

INTERIM FINANCIAL STATEMENTS FOR FIRST HALF OF FISCAL YEAR 2023

- from April 1, 2023 to September 30, 2023 -

SHINKO ELECTRIC INDUSTRIES CO., LTD.

80, OSHIMADA-MACHI, NAGANO-SHI, 381-2287, JAPAN

Phone: +81-26-283-1000

Facsimile: +81-26-284-8861

<https://www.shinko.co.jp>



Contents

Interim Financial Statements

1. Consolidated Financial Highlights	2
2. Consolidated Financial Statements	
(1) Consolidated Balance Sheets	3
(2) Consolidated Statements of Income	4
(3) Consolidated Statements of Cash Flows	5

Corporate Outline

1. Corporate Data	6
2. Shareholders' Data	7
3. Board of Directors	8

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 149.57 yen = U.S.\$1.00, the approximate rate of exchange in effect on September 29, 2023.
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	2023	2022	2023
Net sales	105,109	157,005	702,743
Operating profit	11,470	50,952	76,691
Ordinary profit	14,073	54,649	94,091
Profit attributable to owners of parent	9,780	37,873	65,389
Earnings per share (Yen/U.S.Dollars)	72.39	280.34	0.483
Cash dividends per share (Yen/U.S. Dollars)	25.0	25.0	0.167
Total assets	389,575	376,092	2,604,637
Net assets	258,541	237,545	1,728,564
Sales by business segment			
Plastic Packages	65,406	95,604	437,294
Metal Packages	35,406	55,793	236,721
Others	4,296	5,607	28,727
Total	105,109	157,005	702,743
Ordinary profit by business segment			
Plastic Packages	7,148	34,285	47,793
Metal Packages	7,974	20,199	53,315
Others/Adjustment	(1,049)	164	(7,017)
Total	14,073	54,649	94,091

	As of Sep. 30, 2023	As of Mar. 31, 2023	As of Sep. 30, 2023
Total assets	389,575	386,934	2,604,637
Net assets	258,541	251,014	1,728,564

2. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	Yen (Millions)		U.S. Dollars (Thousands)
	As of Sep. 30, 2023	As of Mar. 31, 2023	As of Sep. 30, 2023
Assets			
Current assets	200,670	226,075	1,341,652
Non-current assets:			
Property, plant and equipment	182,257	154,068	1,218,543
Intangible assets	999	876	6,684
Investments and other assets	5,647	5,912	37,757
Total non-current assets	188,904	160,858	1,262,985
Total assets	389,575	386,934	2,604,637
	Yen (Millions)		U.S. Dollars (Thousands)
	As of Sep. 30, 2023	As of Mar. 31, 2023	As of Sep. 30, 2023
Liabilities			
Current liabilities	128,758	133,545	860,855
Non-current liabilities	2,276	2,374	15,217
Total liabilities	131,034	135,919	876,072
Net assets			
Shareholders' equity:			
Share capital	24,223	24,223	161,951
Capital surplus	24,222	24,173	161,945
Retained earnings	210,285	203,882	1,405,931
Treasury shares	(61)	(74)	(412)
Total shareholders' equity	258,668	252,205	1,729,416
Accumulated other comprehensive income	(127)	(1,190)	(851)
Total net assets	258,541	251,014	1,728,564
Total liabilities and net assets	389,575	386,934	2,604,637

(2) Consolidated Statements of Income

	Yen (Millions)		U.S. Dollars (Thousands)
Six months ended September 30	<u>2023</u>	<u>2022</u>	<u>2023</u>
Net sales	105,109	157,005	702,743
Cost of sales	<u>86,639</u>	<u>98,349</u>	<u>579,258</u>
Gross profit	18,469	58,656	123,485
Selling, general and administrative expenses	<u>6,998</u>	<u>7,703</u>	<u>46,793</u>
Operating profit	11,470	50,952	76,691
Non-operating income	2,648	3,733	17,709
Non-operating expenses	<u>46</u>	<u>36</u>	<u>309</u>
Ordinary profit	14,073	54,649	94,091
Extraordinary losses	<u>628</u>	<u>627</u>	<u>4,202</u>
Profit before income taxes	13,444	54,022	89,888
Income taxes - current	3,338	16,054	22,321
Income taxes - deferred	<u>325</u>	<u>94</u>	<u>2,177</u>
Profit attributable to owners of parent	<u>9,780</u>	<u>37,873</u>	<u>65,389</u>

(3) Consolidated Statements of Cash Flows

	Yen (Millions)		U.S. Dollars (Thousands)
Six months ended September 30	2023	2022	2023
Cash flows from operating activities	24,186	57,862	161,709
Cash flows from investing activities	(38,959)	(31,296)	(260,476)
Cash flows from financing activities	(3,430)	(3,763)	(22,932)
Effect of exchange rate change on cash and cash equivalents	1,390	1,839	9,299
Net increase (decrease) in cash and cash equivalents	(16,811)	24,641	(112,399)
Cash and cash equivalents at beginning of period	115,592	68,758	772,830
Cash and cash equivalents at end of period	98,780	93,399	660,430

Corporate Outline

1. Corporate Data (As of September 30, 2023)

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: 4,946 (Consolidated: 5,713)

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, 2023)

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: 18,776

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)	12,805	9.48
Custody Bank of Japan, Ltd. (Trust Account)	8,296	6.14
MSIP CLIENT SECURITIES	3,009	2.23
GOLDMAN SACHS INTERNATIONAL	2,153	1.59
Nomura Securities Co., Ltd.	2,135	1.58
JPMorgan Securities Japan Co., Ltd.	1,839	1.36
The Hachijuni Bank, Ltd.	1,836	1.36
CGML PB CLIENT ACCOUNT/COLLATERAL	1,667	1.23
BOFAS INC SEGREGATION ACCOUNT	1,368	1.01

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, 2023)

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