

February 14, 2024

## Summary of Consolidated Financial Results for the Third Quarter Ended December 31, 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: February 14, 2024  
 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 Third Quarter (April 1, 2023 - December 31, 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                         | %      |
| Third Quarter Ended December 31, 2023 | 100,998         | (19.9) | 1,090            | (30.5) | (144)           | -      | (562)                                   | -      |
| December 31, 2022                     | 126,166         | 25.2   | 1,568            | 138.8  | 696             | (30.5) | 343                                     | (53.2) |

Note: Comprehensive income: For the third quarter ended December 31, 2023: ¥ (204) million [( - %)]  
 For the third quarter ended December 31, 2022: ¥ 16 million [( 98.4 %)]

|                                       | Basic Earnings per share | Diluted Earnings per share |
|---------------------------------------|--------------------------|----------------------------|
|                                       | Yen                      | Yen                        |
| Third Quarter Ended December 31, 2023 | (19.91)                  | -                          |
| December 31, 2022                     | 12.15                    | 12.15                      |

#### (2) Consolidated Financial Position

|                   | Total Assets    | Net Assets      | Equity-to-Asset Ratio |
|-------------------|-----------------|-----------------|-----------------------|
| As of             | Millions of yen | Millions of yen | %                     |
| December 31, 2023 | 80,563          | 17,805          | 22.0                  |
| March 31, 2023    | 84,785          | 18,010          | 21.2                  |

Reference: Equity: As of December 31, 2023: ¥17,762 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            | —                          | 0.00               | —                 |                 |       |
| 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 | 131,000         | (19.0) | 1,500            | (32.5) | 800             | (32.2) | 300                                     | (52.9) | 10.61                    |

(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 December 31, 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 December 31, 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)

|                                     |                   |
|-------------------------------------|-------------------|
| Nine months ended December 31, 2023 | 28,277,534 shares |
| Nine months ended December 31, 2022 | 28,277,544 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

### (1) Overview of Business Results

In the economic situation in the third quarter of the current consolidated cumulative period, although the economic situation in the manufacturing industry has picked up due to the recovery of inbound demand, the recovery of private consumption, and the easing of component shortages, energy prices and resource prices are still high. The outlook for the economy continues to be uncertain, with concerns about global monetary tightening, high inflation, and further price increases persisting, and concerns about the future of the Chinese economy.

As a result, net sales for the third quarter of the current consolidated cumulative period were 100,998 million yen (a decrease of 19.9% compared to the same period of the previous year). In terms of profit and loss, operating profit has been 1,090 million yen (a decrease of 30.5% compared to the same period of the previous year). Ordinary income was a loss of 144 million yen (ordinary income of 696 million yen in the same period of the previous year) due to an increase in interest expense due to the rise in US interest rates and the occurrence of temporary rental expenses. Net income attributable to owners of the parent was a loss of 562 million yen (quarterly net income attributable to owners of the parent of 343 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 100,429 million yen (a decrease of 20.1% compared to the same period of the previous year). The results by product category are outlined below.

##### (Automotive Equipment)

Although demand continues to increase due to the expansion of the electric vehicle market, there is an impact from sluggish demand for Japanese cars in the Chinese market, and from the first quarter consolidated accounting period, the net amount of revenue from transactions with some customers has been reduced as an agent transaction. As a result, sales amounted to 58,246 million yen (a decrease of 9.9% compared to the same period of the previous year).

##### (Industrial Equipment)

Despite continued capital investment for energy conservation and other purposes, sales were 19,149 million yen (a decrease of 18.2% compared to the same period of the previous year) due to a decline in transaction volume due to a slump in the Chinese market for control equipment products and sluggish demand for semiconductor capital investment.

##### (Office Automation Equipment)

A decline in the transaction volume of products for MFP (Multifunction printer) and laser printers due to a reaction to increased production due to home demand, and the impact of high inventory levels in the market, resulted in net sales of 22,596 million yen (a decrease of 38.5% 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 436 million yen (a decrease of 46.7% compared to the same period of the previous year).

#### ii) Other Businesses

Net sales for the staffing business have been 569 million yen (an increase of 8.4% compared to the same period of the previous year).

(2) Overview of Financial Condition

Assets, liabilities, and net assets

Total assets at the end of the third quarter consolidated accounting period were 80,563 million yen (a decrease of 4,222 million yen compared to the end of the previous consolidated fiscal year). This was mainly due to a decrease in inventories while property, plant and equipment increased.

Liabilities were 62,757 million yen (a decrease of 4,018 million yen compared to the end of the previous consolidated fiscal year). This was mainly due to a decrease in short-term loans payable, while long-term loans payable increased.

Net assets were 17,805 million yen (a decrease of 204 million yen compared to the end of the previous consolidated fiscal year). This was mainly due to an increase in currency translation adjustments and a decrease due to the recording of a net loss attributable to owners of parent.

(3) Overview of Forecast for FY2024

There has been no change with the November 14, 2023 released forecasts for FY2024 consolidated financial results. Our projections are based on exchange rates of 140 yen to the U.S. dollar for the forecasts.

