

Consolidated Financial Results For the Year Ended March 31, 2023

Company name: IBIDEN CO., LTD.

Stock exchange listings: Tokyo and Nagoya Stock Exchange (Code number: 4062)

URL: <https://www.ibiden.com/>

Representative: Takeshi Aoki, President & CEO, Representative Director

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The date of the Ordinary General Meeting of Shareholders: June 15, 2023

The filing date of annual securities report: June 15, 2023

Additional documents to supplement financial results: Yes

IR presentation: Yes

(Amounts less than one million yen are omitted)

1. Consolidated Financial Results for FY 2022 (From April 1, 2022 to March 31, 2023)

(1) Operating results (Percentage figures indicate the change from the same period of the prior fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit (loss) attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY 2022	417,549	4.1	72,362	2.2	76,176	2.4	52,187	26.6
FY 2021	401,138	24.0	70,821	83.3	74,394	82.7	41,232	60.4

Note: Comprehensive income

FY2022 : 61,749 million yen (12.4%)

FY2021 : 54,952 million yen (2.4%)

	Basic earnings per share	Diluted earnings per share	Return on Equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
FY 2022	373.73	-	13.3	10.0	17.3
FY 2021	295.35	-	12.1	12.0	17.7

Note: Share of profit(loss) of entities accounted for using equity method

FY 2022 : 1 million yen

FY 2021 : 2 million yen

(2) Financial positions

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY 2022	857,508	425,606	48.9	3,002.08
FY 2021	664,332	370,728	54.9	2,611.43

Note: Owner's equity

As of March 31, 2023 : 419,238 million yen

As of March 31, 2022 : 364,576 million yen

2. Notes

(1) Material changes in subsidiaries during this period : None

(2) Changes in accounting policies, accounting estimates and retrospective restatement

(i) Changes in accounting policies based on revisions of accounting standard: None

(ii) Changes in accounting policies other than the above: None

(iii) Changes in accounting estimates: None

(iv) Retrospective restatement: None

(3) Number of shares issued and outstanding (common stock)

(i) Number of shares outstanding (including treasury stock):

As of March 31, 2023	140,860,557 shares	As of March 31, 2022	140,860,557 shares
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(ii) Number of treasury stock :

As of March 31, 2023	1,211,148 shares	As of March 31, 2022	1,252,626 shares
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(iii) Average number of shares::

FY 2022	139,637,056 shares	FY 2021	139,608,019 shares
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* **This financial result is not subject to audit by certified public accountants or auditing firm.**

Consolidated balance sheet

			(Million yen)
	As of Mar 31,2023	As of Mar 31,2022	Increase (Decrease)
Assets			
Current assets			
Cash and deposits	302,419	185,592	116,827
Notes and accounts receivable - trade, and contract assets	75,942	88,483	(12,541)
Electronically recorded monetary claims	3,563	3,599	(36)
Merchandise and finished goods	30,871	26,822	4,049
Work in process	21,191	19,785	1,405
Raw materials and supplies	27,132	27,959	(827)
Other current assets	15,765	11,120	4,644
Allowance for doubtful accounts	(59)	(94)	34
Total current assets	476,825	363,270	113,555
Non-current assets			
Property, plant and equipment			
Buildings and structures	77,000	76,266	734
Machinery, equipment and vehicles	82,147	87,979	(5,832)
Land	20,360	20,108	252
Lease assets	253	285	(32)
Construction in progress	119,038	34,013	85,024
Other - property, plant and equipment	8,167	7,266	901
Total property, plant and equipment	306,967	225,920	81,046
Intangible assets	5,179	5,448	(269)
Investments and other assets			
Investment securities	61,342	64,638	(3,295)
Long-term loans receivable	8	8	(0)
Deferred tax assets	5,533	3,951	1,582
Other assets	1,889	1,343	546
Allowance for doubtful accounts	(238)	(247)	9
Total investments and other assets	68,536	69,693	(1,157)
Total non-current assets	380,682	301,062	79,620
Total assets	857,508	664,332	193,176

(Continued)

	(Million yen)		
	As of Mar 31, 2023	As of Mar 31, 2022	Increase (Decrease)
Liabilities and net assets			
Liabilities			
Current liabilities			
Notes and accounts payable – trade	28,262	40,588	(12,325)
Electronically recorded obligations	12,169	10,562	1,606
Short-term loans payable	65,030	20,030	45,000
Current portion of bonds	-	20,000	(20,000)
Accounts payable - other	22,308	18,278	4,029
Income taxes payable	14,268	14,909	(640)
Provision for bonuses	5,138	5,384	(246)
Provision for bonuses for directors	186	173	13
Provision for loss on liquidation of subsidiaries and associates	-	176	(176)
Notes payable - facilities	1	4	(3)
Electronically recorded obligations - facilities	26,601	4,801	21,799
Other - current liabilities	49,354	21,251	28,103
Total current liabilities	223,321	156,160	67,160
Non-current liabilities			
Bonds payable	100,000	50,000	50,000
Long-term loans payable	105,000	80,000	25,000
Lease obligations	167	199	(32)
Deferred tax liabilities for land revaluation	68	68	-
Retirement benefit liability	573	578	(5)
Provision for share-based compensation	548	493	54
Deferred tax liabilities	825	5,095	(4,270)
Other - non-current liabilities	1,398	1,007	390
Total non-current liabilities	208,581	137,443	71,137
Total liabilities	431,902	293,603	138,298

