

October 31, 2024

Consolidated Financial Results For the Second Quarter Ended September 30, 2024

Company name : IBIDEN CO., LTD.

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

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

Representative : Koji Kawashima, President & CEO, Representative Director

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Scheduled date to commence dividend payments: November 25, 2024

Additional documents to supplement financial results : Yes

IR presentation : Yes

(Amounts less than one million yen are omitted)

1. Consolidated Financial Results for FY 2024 Second quarter (From April 1, 2024 to September 30, 2024)

(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 2024 2nd quarter	181,585	(3.2)	28,512	18.4	29,531	10.1	20,527 14.7
FY 2024 2nd quarter	187,640	(12.1)	24,072	(41.9)	26,824	(41.1)	17,892 (43.8)

Note : Comprehensive income

FY2024 2nd quarter : 1,801 million yen [—%]

FY2023 2nd quarter : 47,226 million yen[(0.8%)]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
FY 2024 2nd quarter	146.92	137.97
FY 2023 2nd quarter	128.10	—

(2) Financial positions

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
FY 2024 2nd quarter	1,100,003	497,301	44.6
FY 2023	1,129,991	501,796	43.8

Note : Owner' s equity

As of September 30, 2024 : 490,383 million yen

As of March 31, 2024 : 494,944 million yen

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2023	—	20.00	—	20.00	40.00
FY2024	—	20.00			
FY2024(Forecast)			—	20.00	40.00

Note : Revisions to the forecast of cash dividends most recently announced: None

3. Forecasts of Consolidated Financial Results for the Fiscal Year Ending March 31, 2025 (April 1, 2024 - March 31, 2025)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY 2024	370,000	(0.1)	40,000	(15.9)	40,000	(21.8)	24,000	(23.8)	171.76

Note : Revisions to the forecast of cash dividends most recently announced: Yes

2. Notes

- (1) Material changes in subsidiaries during this period : No
- (2) Applying of specific accounting of the consolidated quarterly financial statements : Yes
The provision for income taxes is computed by multiplying profit before income taxes by estimated annual effective tax rates.
- (3) 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

- (4) Number of shares issued and outstanding (common stock)

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

As of September 30, 2024	140,860,557 shares	As of March 31, 2024	140,860,557 shares
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- (ii) Number of treasury stock :

As of September 30, 2024	1,130,494 shares	As of March 31, 2024	1,166,595 shares
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- (iii) Average number of shares: :

As of September 30, 2024	139,724,135 shares	As of September 30, 2023	139,672,639 shares
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* **This quarterly financial result is not subject to auditing firms' quarterly review procedure.**

* **Cautionary Statement with Respect to Forward-Looking Statements, and Other special matters**

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to IBIDEN CO., LTD. (hereinafter referred to as “the Company”) and on certain assumptions deemed reasonable by the Company. Actual results may differ significantly from these forecasts due to various factors.

Consolidated balance sheets

(Million yen)

	As of Sep 30,2024	As of Mar 31,2024	Increase (Decrease)
Assets			
Current assets			
Cash and deposits	374,233	443,583	(69,350)
Notes and accounts receivable - trade, and contract assets	57,434	60,980	(3,546)
Electronically recorded monetary claims	2,944	4,431	(1,487)
Merchandise and finished goods	24,247	19,827	4,420
Work in process	20,410	19,757	652
Raw materials and supplies	24,544	25,734	(1,190)
Other current assets	35,520	26,576	8,943
Allowance for doubtful accounts	(77)	(81)	3
Total current assets	539,256	600,810	(61,553)
Non-current assets			
Property, plant and equipment			
Buildings and structures	115,717	75,654	40,062
Machinery, equipment and vehicles	79,322	69,584	9,737
Land	23,530	20,689	2,840
Lease assets	190	250	(60)
Construction in progress	233,843	234,909	(1,065)
Others - property, plant and equipment	7,472	7,689	(217)
Total property, plant and equipment	460,076	408,777	51,298
Intangible assets	4,404	4,590	(185)
Investments and other assets			
Investment securities	90,711	110,166	(19,455)
Long-term loans receivable	7	7	(0)
Deferred tax assets	3,916	4,253	(336)
Other assets	1,827	1,583	244
Allowance for doubtful accounts	(197)	(197)	0
Total investments and other assets	96,265	115,812	(19,546)
Total non-current assets	560,746	529,180	31,565
Total assets	1,100,003	1,129,991	(29,988)

(Continued)

