

INTERIM FINANCIAL STATEMENTS FOR FIRST HALF OF FISCAL YEAR 2022

- from April 1, 2022 to September 30, 2022 -

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 144.75 yen = U.S.\$1.00, the approximate rate of exchange in effect on September 30, 2022.
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	2022	2021	2022
Net sales	157,005	125,922	1,084,665
Operating profit	50,952	30,067	352,005
Ordinary profit	54,649	31,559	377,545
Profit attributable to owners of parent	37,873	21,710	261,645
Earnings per share (Yen/U.S.Dollars)	280.34	160.71	1.936
Cash dividends per share (Yen/U.S. Dollars)	25.0	17.5	0.172
Total assets	376,092	269,587	2,598,224
Net assets	237,545	172,590	1,641,073
Sales by business segment			
Plastic Packages	95,604	79,263	660,478
Metal Packages	55,793	42,379	385,446
Others	5,607	4,279	38,741
Total	157,005	125,922	1,084,665
Ordinary profit by business segment			
Plastic Packages	34,285	22,795	236,858
Metal Packages	20,199	8,819	139,549
Others/Adjustment	164	(55)	1,138
Total	54,649	31,559	377,545

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	Yen (Millions)		U.S. Dollars (Thousands)
	As of Sep. 30, 2022	As of Mar. 31, 2022	As of Sep. 30, 2022
Assets			
Current assets	235,175	192,828	1,624,700
Non-current assets:			
Property, plant and equipment	134,263	119,999	927,552
Intangible assets	876	861	6,057
Investments and other assets	5,777	5,771	39,913
Total non-current assets	140,917	126,632	973,523
Total assets	376,092	319,461	2,598,224
	Yen (Millions)		U.S. Dollars (Thousands)
	As of Sep. 30, 2022	As of Mar. 31, 2022	As of Sep. 30, 2022
Liabilities			
Current liabilities	135,942	114,826	939,153
Non-current liabilities	2,605	2,636	17,997
Total liabilities	138,547	117,463	957,150
Net assets			
Shareholders' equity:			
Share capital	24,223	24,223	167,343
Capital surplus	24,173	24,129	167,002
Retained earnings	190,644	156,486	1,317,062
Treasury shares	(74)	(92)	(512)
Total shareholders' equity	238,967	204,746	1,650,897
Accumulated other comprehensive income	(1,421)	(2,749)	(9,823)
Total net assets	237,545	201,997	1,641,073
Total liabilities and net assets	376,092	319,461	2,598,224

(2) Consolidated Statements of Income

	Yen (Millions)		U.S. Dollars (Thousands)
Six months ended September 30	<u>2022</u>	<u>2021</u>	<u>2022</u>
Net sales	157,005	125,922	1,084,665
Cost of sales	98,349	88,850	679,440
Gross profit	58,656	37,071	405,224
Selling, general and administrative expenses	7,703	7,004	53,219
Operating profit	50,952	30,067	352,005
Non-operating income	3,733	1,536	25,793
Non-operating expenses	36	44	253
Ordinary profit	54,649	31,559	377,545
Extraordinary losses	627	583	4,332
Profit before income taxes	54,022	30,976	373,213
Income taxes - current	16,054	9,280	110,912
Income taxes - deferred	94	(14)	655
Profit attributable to owners of parent	<u>37,873</u>	<u>21,710</u>	<u>261,645</u>

(3) Consolidated Statements of Cash Flows

	Yen (Millions)		U.S. Dollars (Thousands)
Six months ended September 30	<u>2022</u>	<u>2021</u>	<u>2022</u>
Cash flows from operating activities	57,862	26,414	399,740
Cash flows from investing activities	(31,296)	(19,803)	(216,211)
Cash flows from financing activities	(3,763)	2,588	(26,002)
Effect of exchange rate change on cash and cash equivalents	1,839	111	12,706
Net increase (decrease) in cash and cash equivalents	24,641	9,311	170,234
Cash and cash equivalents at beginning of period	68,758	42,508	475,016
Cash and cash equivalents at end of period	93,399	51,819	645,250

Corporate Outline

1. Corporate Data (As of September 30, 2022)

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: 4,850 (Consolidated: 5,594)

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

2. Shareholders' Data (As of September 30, 2022)

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: 38,448

Principal Shareholders:

Name	Number of shares held (Thousands)	Percentage of shares held (%)
Fujitsu Limited	67,587	50.02
The Master Trust Bank of Japan, Ltd. (Trust Account)	11,645	8.62
Custody Bank of Japan, Ltd. (Trust Account)	6,392	4.73
The Hachijuni Bank, Ltd.	1,836	1.36
JPLLC-CL JPY	1,254	0.93
UEDA YAGI TANSHI Co., Ltd.	1,253	0.93
BNY GCM CLIENT ACCOUNT JPRD AC ISG (FE-AC)	1,147	0.85
SHINKO ELECTRIC INDUSTRIES Employees Shareholding Association	994	0.74
Asahi Mutual Life Insurance Company	991	0.73
The Nomura Trust and Banking Co., Ltd. (Trust Account)	941	0.70

Note : The percentage of shares held is calculated after exclusion of treasury stock holdings.

Stock Exchange Listing: The Prime Market of The Tokyo Stock Exchange

3. Board of Directors (As of September 30, 2022)

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