd.  
 Listing: Tokyo Stock Exchange  
 Securities Code: 6615  
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 Scheduled date to file quarterly securities report: August 10, 2023  
 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results briefing session: None

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

### 1. Financial Highlights for FY2024 First Quarter (April 1, 2023 - June 30, 2023)

#### (1) Consolidated Financial Results (Cumulative)

(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	%
First Quarter Ended June 30, 2023	32,781	(13.4)	189	(27.2)	(156)	—	(266)	—
June 30, 2022	37,862	8.6	260	(34.3)	96	(84.4)	25	(92.4)

Note: Comprehensive income: For the first quarter ended June 30, 2023: ¥ 25 million [(96.9 %)]  
 For the first quarter ended June 30, 2022: ¥804 million [ 73.6 % ]

	Basic Earnings per share	Diluted Earnings per share
	Yen	Yen
First Quarter Ended June 30, 2023	(9.44)	—
June 30, 2022	0.90	—

#### (2) Consolidated Financial Position

	Total Assets	Net Assets	Equity-to-Asset Ratio
	Millions of yen	Millions of yen	%
As of June 30, 2023	85,773	18,035	21.0
March 31, 2023	84,785	18,010	21.2

Reference: Equity: As of June 30, 2023: ¥17,995 million  
 As of March 31, 2023: ¥17,969 million

### 2. 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	—	0.00	0.00
Fiscal Year Ending March 31, 2024	—				
Fiscal Year Ending March 31, 2024 (Forecast)		—	—	—	—

(Notes) 1. Changes in the dividend forecast from the latest announcement: None  
 2. The amount of dividends for the fiscal year ending March 2024 is undefined.

### 3. Forecasts of Consolidated Financial Results for FY2024 (April 1, 2023 - March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Basic Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	153,000	(5.4)	2,500	12.5	2,000	69.5	1,500	135.4	53.05

(Notes) Changes in the forecast from the latest announcement: None

#### \*Notes

- (1) Changes in significant subsidiaries during this period (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Adoption of accounting processing specific to the preparation of quarterly consolidated financial statements: Yes
- (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 reasons other than (i): None
  - (iii) Changes in accounting estimates: None
  - (iv) Restatement: None

#### (4) Number of Issued Shares (Common Shares)

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

As of June 30, 2023	28,277,620 shares
As of March 31, 2023	28,277,620 shares

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

As of June 30, 2023	86 shares
As of March 31, 2023	86 shares

##### (iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	28,277,534 shares
Three months ended June 30, 2022	28,277,564 shares

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

#### \*Regarding proper use of performance forecasts and other special matters

The statements regarding the future such as the performance perspective described in this document are based on our currently available information and certain assumptions that we deem reasonable. Actual business results may differ significantly due to numerous factors. Regarding assumed conditions for performance forecasts as well as precautions upon using performance forecasts, please refer to “1. Overview of this Quarterly Financial Results (3) Overview of Forecast for FY2024 on page 4 in the document.

## 1. Overview of this Quarterly Financial Results

Matters concerning the future in the text are defined at the end of this current quarterly consolidated accounting period.

### (1) Overview of Business Results

As for the economic situation during the consolidated cumulative period of the first quarter, although the business conditions in the manufacturing industry picked up due to the recovery of personal consumption due to the elimination of consumption restraint due to restrictions on activities due to the coronavirus pandemic and the alleviation of material shortages, energy and resource prices remained high, and concerns about global monetary tightening, high inflation, and further price rises persisted, and the economic outlook remained uncertain.

As a result, net sales for the first quarter of the current consolidated cumulative period were 32,781 million yen (a decrease of 13.4% compared to the same period of the previous year). In terms of profit and loss, operating profit has been 189 million yen (a decrease of 27.2% compared to the same period of the previous year). Ordinary income was a loss of 156 million (ordinary income of 96 million in the same period of the previous year). Net income attributable to owners of the parent was a loss of 266 million yen (quarterly net income attributable to owners of the parent of 25 million yen in the same period of the previous year).

We are engaged in the EMS business and other businesses. Since most of our business is with EMS, segment information is omitted.

Net sales of EMS business by product and of other businesses are shown as in the following. The amount of net sales is based on figures after eliminating consolidated offsets.

#### i) EMS Business

Net sales of the EMS business, which is our major business, have been 32,591 million yen (a decrease of 13.5% compared to the same period of the previous year). The results by product category are outlined below.

##### (Automotive Equipment)

Although the situation of increasing demand due to the expansion of the electric vehicle market continues, there is a close impact of electronic components for automotive use, and net income was recorded as proxy transactions from the first quarter of the current consolidated accounting period for some transactions with customers. Net sales were 17,015 million yen (a decrease of 19.8% compared to the same period of the previous year).

##### (Industrial Equipment)

In addition to normalization of production due to the elimination of the impact of lockdown in China, energy saving investment continued, and sales have resulted in 6,941 million yen (an increase of 10.4% compared to the same period of the previous year).