	(Million yen)		
	As of Sep 30,2024	As of Mar 31,2024	Increase (Decrease)
Liabilities and net assets			
Liabilities			
Current liabilities			
Notes and accounts payable - trade	28,658	31,369	(2,711)
Electronically recorded obligations	13,696	12,506	1,189
Short-term loans payable	30,000	55,000	(25,000)
Current portion of bonds	40,000	35,000	5,000
Accounts payable - other	49,716	59,052	(9,335)
Income taxes payable	7,059	4,144	2,914
Advances received	88,643	80,098	8,545
Provision for bonuses	5,322	4,871	450
Provision for bonuses for directors	—	122	(122)
Notes payable - facilities	—	9	(9)
Electronically recorded obligations - facilities	34,190	52,931	(18,740)
Others - current liabilities	21,838	23,256	(1,417)
Total current liabilities	319,126	358,362	(39,236)
Non-current liabilities			
Bonds payable	60,000	65,000	(5,000)
Convertible-bond-type bonds with share acquisition rights	73,226	73,476	(250)
Long-term loans payable	140,000	115,000	25,000
Lease obligations	97	130	(32)
Deferred tax liabilities for land revaluation	68	68	—
Retirement benefit liability	756	751	4
Provision for share-based compensation	509	564	(54)
Deferred tax liabilities	7,745	13,433	(5,688)
Others - non-current liabilities	1,171	1,407	(235)
Total non-current liabilities	283,575	269,832	13,743
Total liabilities	602,701	628,194	(25,493)

(Continued)

	(Million yen)		
	As of Sep 30,2024	As of Mar 31,2024	Increase (Decrease)
Net assets			
Shareholders' equity			
Capital stock	64,152	64,152	—
Capital surplus	64,494	64,494	0
Retained earnings	273,428	255,698	17,730
Treasury shares	(2,861)	(2,983)	121
Total shareholders' equity	399,214	381,362	17,851
Accumulated other comprehensive income			
Valuation difference on available-for-sale securities	44,977	58,657	(13,680)
Deferred gains or losses on hedges	127	0	126
Revaluation reserve for land	160	160	—
Foreign currency translation adjustment	45,904	54,763	(8,859)
Total accumulated other comprehensive income	91,169	113,582	(22,412)
Non-controlling interests	6,918	6,852	66
Total net assets	497,301	501,796	(4,495)
Total liabilities and net assets	1,100,003	1,129,991	(29,988)
			(Concluded)

Consolidated statements of income

	(Million yen)		
	FY 2024 2nd quarter	FY 2023 2nd quarter	Increase (Decrease)
Net sales	181,585	187,640	(6,054)
Cost of sales	123,216	136,435	(13,219)
Gross profit	58,369	51,204	7,165
Selling, general and administrative expenses	29,857	27,131	2,725
Operating profit	28,512	24,072	4,439
Non-operating income (expenses)	1,019	2,752	(1,731)
Interest income	951	626	325
Dividends income	1,083	867	216
Share of profit(loss) of entities accounted for using equity method	1	1	(0)
Foreign exchange gain(losses), net	(599)	1,119	(1,718)
Interest expenses	(453)	(303)	(149)
Bond issuance cost	(151)	—	(151)
Others, net	186	440	(254)
Ordinary profit	29,531	26,824	2,707
Extraordinary income (losses)	(2,375)	1,374	(3,749)
Gain on sales of non-current assets	38	4	34
Gain on sales of Investment securities	0	0	0
Compensation expenses	(1,561)	—	(1,561)
Loss on retirement of non-current assets	(756)	(811)	55
Impairment loss	—	(489)	489
Gain on sales of shares of subsidiaries and associates	—	3,067	(3,067)
Subsidy income	2,585	—	2,585
Loss on reduction of non-current assets	(2,585)	—	(2,585)
Others, net	(95)	(395)	300
Profit before income taxes	27,156	28,198	(1,041)
Income taxes	(6,477)	(10,172)	3,695
Profit	20,679	18,025	2,653
Profit attributable to:			
Non-controlling interests	151	133	18
Owners of parent	20,527	17,892	2,635

Consolidated statements of comprehensive income

	(Million yen)		
	FY 2024 2nd quarter	FY 2023 2nd quarter	Increase (Decrease)
Profit	20,679	18,025	2,653
Other comprehensive income (loss)			
Valuation difference on available-for-sale securities	(13,684)	17,480	(31,164)
Deferred gains or losses on hedges	126	—	126
Foreign currency translation adjustments	(8,923)	11,720	(20,643)
Total other comprehensive income (loss)	(22,481)	29,200	(51,681)
Comprehensive income (loss)	(1,801)	47,226	(49,028)
Comprehensive income (loss) attributable to:			
Owners of parent	(1,884)	46,977	(48,862)
Non-controlling interests	82	248	(165)