(Continued)

	(Million yen)		
	As of Mar 31,2023	As of Mar 31,2022	Increase (Decrease)
Net assets			
Shareholders' equity			
Capital stock	64,152	64,152	-
Capital surplus	64,494	64,494	0
Retained earnings	229,804	184,612	45,192
Treasury shares	(3,126)	(3,264)	138
Total shareholders' equity	355,324	309,994	45,330
Accumulated other comprehensive income			
Valuation difference on available-for-sale securities	24,430	26,626	(2,195)
Revaluation reserve for land	160	160	-
Foreign currency translation adjustment	39,323	27,795	11,527
Total accumulated other comprehensive income	63,914	54,581	9,332
Non-controlling interests	6,367	6,152	215
Total net assets	425,606	370,728	54,877
Total liabilities and net assets	857,508	664,332	193,176
			(Concluded)

Consolidated statement of income

	(Million yen)		
	Year ended Mar 31,2023	Year ended Mar 31,2022	Increase (Decrease)
Net sales	417,549	401,138	16,410
Cost of sales	290,033	281,059	8,974
Gross profit	127,515	120,079	7,435
Selling, general and administrative expenses	55,152	49,258	5,894
Operating profit	72,362	70,821	1,541
Non-operating income (expenses)	3,814	3,573	240
Interest income	955	103	852
Dividends income	1,550	1,307	242
Share of profit(loss) of entities accounted for using equity method	1	2	(0)
Foreign exchange gain(losses), net	1,405	2,051	(646)
Interest expenses	(370)	(280)	(89)
Bond issuance cost	(197)	(145)	(51)
Other, net	468	535	(66)
Ordinary profit	76,176	74,394	1,782
Extraordinary income (losses)	(4,474)	(15,142)	10,667
Gain on sales of non-current assets	81	136	(54)
Gain on sales of Investment securities	295	90	204
Insurance claim income	161	98	62
Compensation expenses	62	410	(348)
Loss on retirement of non-current assets	(3,732)	(6,113)	2,381
Impairment loss	(843)	(1,218)	374
Loss on valuation of investment securities	-	(630)	630
Loss on sales of shares of subsidiaries and associates	-	(7,097)	7,097
Other, net	(499)	(818)	319
Profit before income taxes	71,702	59,252	12,449
Income taxes	(19,288)	(17,688)	(1,600)
Profit	52,413	41,563	10,849
Profit attributable to:			
Non-controlling interests	(226)	(331)	104
Owners of parent	52,187	41,232	10,954

Consolidated statement of comprehensive income

	(Million yen)		
	Year ended Mar 31,2023	Year ended Mar 31,2022	Increase (Decrease)
Profit	52,413	41,563	10,849
Other comprehensive income (loss)			
Valuation difference on available-for-sale securities	(2,196)	(1,988)	(207)
Deferred gains or losses on hedges	-	-	-
Revaluation reserve for land	-	-	-
Foreign currency translation adjustments	11,532	15,377	(3,845)
Total other comprehensive income (loss)	9,335	13,388	(4,052)
Comprehensive income (loss)	61,749	54,952	6,797
Comprehensive income (loss) attributable to:			
Owners of parent	61,519	54,579	6,939
Non-controlling interests	229	372	(142)

Consolidated Statement of Cash Flows

	(Million yen)		
	Year ended March 31, 2023	Year ended March 31, 2022	Increase (Decrease)
Cash flows from operating activities :			
Income before income taxes	71,702	59,252	12,449
Depreciation and amortization	54,914	52,715	2,199
Impairment loss	843	1,218	(374)
Increase (decrease) in provision for bonuses	(246)	582	(828)
Increase (decrease) in provision for directors' bonuses	13	18	(5)
Decrease in allowance for doubtful accounts	(43)	(9)	(33)
Increase (decrease) in net defined benefit liability	(5)	(499)	494
Interest and dividend income	(2,506)	(1,410)	(1,095)
Interest expenses	370	280	89
Share of loss (profit) of entities accounted for using equity method	(1)	(2)	0
Loss (gain) on sales of property, plant and equipment	(81)	(136)	54
Loss on retirement of property, plant and equipment	3,732	6,113	(2,381)
Loss (gain) on sales of investment securities	(295)	(90)	(204)
Loss (gain) on valuation of investment securities	-	630	(630)
Loss on sales of shares of subsidiaries and associates	-	7,097	(7,097)
Increase (decrease) in notes and accounts receivable-trade	15,819	(1,922)	17,741
Increase(decrease) in inventories	(2,344)	(17,601)	15,256
Increase (decrease) in notes and accounts payable-trade	(12,029)	4,367	(16,397)
Increase in accrued expenses	639	1,140	(500)
Other, net	17,747	5,732	12,014
Subtotal	148,228	117,475	30,752
Interest and dividends income received	2,506	1,411	1,095
Interest expenses paid	(370)	(280)	(89)
Income taxes paid	(24,616)	(10,233)	(14,382)
Net cash provided by operating activities	125,748	108,372	17,375

