

INTERIM FINANCIAL STATEMENTS FOR FIRST HALF OF FISCAL YEAR 2021

- from April 1, 2021 to September 30, 2021 -

SHINKO ELECTRIC INDUSTRIES CO., LTD.

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Interim Financial Statements

The Financial Statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

- Notes: 1. U.S. dollar amounts in this report are converted from yen, for convenience only, at the rate of 111.91 yen = U.S.\$1.00, the approximate rate of exchange in effect on September 30, 2021.
2. The Company's fiscal year runs from April 1 through March 31.

1. Consolidated Financial Highlights

	Yen (millions)		U.S. Dollars (thousands)
Six months ended September 30	2021	2020	2021
Net sales	125,922	84,465	1,125,212
Operating profit	30,067	7,248	268,673
Ordinary profit	31,559	8,340	282,008
Profit attributable to owners of parent	21,710	5,572	194,001
Earning per share (Yen/U.S.Dollars)	160.71	41.25	1.436
Cash dividends per share (Yen/U.S. Dollars)	17.5	12.5	0.156
Total assets	269,587	221,667	2,408,965
Net assets	172,590	141,626	1,542,225
Sales by business segment			
Plastic Packages	79,263	51,285	708,276
Metal Packages	42,379	29,403	378,691
Others	4,279	3,777	38,244
Total	125,922	84,465	1,125,212
Ordinary profit by business segment			
Plastic Packages	22,795	5,389	203,694
Metal Packages	8,819	3,074	78,810
Others/Adjustment	(55)	(123)	(496)
Total	31,559	8,340	282,008

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	Yen (millions)		U.S. Dollars (thousands)
	As of Sep. 30, 2021	As of Mar. 31, 2021	As of Sep. 30, 2021
Assets			
Current assets	147,177	124,534	1,315,138
Non-current assets:			
Property, plant and equipment	116,488	110,551	1,040,913
Intangible assets	871	1,130	7,785
Investments and other assets	5,050	4,761	45,127
Total non-current assets	122,410	116,443	1,093,826
Total assets	269,587	240,977	2,408,965
Liabilities			
Current liabilities	93,908	84,471	839,144
Non-current liabilities	3,088	3,112	27,594
Total liabilities	96,996	87,584	866,739
Net assets			
Shareholders' equity:			
Share capital	24,223	24,223	216,450
Capital surplus	24,129	24,129	215,615
Retained earnings	127,933	108,953	1,143,180
Treasury shares	(92)	(92)	(827)
Total shareholders' equity	176,193	157,213	1,574,419
Accumulated other comprehensive income	(3,602)	(3,820)	(32,193)
Total net assets	172,590	153,393	1,542,225
Total liabilities and net assets	269,587	240,977	2,408,965

(2) Consolidated Statements of Income

	Yen (millions)		U.S. Dollars (thousands)
Six months ended September 30	<u>2021</u>	<u>2020</u>	<u>2021</u>
Net sales	125,922	84,465	1,125,212
Operating costs and expenses:			
Cost of sales	88,850	71,129	793,948
Selling, general and administrative expenses	7,004	6,086	62,590
	<u>95,855</u>	<u>77,216</u>	<u>856,538</u>
Operating profit	30,067	7,248	268,673
Non-operating income (expenses):			
Interest income	25	50	229
Interest expenses	(31)	(25)	(277)
Other, net	914	689	8,173
	<u>909</u>	<u>714</u>	<u>8,124</u>
Profit before income taxes	30,976	7,963	276,798
Income taxes:			
Current	9,280	2,603	82,925
Deferred	(14)	(212)	(128)
	<u>9,265</u>	<u>2,391</u>	<u>82,796</u>
Profit attributable to owners of parent	<u><u>21,710</u></u>	<u><u>5,572</u></u>	<u><u>194,001</u></u>

(3) Consolidated Statements of Cash Flows

	Yen (millions)		U.S. Dollars (thousands)
Six months ended September 30	<u>2021</u>	<u>2020</u>	<u>2021</u>
Cash flows from operating activities	26,414	18,724	236,033
Cash flows from investing activities	(19,803)	(11,931)	(176,961)
Cash flows from financing activities	2,588	2,270	23,132
Effect of exchange rate change on cash and cash equivalents	111	(241)	999
Net increase (decrease) in cash and cash equivalents	9,311	8,822	83,203
Cash and cash equivalents at beginning of period	42,508	40,046	379,846
Cash and cash equivalents at end of period	51,819	48,868	463,049

Corporate Outline

1. Corporate Data (As of September 30, 2021)

Corporate Name: SHINKO ELECTRIC INDUSTRIES CO., LTD.

