

# Consolidated Financial Review for the Fourth Quarter Ended January 31, 2024 [Japanese standards] (Consolidated)

Company name: RYOYO ELECTRO CORPORATION  
 Headquarters address: 12-22 Tsukiji 1-chome, Chuo-ku, Tokyo 104-8408 Japan  
 URL: <https://www.ryoyo.co.jp>  
 Stock exchange listing: Tokyo Stock Exchange Prime Section  
 Code number: 8068  
 Company representative: Moritaka Nakamura, President & Chief Executive Officer  
 Inquiries: Masayuki Takahashi, Executive General Manager, Administration Headquarters  
 Tel: +81-3-3543-7711 E-mail: irmanager@ryoyo.co.jp

Due date of submitting of quarterly financial statement : March 12, 2024  
 Due date of starting delivery of dividends : -  
 Supplementary materials for the quarterly financial results : Yes  
 Investor conference for the quarterly financial results : None

Note: Figures are rounded down to the nearest million yen.

## 1. Financial highlights for the fourth quarter ended January 31, 2024 (2/1/2023-1/31/2024)

### (1) Consolidated operating results

Note: Percentages indicated changes from the same period of previous year.

	Net sales		Operating profit		Ordinary profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Twelve months ended 1/31/24	124,086	—	3,876	—	8,423	—
Year ended 1/31/23	129,912	15.9	4,693	107.9	4,477	86.5

Note: Comprehensive income

Twelve months ended 1/31/24: 9,343 million yen (—%)

Year ended 1/31/23: 3,729 million yen (85.0%)

	Profit attributable to owners of parent		Net income per share	Fully diluted net income per share
	Millions of yen	%	Yen	Yen
Twelve months ended 1/31/24	7,022	—	347.58	347.06
Year ended 1/31/23	3,056	63.1	151.46	151.23

### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of 1/31/24	96,511	51,289	53.1	2,536.29
As of 1/31/23	88,409	44,725	50.6	2,213.66

(Reference) Equity

As of 1/31/24: 51,260 million yen

As of 1/31/23: 44,697 million yen

## 2. Dividends

	Three months ended	Six months ended	Nine months ended	Twelve months ended	Year ended	Total
(Base date)	Yen	Yen	Yen	Yen	Yen	Yen
Year ended 1/31/23	—	50.00	—	—	60.00	110.00
Year ending 3/31/24	—	80.00	—	—	—	—
Year ending 3/31/24 (Estimate)	—	—	—	—	100.00	180.00

Note: Revision to dividend forecast for this period: None

## 3. Financial forecast for the year ending March 31, 2024 (2/1/2023–3/31/2024)

Note: Percentages indicated changes from the same period of previous year.

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending 3/31/24	150,000	—	4,600	—	9,200	—	7,180	—	355.36

Note: Revisions to financial forecast for this period: None

#### 4. Others

- (1) Important changes in subsidiaries  
(Change on specific subsidiaries with changes in scope of consolidation): None  
Newly added: — Excluded: —
- (2) Use of simplified accounting method and special accounting policy for the quarterly consolidated financial reporting: None
- (3) Changes in principles, procedures and method of presentation for the quarterly consolidated financial statements
  - ① Changes in accounting policies: None
  - ② Other changes: None
  - ③ Changes in accounting estimate: None
  - ④ Restatement of revisions: None
- (4) Number of shares outstanding (common shares)
  - ① Number of shares of common shares issued as of:  
(Including treasury shares)  
January 31, 2024: 26,800,000 shares  
January 31, 2023: 26,800,000 shares
  - ② Number of shares of treasury shares:  
January 31, 2024: 6,589,227 shares  
January 31, 2023: 6,608,536 shares
  - ③ Average number of shares outstanding as of:  
January 31, 2024: 20,204,957 shares  
January 31, 2023: 20,179,911 shares

#### Indication regarding the implementation status of the quarterly review procedure

This Financial Review is not subject to audit procedure under the Financial Instruments and Exchange Act.

#### Caution on forecast for the year ending March 31, 2024

Forecasts regarding future performance in these materials are based on information available to management at the time this report was prepared. Actual results may differ significantly from these statements for a number of reasons.

※ This financial review is only the translation of Japanese version.

# Consolidated Balance Sheets

(Millions of yen)

	As of January 31, 2023	As of January 31, 2024
	Amount	Amount
<b>(Assets)</b>		
<b>Current Assets</b>		
Cash and deposits	19,031	10,252
Notes and accounts receivable - trade, and contract assets	30,966	28,400
Electronically recorded monetary claims - operating	3,886	3,860
Merchandise and finished goods	23,623	19,093
Work in process	174	326
Other	1,502	1,315
Allowance for doubtful accounts	(1)	(1)
Total current assets	79,183	63,246
<b>Non-current assets</b>		
Property, plant and equipment	226	220
Intangible assets		
Goodwill	471	407
Other	361	690
Total intangible assets	832	1,097
Investments and other assets		
Investment securities	5,308	7,319
Shares of subsidiaries and associates	97	21,728
Deferred tax assets	110	78
Retirement benefit asset	1,589	1,645
Other	1,642	1,352
Allowance for doubtful accounts	(582)	(178)
Total investments and other assets	8,166	31,945
Total non-current assets	9,225	33,264
Total assets	88,409	96,511

