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November 8, 2024

## Consolidated Financial Results for the First Six Months Ended September 30, 2024 (Under Japanese GAAP)

Company name: Hosiden Corporation  
 Listing: Tokyo Stock Exchange  
 Securities code: 6804  
 URL: <https://www.hosiden.com/en/>  
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 Scheduled date to file quarterly securities report: November 13, 2024  
 Scheduled date to commence dividend payments: December 4, 2024  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results briefing: Yes(for institutional investors and securities analysts)

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

### 1. Consolidated financial results for the first six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

#### (1) Consolidated operating 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	%
Six months ended								
September 30, 2024	116,173	(7.0)	7,969	23.2	6,340	(42.5)	4,426	(39.5)
September 30, 2023	124,909	3.5	6,467	(36.3)	11,017	(31.4)	7,315	(33.1)

(Note) Comprehensive income For the first six months ended September 30, 2024 6,037 million yen [(40.6)%]  
 For the first six months ended September 30, 2023 10,157 million yen [(19.1)%]

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2024	85.50	-
September 30, 2023	140.53	128.93

#### (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2024	173,201	139,565	80.6
March 31, 2024	175,008	134,870	77.1

(Reference) Equity  
 As of September 30, 2024 139,565 million yen  
 As of March 31, 2024 134,870 million yen

## 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, 2024	–	24.00	–	44.00	68.00
Fiscal year ending March 31, 2025	–	19.00			
Fiscal year ending March 31, 2025 (Forecast)			–	19.00	38.00

(Note) Revision of cash dividend forecast most recently announced: None

## 3. Consolidated financial results forecasts for the fiscal 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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	227,000	3.7	9,200	(28.8)	9,200	(49.3)	6,400	(45.0)	123.20

(Note) Revision of financial results forecast most recently announced: No

- The consolidated results per share forecasts for the fiscal year ending March 31, 2025 takes into account the disposal of treasury share of 435,110 due to the conversion of bonds with share acquisition rights by September 30, 2024.
- Financial results forecasts are based on the assumption of a foreign exchange rate of 151 yen per U.S. dollar, and remain unchanged.

## Notes

- (1) Significant changes in the scope of consolidation during the period: None  
Newly included: – companies (Company name)  
Excluded: – companies (Company name)
- (2) Application of specific accounting for preparing 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: Yes  
(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 shares)

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

As of September 30, 2024	61,410,084 shares
As of March 31, 2024	61,410,084 shares

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

As of September 30, 2024	9,276,752 shares
As of March 31, 2024	9,719,522 shares

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

Six months ended September 30, 2024	51,766,740 shares
Six months ended September 30, 2023	52,057,425 shares

Notes: 1. Quarterly financial results reports are exempt from quarterly review conducted by certified public accountants or an audit corporation.

2 Explanation on proper use of earnings forecasts, and other special matters

- The forward-looking statements about the future financial results of this document are future forecasts based on the judgment of Hosiden Corporation (the “Company”) taking into account the information currently available, and the Company does not intend to make a warranty of their achievement. These forward-looking statements contain various potential risks and uncertainties, and actual results may be materially different from the forward-looking statements due to various material factors. Therefore, the Company asks not to depend highly on these forward-looking statements.

(Means of access to supplementary material on financial results)

The supplementary material on financial results will be available on the Company’s website.

## 2. Quarterly consolidated financial statements and significant notes thereto

### (1) Quarterly consolidated balance sheets

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	72,287	64,696
Notes and accounts receivable - trade, and contract assets	22,754	25,868
Securities	14,624	7,287
Merchandise and finished goods	9,214	8,860
Work in process	3,730	3,110
Raw materials and supplies	19,638	28,635
Other	3,691	3,943
Allowance for doubtful accounts	(15)	(18)
Total current assets	145,925	142,384
Non-current assets		
Property, plant and equipment	16,641	18,510
Intangible assets	405	396
Investments and other assets		
Investment securities	7,057	6,916
Other	5,264	5,260
Allowance for doubtful accounts	(286)	(266)
Total investments and other assets	12,035	11,910
Total non-current assets	29,082	30,817
<b>Total assets</b>	<b>175,008</b>	<b>173,201</b>

## Hosiden Corporation (6804) Consolidated Financial Results for the First Six Months Ended September 30, 2024

(Millions of yen)

	As of March 31, 2024	As of September 30, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,673	19,960
Short-term borrowings	1,050	1,050
Current portion of bonds with share acquisition rights	10,008	-
Income taxes payable	3,253	1,768
Other	6,057	5,814
Total current liabilities	35,042	28,592
Non-current liabilities		
Retirement benefit liability	2,307	2,102
Other	2,787	2,941
Total non-current liabilities	5,094	5,043
Total liabilities	40,137	33,636
Net assets		
Shareholders' equity		
Share capital	13,660	13,660
Capital surplus	19,596	20,001
Retained earnings	106,744	108,896
Treasury shares	(11,584)	(11,056)
Total shareholders' equity	128,417	131,501
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,500	3,313
Foreign currency translation adjustment	2,272	4,179
Remeasurements of defined benefit plans	680	570
Total accumulated other comprehensive income	6,453	8,064
Total net assets	134,870	139,565
Total liabilities and net assets	175,008	173,201

**(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income**
**Quarterly consolidated statements of income**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	124,909	116,173
Cost of sales	113,607	103,608
Gross profit	11,302	12,565
Selling, general and administrative expenses	4,835	4,595
Operating profit	6,467	7,969
Non-operating income		
Interest income	323	479
Dividend income	70	84
Foreign exchange gains	4,113	-
Other	83	82
Total non-operating income	4,591	646
Non-operating expenses		
Interest expenses	28	17
Foreign exchange losses	-	2,253
Other	13	4
Total non-operating expenses	41	2,276
Ordinary profit	11,017	6,340
Extraordinary income		
Gain on sale of non-current assets	3	3
Total extraordinary income	3	3
Extraordinary losses		
Loss on sale and retirement of non-current assets	10	1
Other	-	0
Total extraordinary losses	10	2
Profit before income taxes	11,010	6,342
Income taxes - current	3,481	1,604
Income taxes - deferred	213	311
Total income taxes	3,695	1,915
Profit	7,315	4,426
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	7,315	4,426