Established: September 12, 1946

Head Office: 80, Oshimada-machi, Nagano-shi, 381-2287, Japan

Phone: +81-26-283-1000

Major Business Lines:

Manufacturing and sales of plastic laminated packages (PLPs), leadframes, glass-to-metal seals, heat spreaders, and ceramic electrostatic chucks
IC assembly

Number of Employees: 4,472 (Consolidated: 5,266)

Plants & Facilities:

Kohoku Plant
Wakaho Plant
Takaoka Plant
Arai Plant
Kyogase Plant
SHINKO R&D Center
Kurita Sogo Center

Sales Offices:

(Japan)

Tokyo, Osaka, Nagoya, Fukuoka

Representative Office:

(Overseas)

Manila

Subsidiaries:

(Japan)

SHINKO PARTS CO., LTD.

SHINKO TECHNOSERVE CO., LTD.

(Overseas)

Manufacturing Companies:

SHINKO ELECTRONICS (MALAYSIA) SDN. BHD. (Malaysia)

KOREA SHINKO MICROELECTRONICS CO., LTD. (Korea)

SHINKO ELECTRIC INDUSTRIES (WUXI) CO., LTD. (China)

Sales Companies:

SHINKO ELECTRIC AMERICA, INC. (U.S.A.)

KOREA SHINKO TRADING CO., LTD. (Korea)

TAIWAN SHINKO ELECTRONICS CO., LTD. (Taiwan)

SHANGHAI SHINKO TRADING LTD. (China)

SHINKO ELECTRONICS (SINGAPORE) PTE. LTD. (Singapore)

Affiliated Company:

SHINKO MICROELECTRONICS (THAILAND) CO., LTD. (Thailand)

2. Shareholders' Data (As of September 30, 2021)

Total Number of Authorized Shares: 540,000,000 shares

Total Number of Shares Issued: 135,171,942 shares

Paid-in Capital: 24,223,020,480 yen

Number of Shareholders: 23,450

Principal Shareholders:

Name	Number of shares held (thousands)	Percentage of shares held (%)
Fujitsu Limited	67,587	50.03
The Master Trust Bank of Japan, Ltd. (Trust Account)	10,568	7.82
Custody Bank of Japan, Ltd. (Trust Account)	5,939	4.40
The Hachijuni Bank, Ltd.	1,836	1.36
RE FUND 116—CLIENT AC	1,591	1.18
UBS AG LONDON ASIA EQUITIES	1,356	1.00
JP MORGAN CHASE BANK 385632	1,343	0.99
Morgan Stanley MUFG Securities Co., Ltd.	1,123	0.83
STATE STREET BANK AND TRUST COMPANY 505103	1,110	0.82
SHINKO ELECTRIC INDUSTRIES Employee Shareholding Association	1,086	0.80

Note : The investment ratio is calculated after exclusion of treasury stock holdings.

Stock Exchange Listing: The First Section of The Tokyo Stock Exchange

3. Board of Directors (As of September 30, 2021)

Representative Director of Board, Chairperson	Masami Fujita
Representative Director of Board, President	Susumu Kurashima
Representative Director of Board and Executive Managing Corporate Officer	Yasuhisa Makino
Director of Board and Managing Corporate Officer	Takashi Ozawa
Outside Director of Board	Jun Niimi
Director of Board, Standing Audit and Supervisory Committee Member	Akihiko Ito
Outside Directors of Board, Audit and Supervisory Committee Members	Namiko Araki Kunikazu Kobayashi