##### (Office Automation Equipment)

Sales of products for MFP (Multifunction printer) and laser printers decreased due to a reaction to increased production due to home demand, resulting in net sales of 8,428 million yen (a decrease of 15.4% compared to the same period of the previous year).

##### (Others)

Consumer products and development for amusement are the main business activities, with net sales of 205 million yen (a decrease of 9.8% compared to the same period of the previous year).

#### ii) Other Businesses

Net sales for the staffing business have been 189 million yen (an increase of 9.3% compared to the same period of the previous year).

(2) Overview of Financial Condition

Assets, liabilities, and net assets

At the end of the first quarter of FY2024, consolidated total assets have been 85,773 million yen (an increase of 988 million yen compared to the end of the previous consolidated fiscal year). This was mainly due to an increase in cash and deposits while inventories decreased.

Liabilities have been 67,738 million yen (an increase of 962 million yen compared to the end of the previous consolidated fiscal year). This was mainly due to an increase in trade payables while short-term and long-term borrowings decreased.

Net assets have been 18,035 million yen (an increase of 25 million yen compared to the end of the previous consolidated fiscal year).

(3) Overview of Forecast for FY2024

There has been no change with the May 15, 2023 released forecasts for FY2024 consolidated financial results. Our projections are based on exchange rates of 135 yen to the U.S. dollar for the forecasts.

## 2. Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	FY2023 (As of March 31, 2023)	FY2024 First Quarter (As of June 30, 2023)
<b>Assets</b>		
Current assets		
Cash and deposits	9,749	11,762
Notes and accounts receivable – trade, and contract assets	16,971	15,722
Finished goods	2,806	2,615
Work in process	596	781
Raw materials and supplies	23,859	22,252
Accounts receivable - other	952	964
Consumption taxes refund receivable	1,765	1,620
Other	2,333	3,269
Total current assets	59,036	58,988
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	6,950	7,193
Machinery, equipment and vehicles, net	7,182	7,286
Other, net	3,496	4,257
Total property, plant and equipment	17,629	18,737
Intangible assets	197	199
Investments and other assets	7,921	7,848
Total non-current assets	25,749	26,785
Total assets	84,785	85,773
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	21,076	22,512
Short-term borrowings	24,613	23,337
Current portion of long-term borrowings	1,487	1,487
Income taxes payable	444	380
Provision for bonuses	655	500
Other	5,378	6,641
Total current liabilities	53,655	54,860
Non-current liabilities		
Long-term borrowings	11,350	10,978
Retirement benefit liability	848	856
Deferred tax liabilities	101	107
Other	819	935
Total non-current liabilities	13,119	12,878
Total liabilities	66,775	67,738
<b>Net assets</b>		
Shareholders' equity		
Share capital	4,729	4,729
Capital surplus	10,484	5,784
Retained earnings	2,124	6,557
Treasury shares	(0)	(0)
Total shareholders' equity	17,338	17,071
Accumulated other comprehensive income		
Foreign currency translation adjustment	633	924
Remeasurements of defined benefit plans	(2)	(0)
Total accumulated other comprehensive income	630	924
Share acquisition rights	29	29
Non-controlling interests	11	10
Total net assets	18,010	18,035
Total liabilities and net assets	84,785	85,773

## (2) Quarterly Consolidated Statements of Income and Quarterly Comprehensive Income

(Quarterly Consolidated Statements of Income)

(First Quarter Period)

(Millions of yen)

	FY2023 First Quarter (April 1, 2022 - June 30, 2022)	FY2024 First Quarter (April 1, 2023 - June 30, 2023)
Net sales	37,862	32,781
Cost of sales	36,123	31,207
Gross profit	1,738	1,573
Selling, general and administrative expenses	1,478	1,383
Operating profit	260	189
Non-operating income		
Interest income	8	16
Dividend income	1	1
Rental income from land and buildings	306	307
Other	83	40
Total non-operating income	400	364
Non-operating expenses		
Interest expenses	81	286
Rental expenses	221	238
Foreign exchange losses	252	142
Other	9	43
Total non-operating expenses	564	711
Ordinary profit (loss)	96	(156)
Extraordinary income		
Gain on sale of non-current assets	2	(0)
Total extraordinary income	2	(0)
Extraordinary losses		
Loss on retirement of non-current assets	21	(0)
Loss on sale of non-current assets	—	6
Impairment losses	6	—
Total extraordinary losses	27	7
Profit (loss) before income taxes	70	(163)
Income taxes	46	104
Profit (loss)	24	(267)
Loss attributable to non-controlling interests	(1)	(0)
Profit (loss) attributable to owners of parent	25	(266)

(Quarterly Comprehensive Income)  
(First Quarter Period)

(Millions of yen)

	FY2023 First Quarter (April 1, 2022 - June 30, 2022)	FY2024 First Quarter (April 1, 2023 - June 30, 2023)
Profit	24	(267)
Other comprehensive income		
Foreign currency translation adjustment	778	290
Remeasurements of defined benefit plans, net of tax	2	2
Total other comprehensive income	780	293
Comprehensive income	804	25
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	806	26
Comprehensive income attributable to non- controlling interests	(1)	(0)