**Quarterly consolidated statements of comprehensive income**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
Profit	7,315	4,426
Other comprehensive income		
Valuation difference on available-for-sale securities	589	(187)
Foreign currency translation adjustment	2,328	1,907
Remeasurements of defined benefit plans, net of tax	(75)	(109)
Total other comprehensive income	2,842	1,610
Comprehensive income	10,157	6,037
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,157	6,037
Comprehensive income attributable to non-controlling interests	–	–

**(3) Quarterly consolidated statements of cash flows**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
<b>Cash flows from operating activities</b>		
Profit before income taxes	11,010	6,342
Depreciation	1,482	1,430
Decrease (increase) in trade receivables	(749)	(2,746)
Decrease (increase) in inventories	2,554	(7,638)
Decrease (increase) in operating accounts receivable	57	280
Increase (decrease) in trade payables	(5,076)	5,136
Other, net	(202)	(1,706)
Subtotal	9,077	1,097
Interest and dividends received	355	527
Interest paid	(38)	(17)
Income taxes paid	(3,737)	(3,308)
Net cash provided by (used in) operating activities	5,657	(1,700)
<b>Cash flows from investing activities</b>		
Payments into time deposits	(5,052)	(8,905)
Proceeds from withdrawal of time deposits	4,708	7,338
Purchase of property, plant and equipment	(867)	(2,411)
Other, net	64	(33)
Net cash provided by (used in) investing activities	(1,147)	(4,011)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term borrowings	(1,164)	-
Redemption of bonds with share acquisition rights	-	(9,085)
Purchase of treasury shares	(2,816)	(0)
Dividends paid	(2,557)	(2,274)
Other, net	(71)	(57)
Net cash provided by (used in) financing activities	(6,610)	(11,417)
Effect of exchange rate change on cash and cash equivalents	272	555
Net increase (decrease) in cash and cash equivalents	(1,827)	(16,573)
Cash and cash equivalents at beginning of period	66,017	76,662
Cash and cash equivalents at end of period	64,189	60,088



#### **(4) Notes to quarterly consolidated financial statements**

##### **Changes in Accounting Policies Due to Revisions of Accounting Standards**

(Application of the Accounting Standard for Current Income Taxes, etc.)

We have adopted the Accounting Standard for Current Income Taxes (ASBJ Statement No.27, October 28, 2022; hereinafter, the “Amended Accounting Standard 2022”), etc. from the beginning of the period under review.

The amendment to the classification for recording current income taxes (taxation on other comprehensive income) follows the transitional treatment prescribed in the proviso of paragraph 20-3 of the Amended Accounting Standard 2022 and the transitional treatment prescribed in the proviso of paragraph 65-2(2) of the Implementation Guidance on Tax Effect Accounting (ASBJ Guidance No.28, October 28, 2022; hereinafter, the “Amended Implementation Guidance 2022”).

This change in accounting policies has no impact on the quarterly financial statements.

In addition, for the amendment related to the revised accounting treatment in consolidated financial statements when gains or losses on sale of shares in subsidiaries resulting from transactions between consolidated companies are deferred for tax purposes, the group has adopted the Amended Implementation Guidance 2022 from the beginning of the period under review. As this change in accounting policies was applied retrospectively, the quarterly consolidated financial statements for the six months ended September 30, 2023 and the consolidated financial statements for the fiscal year ended March 31, 2024 have been restated retrospectively.

This change in accounting policies has no impact on the quarterly consolidated financial statements for the six months ended September 30, 2023 and the consolidated financial statements for the fiscal year ended March 31, 2024.

##### **Notes on going concern assumption**

None applicable.

##### **Notes on significant changes in the amount of shareholders' equity**

None applicable

**Segment information, etc.**

## Segment information

## I The first six months ended September 30, 2023 (from April 1, 2023 to September 30, 2023)

## 1. Net sales, and profit or loss by reportable segment

(Millions of yen)

	Reportable segments					Adjustments	Amounts in quarterly consolidated statements of income
	Electro-mechanical components	Acoustic components	Display components	Applied equipment and other	Total		
Net sales							
Sales to unaffiliated customers	108,659	9,315	1,257	5,677	124,909	–	124,909
Inter-segment sales and transfers	–	–	–	–	–	–	–
Total	108,659	9,315	1,257	5,677	124,909	–	124,909
Segment profit (loss)	4,576	700	(193)	1,383	6,467	–	6,467

Note: The total amount of segment profit (loss) is equal to the operating profit in the quarterly consolidated statements of income

## II The first six months ended September 30, 2024 (from April 1, 2024 to September 30, 2024)

## 1. Net sales, and profit or loss by reportable segment

(Millions of yen)

	Reportable segments					Adjustments	Amounts in quarterly consolidated statements of income
	Electro-mechanical components	Acoustic components	Display components	Applied equipment and other	Total		
Net sales							
Sales to unaffiliated customers	98,536	10,851	1,387	5,397	116,173	–	116,173
Inter-segment sales and transfers	–	–	–	–	–	–	–
Total	98,536	10,851	1,387	5,397	116,173	–	116,173
Segment profit (loss)	5,868	1,405	(161)	857	7,969	–	7,969

Note: The total amount of segment profit (loss) is equal to the operating profit in the quarterly consolidated statements of income.