## 2. Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheet

(Millions of yen)

|  | FY2023<br>(As of March 31, 2023) | FY2024 Third Quarter<br>(As of December 31, 2023) |
|--|----------------------------------|---|
| <b>Assets</b>  |                                  |   |
| Current assets   |                                  |   |
| Current assets   |                                  |   |
| Cash and deposits  | 9,749                            | 12,113  |
| Notes and accounts receivable - trade, and contract assets | 16,971                           | 13,498  |
| Finished goods   | 2,806                            | 2,861   |
| Work in process  | 596                              | 610   |
| Raw materials and supplies                                 | 23,859                           | 19,592  |
| Accounts receivable - other                                | 952                              | 917   |
| Consumption taxes refund receivable                        | 1,765                            | 690   |
| Other  | 2,333                            | 2,823   |
| Total current assets                                       | 59,036                           | 53,107  |
| Non-current assets   |                                  |   |
| Property, plant and equipment                              |                                  |   |
| Buildings and structures, net                              | 6,950                            | 6,904   |
| Machinery, equipment and vehicles, net                     | 7,182                            | 8,141   |
| Other, net   | 3,496                            | 4,403   |
| Total property, plant and equipment                        | 17,629                           | 19,449  |
| Intangible assets  | 197                              | 274   |
| Investments and other assets                               | 7,921                            | 7,732   |
| Total non-current assets                                   | 25,749                           | 27,455  |
| Total assets   | 84,785                           | 80,563  |
| <b>Liabilities</b>   |                                  |   |
| Current liabilities  |                                  |   |
| Notes and accounts payable - trade                         | 21,076                           | 19,760  |
| Short-term borrowings                                      | 24,613                           | 21,303  |
| Current portion of long-term borrowings                    | 1,487                            | 1,838   |
| Income taxes payable                                       | 444                              | 466   |
| Provision for bonuses                                      | 655                              | 684   |
| Other  | 5,378                            | 4,636   |
| Total current liabilities                                  | 53,655                           | 48,689  |
| Non-current liabilities                                    |                                  |   |
| Long-term borrowings                                       | 11,350                           | 12,297  |
| Retirement benefit liability                               | 848                              | 837   |
| Deferred tax liabilities                                   | 101                              | 115   |
| Other  | 819                              | 816   |
| Total non-current liabilities                              | 13,119                           | 14,067  |
| Total liabilities  | 66,775                           | 62,757  |
| <b>Net assets</b>  |                                  |   |
| Shareholders' equity                                       |                                  |   |
| Share capital  | 4,729                            | 4,729   |
| Capital surplus  | 10,484                           | 5,784   |
| Retained earnings  | 2,124                            | 6,261   |
| Treasury shares  | (0)                              | (0)   |
| Total shareholders' equity                                 | 17,338                           | 16,775  |
| Accumulated other comprehensive income                     |                                  |   |
| Foreign currency translation adjustment                    | 633                              | 983   |
| Remeasurements of defined benefit plans                    | (2)                              | 3   |
| Total accumulated other comprehensive income               | 630                              | 987   |
| Share acquisition rights                                   | 29                               | 29  |
| Non-controlling interests                                  | 11                               | 13  |
| Total net assets   | 18,010                           | 17,805  |
| Total liabilities and net assets                           | 84,785                           | 80,563  |

(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income  
Quarterly Consolidated Statements of Income  
Third Quarter Consolidated Cumulative Period

(Millions of yen)

|   | FY2023 Third Quarter<br>(April 1, 2022<br>- December 31, 2022) | FY2024 Third Quarter<br>(April 1, 2023<br>- December 31, 2023) |
|---|--|--|
| Net sales   | 126,166  | 100,998  |
| Cost of sales   | 120,025  | 95,882   |
| Gross profit  | 6,141  | 5,115  |
| Selling, general and administrative expenses            | 4,573  | 4,025  |
| Operating profit  | 1,568  | 1,090  |
| Non-operating income                                    |  |  |
| Interest income   | 38   | 81   |
| Dividend income   | 1  | 1  |
| Rental income from land and buildings                   | 903  | 906  |
| Other   | 195  | 103  |
| Total non-operating income                              | 1,138  | 1,093  |
| Non-operating expenses                                  |  |  |
| Interest expenses                                       | 430  | 710  |
| Rental expenses   | 647  | 943  |
| Foreign exchange losses                                 | 875  | 518  |
| Other   | 56   | 155  |
| Total non-operating expenses                            | 2,010  | 2,328  |
| Ordinary profit (loss)                                  | 696  | (144)  |
| Extraordinary income                                    |  |  |
| Gain on sale of non-current assets                      | 49   | 0  |
| Total extraordinary income                              | 49   | 0  |
| Extraordinary losses                                    |  |  |
| Loss on retirement of non-current assets                | 23   | 14   |
| Loss on sale of non-current assets                      | 8  | 6  |
| Impairment losses                                       | 6  | —  |
| Extra retirement payments                               | —  | 45   |
| Total extraordinary losses                              | 38   | 67   |
| Profit (loss) before income taxes                       | 707  | (211)  |
| Income taxes  | 364  | 348  |
| Profit (loss)   | 343  | (560)  |
| Profit (loss) attributable to non-controlling interests | (0)  | 2  |
| Profit (loss) attributable to owners of parent          | 343  | (562)  |

Quarterly Consolidated Statements of Comprehensive Income  
Third Quarter Consolidated Cumulative Period

(Millions of yen)

|  | FY2023 Third Quarter<br>(April 1, 2022<br>- December 31, 2022) | FY2023 Third Quarter<br>(April 1, 2023<br>- December 31, 2023) |
|--|--|--|
| Profit (loss)  | 343  | (560)  |
| Other comprehensive income                                     |  |  |
| Foreign currency translation adjustment                        | (329)  | 350  |
| Remeasurements of defined benefit plans, net of tax            | 2  | 6  |
| Total other comprehensive income                               | (327)  | 356  |
| Comprehensive income   | 16   | (204)  |
| Comprehensive income attributable to                           |  |  |
| Comprehensive income attributable to owners of parent          | 16   | (206)  |
| Comprehensive income attributable to non-controlling interests | (0)  | 2  |