(Continued)

(Million yen)

	Year ended March 31, 2023	Year ended March 31, 2022	Increase (Decrease)
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Cash flows from investing activities:

Purchases of property, plant and equipment	(103,233)	(66,200)	(37,033)
Proceeds from sales of property, plant and equipment	192	432	(240)
Purchases of intangible assets	(799)	(1,014)	215
Purchases of investment securities	(39)	(35)	(3)
Proceeds from sales of investment securities	402	225	176
Sale of shares of subsidiaries resulting in change in scope of consolidation	-	(1,164)	1,164
Collection of long-term loans receivable	0	0	-
Other, net	(541)	33	(575)
Net cash used in investing activities	(104,019)	(67,722)	(36,296)

Cash flows from financing activities:

Net increase (decrease) in short-term loans payable	-	(100)	100
Proceeds from long-term loans payable	70,000	-	70,000
Repayment of long-term loans payable	-	(44)	44
Proceeds from issuance of bonds	50,000	35,000	15,000
Redemption of bonds	(20,000)	(15,000)	(5,000)
Purchases of treasury stock	(8)	(11)	2
Proceeds from sales of treasury shares	146	33	113
Cash dividends paid	(6,994)	(5,595)	(1,398)
Cash dividends paid to non-controlling interests	(14)	(48)	34
Repayment of lease obligation	(542)	(232)	(310)
Other, net	-	(64)	64
Net cash provided by (used in) financing activities	92,585	13,935	78,650

Effect of exchange rate changes on cash and cash equivalents

	2,513	4,122	(1,609)
Net increase in cash and cash equivalents	116,827	58,707	58,119
Cash and cash equivalents at beginning of year	185,592	126,884	58,707
Cash and cash equivalents at end of year	302,419	185,592	116,827

(Concluded)

Segment Information

FY 2021 (From April 1, 2021 to March 31, 2022)

(1) Sales and profit information of each Segment

						(Million yen)
Reportable Segment						
	Electronics	Ceramics	Others (*1)	Total	Adjustment (*2)	Consolidated Statements of Income(*3)
Net sales						
Revenue from contracts with customers	236,981	90,678	73,479	401,138	-	401,138
Sales to third parties	236,981	90,678	73,479	401,138	-	401,138
Intersegment sales and transfers	3	140	16,616	16,760	(16,760)	-
Total	236,984	90,819	90,095	417,899	(16,760)	401,138
Segment profit (loss)	55,113	8,718	7,090	70,921	(100)	70,821
Segment assets	254,185	113,537	101,904	469,627	194,705	664,332
Depreciation and amortization	43,266	6,225	1,154	50,646	2,068	52,715
Increase in property, plant and equipment and intangible assets	54,786	3,109	995	58,891	2,770	61,662

*1 The "Others" section refers to businesses that are not included in a reportable segment.

*2 The (100) million yen adjustment to segment profit (loss) is an elimination for intersegment transactions and corporate expenses that cannot be allocated to reportable segments.

*3 Segment profit (loss) is reconciled to operating income in the Consolidated statements of income.

(2) Impairment losses on non-current assets, goodwill, etc.by reporting segment

For idle assets, the Company lowered the book value to the expected recoverable amount. As a result, the Company recognised an impairment loss of 1,218 million yen for this fiscal year.

FY 2022 (From April 1, 2022 to March 31, 2023)

(1) Sales and profit information of each Segment

(Million yen)						
Reportable Segment				Total	Adjustment (*2)	Consolidated Statements of Income(*3)
	Electronics	Ceramics	Others (*1)			
Net sales						
Revenue from contracts with customers	250,708	89,930	76,909	417,549	-	417,549
Sales to third parties	250,708	89,930	76,909	417,549	-	417,549
Intersegment sales and transfers	-	84	18,807	18,891	(18,891)	-
Total	250,708	90,015	95,716	436,440	(18,891)	417,549
Segment profit (loss)	60,647	6,129	6,136	72,913	(550)	72,362
Segment assets	324,044	126,395	123,440	573,880	283,628	857,508
Depreciation and amortization	45,454	6,017	2,065	53,537	1,377	54,914
Increase in property, plant and equipment and intangible assets	121,544	3,083	3,609	128,237	3,037	131,275

*1 The "Others" section refers to businesses that are not included in a reportable segment.

*2 The (550) millions of yen adjustment to segment profit (loss) is an elimination for intersegment transactions and corporate expenses which cannot be allocated to reportable segments.

*3 Segment profit (loss) is reconciled to operating income in the Consolidated statements of income.

(2) Impairment losses on non-current assets, goodwill, etc.by reporting segment

For idle assets, the Company lowered the book value to the expected recoverable amount. As a result, the Company recognised an impairment loss of 843 million yen for this fiscal year.