

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2023 (Based on Japanese GAAP)

August 2, 2023

Company name: IRISO ELECTRONICS CO., LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 6908 URL <https://www.irisoele.com/jp/>  
 Representative: President & Representative Director Hitoshi Suzuki  
 Inquiries: Director & Senior Managing Executive Officer /  
 General Manager of Administration Division Mitsuyoshi Toyoshima TEL 045-478-3111  
 Scheduled date to file Quarterly Securities Report: August 4, 2023  
 Scheduled date to commence dividend payments: -  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

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

#### (1) Consolidated financial 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	%
Three months ended June 30, 2023	12,496	4.8	967	(30.8)	1,625	(21.7)	1,251	(12.9)
Three months ended June 30, 2022	11,929	6.6	1,398	10.6	2,074	71.9	1,436	36.5

(Note) Comprehensive income: Three months ended June 30, 2023: ¥4,018 million [(19.3)%]  
 Three months ended June 30, 2022: ¥4,980 million [273.8%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2023	53.19		-	
Three months ended June 30, 2022	61.06		-	

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2023	86,135	70,144	80.7	2,953.81
As of March 31, 2023	82,491	68,019	81.7	2,865.97

(Reference) Equity: As of June 30, 2023: ¥69,484 million  
 As of March 31, 2023: ¥67,418 million

## 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
Year ended March 31, 2023	Yen -	Yen 0.00	Yen -	Yen 80.00	Yen 80.00
Year ending March 31, 2024	-				
Year ending March 31, 2024 (Forecast)		-	-	90.00	90.00

(Note) Revision to the forecast for dividends announced most recently: No

## 3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

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
First half	27,000	5.7	3,000	(2.1)	3,600	(11.0)	2,700	(6.9)	114.77
Full year	57,000	7.7	7,700	10.9	8,200	7.0	6,200	11.9	263.56

(Note) Revision to the financial results forecast announced most recently: Yes

### \* Notes:

- (1) Changes in significant subsidiaries during the three months ended June 30, 2023  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes
- (3) 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

### (4) Number of issued shares (common shares)

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

As of June 30, 2023	24,583,698 shares	As of March 31, 2023	24,583,698 shares
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Number of treasury shares at the end of the period:

As of June 30, 2023	1,059,927 shares	As of March 31, 2023	1,059,896 shares
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Average number of shares during the period:

Three months ended June 30, 2023	23,523,781 shares	Three months ended June 30, 2022	23,522,705 shares
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(Note) Number of treasury shares at the end of the period is presented including the Company's treasury shares held by the "Directors' compensation BIP (Board Incentive Plan) trust" (as of June 30, 2023: 149,576 shares, as of March 31, 2023: 149,576 shares). The Company's treasury shares held by the "Directors' compensation BIP (Board Incentive Plan) trust" have been included in treasury shares deducted in calculation of the average number of shares during the period.

\* These quarterly consolidated financial results are outside the scope of quarterly review by certified public accountants or an audit firm.

\* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available to the Company, and actual results may vary significantly due to various factors.

**Quarterly consolidated financial statements**  
**Quarterly consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of June 30, 2023
Assets		
Current assets		
Cash and deposits	18,640	20,419
Notes and accounts receivable - trade, and contract assets	13,956	14,070
Merchandise and finished goods	8,362	8,730
Work in process	92	77
Raw materials and supplies	3,612	3,787
Other	1,567	1,582
Allowance for doubtful accounts	(37)	(52)
Total current assets	46,194	48,614
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,353	5,454
Machinery, equipment and vehicles, net	15,206	16,354
Tools, furniture and fixtures, net	4,010	4,236
Land	2,153	2,221
Construction in progress	5,387	4,750
Total property, plant and equipment	32,111	33,017
Intangible assets		
Software	283	266
Software in progress	1,987	2,341
Goodwill	121	113
Other	1	0
Total intangible assets	2,393	2,721
Investments and other assets		
Investment securities	130	151
Deferred tax assets	974	927
Other	742	796
Allowance for doubtful accounts	(55)	(93)
Total investments and other assets	1,792	1,782
Total non-current assets	36,297	37,521
Total assets	82,491	86,135

(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	4,364	4,360
Short-term borrowings	731	956
Current portion of long-term borrowings	285	655
Income taxes payable	903	757
Provision for bonuses	602	443
Other	4,405	3,487
<b>Total current liabilities</b>	<b>11,292</b>	<b>10,661</b>
<b>Non-current liabilities</b>		
Long-term borrowings	1,476	3,608
Retirement benefit liability	500	511
Provision for share awards for directors (and other officers)	126	130
Other	1,076	1,079
<b>Total non-current liabilities</b>	<b>3,179</b>	<b>5,330</b>
<b>Total liabilities</b>	<b>14,472</b>	<b>15,991</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	5,640	5,640
Capital surplus	8,744	8,744
Retained earnings	45,582	44,939
Treasury shares	(1,179)	(1,179)
<b>Total shareholders' equity</b>	<b>58,787</b>	<b>58,145</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	36	44
Foreign currency translation adjustment	8,574	11,277
Remeasurements of defined benefit plans	20	17
<b>Total accumulated other comprehensive income</b>	<b>8,630</b>	<b>11,339</b>
<b>Non-controlling interests</b>	<b>600</b>	<b>659</b>
<b>Total net assets</b>	<b>68,019</b>	<b>70,144</b>
<b>Total liabilities and net assets</b>	<b>82,491</b>	<b>86,135</b>

**Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income**

**Quarterly consolidated statements of income**

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Net sales	11,929	12,496
Cost of sales	7,926	8,646
Gross profit	4,002	3,849
Selling, general and administrative expenses	2,604	2,882
Operating profit	1,398	967
Non-operating income		
Interest income	15	52
Dividend income	1	1
Foreign exchange gains	646	666
Subsidy income	12	1
Other	58	3
Total non-operating income	734	726
Non-operating expenses		
Interest expenses	25	29
Loss on valuation of derivatives	29	33
Other	2	4
Total non-operating expenses	57	68
Ordinary profit	2,074	1,625
Extraordinary income		
Gain on sale of non-current assets	-	2
Total extraordinary income	-	2
Extraordinary losses		
Loss on retirement of non-current assets	10	5
Loss related COVID-19	363	-
Total extraordinary losses	373	5
Profit before income taxes	1,700	1,622
Income taxes - current	263	275
Income taxes - deferred	(22)	61
Total income taxes	240	337
Profit	1,460	1,284
Profit attributable to non-controlling interests	23	33
Profit attributable to owners of parent	1,436	1,251

**Quarterly consolidated statements of comprehensive income**

(Millions of yen)

	Three months ended June 30, 2022	Three months ended June 30, 2023
Profit	1,460	1,284
Other comprehensive income		
Valuation difference on available-for-sale securities	(2)	8
Foreign currency translation adjustment	3,527	2,728
Remeasurements of defined benefit plans, net of tax	(4)	(3)
Total other comprehensive income	3,520	2,734
Comprehensive income	4,980	4,018
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,935	3,960
Comprehensive income attributable to non-controlling interests	44	58