Consolidated Statements of Cash Flows

	(Million yen)		
	FY2024 2nd quarter	FY2023 2nd quarter	Increase (Decrease)
Cash flows from operating activities :			
Income before income taxes	27,156	28,198	(1,041)
Depreciation and amortization	22,900	21,596	1,303
Impairment loss	—	489	(489)
Decrease in provision for bonuses	450	(34)	485
Decrease in provision for directors' bonuses	(122)	(186)	64
Decrease in allowance for doubtful accounts	(4)	11	(15)
Increase in net defined benefit liability	4	115	(110)
Interest and dividend income	(2,035)	(1,493)	(542)
Interest expenses	453	303	149
Share of loss (profit) of entities accounted for using equity method	(1)	(1)	0
Gain on sales of non-current assets	(38)	(4)	(34)
Loss on retirement of non-current assets	756	811	(55)
Gain on sales of investment securities	(0)	(0)	(0)
Gain on sales of shares of subsidiaries and associates	—	(3,067)	3,067
Increase (decrease) in notes and accounts receivable-trade	4,641	(1,642)	6,283
Increase (decrease) in inventories	(5,167)	14,632	(19,800)
Increase (decrease) in notes and accounts payable-trade	(1,031)	(1,804)	772
Decrease in advances received	8,545	(4,537)	13,082
Increase in accrued expenses	136	419	(283)
Loss on reduction of non-current assets	2,585	—	2,585
Bond issuance cost	151	—	151
Subsidy income	(2,585)	—	(2,585)
Others, net	(13,191)	(5,919)	(7,271)
Subtotal	43,604	47,888	(4,284)
Interest and dividends income received	1,786	1,493	292
Interest expenses paid	(453)	(303)	(149)
Income taxes paid	(2,674)	(14,752)	12,077
Subsidy income received	2,585	—	2,585
Net cash provided by operating activities	44,848	34,325	10,522

(Continued)

	(Million yen)		
	FY2024 2nd Quarter	FY2023 2nd Quarter	Increase (Decrease)
Cash flows from investing activities:			
Purchases of property, plant and equipment	(108,286)	(50,187)	(58,099)
Proceeds from sales of property, plant and equipment	129	137	(8)
Purchases of intangible assets	(524)	(576)	52
Purchases of investment securities	(15)	(20)	5
Proceeds from sales of investment securities	0	0	0
Collection of long-term loans receivable	0	0	—
Payment for sales of shares of subsidiaries resulting in change in scope of consolidation	—	8,686	(8,686)
Others, net	(365)	13	(379)
Net cash used in investing activities	(109,062)	(41,946)	(67,115)
Cash flows from financing activities:			
Proceeds from long-term loans payable	25,000	45,000	(20,000)
Repayments of long-term loans payable	(25,000)	(45,000)	20,000
Proceeds from issuance of bonds	35,000	—	35,000
Redemption of bonds	(35,000)	—	(35,000)
Redemption from issuance of bonds	(151)	—	(151)
Purchases of treasury stock	(2)	(7)	5
Proceeds from sales of treasury stock	123	154	(30)
Cash dividends paid	(2,797)	(2,797)	0
Cash dividends paid to non-controlling interests	(14)	(14)	—
Repayment of lease obligations	(283)	(106)	(177)
Net cash used in financing activities	(3,126)	(2,773)	(353)
Effect of exchange rate changes on cash and cash equivalents	(2,010)	4,565	(6,575)
Net increase in cash and cash equivalents	(69,350)	(5,828)	(63,522)
Cash and cash equivalents at beginning of year	443,583	302,419	141,164
Cash and cash equivalents at end of quarter	374,233	296,591	77,641
			(Concluded)

Segment Information

FY 2023 2nd quarter (From April 1, 2023 to September 30, 2023)

(1) Sales and profit information of each Segment

						(Million yen)
	Reportable Segments		Others (*1)	Total	Adjustment (*2)	Consolidated Statements of Income(*3)
	Electronics	Ceramics				
Net sales						
Revenue from contracts with customers	102,579	48,110	36,950	187,640	—	187,640
Sales to third parties	102,579	48,110	36,950	187,640	—	187,640
Intersegment sales and transfers	2	23	6,719	6,745	(6,745)	—
Total	102,582	48,133	43,669	194,385	(6,745)	187,640
Segment profit (loss)	15,991	5,757	2,461	24,209	(137)	24,072

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

*2 The adjustment of (137) million of yen is for elimination of intersegment transactions of (94) millions of yen and corporate expenses which cannot be allocated to reportable segments of (42) millions of yen.

*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 489 million yen for this fiscal year.

FY 2024 2nd quarter (From April 1, 2024 to September 30, 2024)

(1) Sales and profit information of each Segment

						(Million yen)
	Reportable Segments			Total	Adjustment (*2)	Consolidated Statements of Income(*3)
	Electronics	Ceramics	Others (*1)			
Net sales						
Revenue from contracts with customers	98,254	43,135	40,195	181,585	—	181,585
Sales to third parties	98,254	43,135	40,195	181,585	—	181,585
Intersegment sales and transfers	3	13	10,316	10,333	(10,333)	—
Total	98,257	43,149	50,512	191,919	(10,333)	181,585
Segment profit (loss)	17,990	7,084	3,488	28,562	(50)	28,512

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

*2 The adjustment of (50) million of yen is for elimination of intersegment transactions of (11) millions of yen and corporate expenses which cannot be allocated to reportable segments of (39) millions of yen.

*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

Not applicable