# Consolidated Balance Sheets

(Millions of yen)

	As of January 31, 2023	As of January 31, 2024
	Amount	Amount
<b>(Liabilities)</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	13,366	12,784
Short-term borrowings	25,817	27,699
Income taxes payable	1,423	274
Accrued consumption taxes	143	800
Provision for bonuses	857	719
Other	1,048	1,177
Total current liabilities	42,657	43,456
<b>Non-current liabilities</b>		
Deferred tax liabilities	603	1,355
Retirement benefit liability	316	303
Other	106	107
Total non-current liabilities	1,026	1,765
Total liabilities	43,683	45,222
<b>(Net assets)</b>		
<b>Shareholders' equity</b>		
Share capital	13,672	13,672
Capital surplus	13,336	13,336
Retained earnings	32,000	36,193
Treasury shares	(17,068)	(17,019)
Total shareholders' equity	41,940	46,182
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,805	3,292
Deferred gains or losses on hedges	0	0
Foreign currency translation adjustment	1,124	1,951
Remeasurements of defined benefit plans	(173)	(166)
Total accumulated other comprehensive income	2,756	5,077
<b>Share acquisition rights</b>	28	28
Total net assets	44,725	51,289
Total liabilities and net assets	88,409	96,511

# Consolidated Statements of Income

(Millions of yen)

	Twelve months ended January 31, 2024
	Amount
Net sales	124,086
Cost of sales	111,032
<b>Gross profit</b>	<b>13,053</b>
Selling, general and administrative expenses	
Provision of allowance for doubtful accounts	66
Salaries and bonuses	3,519
Provision for bonuses	629
Retirement benefit expenses	198
Rent expenses	408
Depreciation	149
Other	4,205
Total selling, general and administrative expenses	9,177
<b>Operating profit</b>	<b>3,876</b>
Non-operating income	
Interest income	78
Dividend income	129
Share of profit of entities accounted for using equity method	5,055
Other	24
Total non-operating income	5,287
Non-operating expenses	
Interest expenses	379
Foreign exchange losses	279
Loss on abandonment of non-current assets	0
Other	80
Total non-operating expenses	739
<b>Ordinary profit</b>	<b>8,423</b>
Extraordinary income	
Gain on sales of investment securities	11
Reversal of allowance for doubtful accounts	22
Total extraordinary income	33
Extraordinary losses	
Management Integration related expenses	251
Total extraordinary losses	251
<b>Profit before income taxes</b>	<b>8,206</b>
Income taxes - current	1,019
Income taxes - deferred	164
Total income taxes	1,183
<b>Profit</b>	<b>7,022</b>
<b>Profit attributable to owners of parent</b>	<b>7,022</b>

## Consolidated Statements of Income and Consolidated Comprehensive Statements of Income

(Consolidated Comprehensive Statement of Income)

(Millions of yen)

	Twelve months ended January 31, 2024
	Amount
<b>Profit attributable to owners of parent</b>	7,022
<b>Other comprehensive income</b>	
Valuation difference on available-for-sale securities	1,401
Deferred gains or losses on hedges	(0)
Foreign currency translation adjustment	414
Remeasurements of defined benefit plans, net of tax	8
Share of other comprehensive income of entities accounted for using equity method	495
Total other comprehensive income	2,320
<b>Comprehensive income</b>	<b>9,343</b>
(Details)	
Comprehensive income attributable to owners of parent	9,343
Comprehensive income attributable to non-controlling interests	—

# Consolidated Statements of Cash Flows

(Millions of yen)

	Twelve months ended January 31, 2024
	Amount
<b>I. Cash flows from operating activities</b>	
Profit before income taxes	8,206
Depreciation	190
Amortization of goodwill	64
Share of loss (profit) of entities accounted for using equity method	(5,055)
Loss (gain) on sale and retirement of non-current assets	0
Share-based payment expenses	48
Loss (gain) on investments in investment partnerships	7
Foreign exchange losses (gains)	(367)
Increase (decrease) in provisions	(158)
Increase (decrease) in retirement benefit liability	12
Interest and dividend income	(207)
Interest expenses	379
Loss (gain) on sale of investment securities	(11)
Decrease (increase) in trade receivables	3,179
Decrease (increase) in inventories	4,708
Increase (decrease) in trade payables	(779)
Increase (decrease) in accrued consumption taxes	656
Management Integration related expenses	251
Other, net	(412)
Subtotal	10,713
Interest and dividends received	922
Interest paid	(385)
Income taxes refund (paid)	(2,182)
Net cash provided by (used in) operating activities	9,068
<b>II. Cash flows from investing activities</b>	
Payments into time deposits	(1,381)
Proceeds from withdrawal of time deposits	1,349
Purchase of property, plant and equipment and intangible assets	(454)
Proceeds from sales of property, plant and equipment and intangible assets	0
Purchase of investment securities	(37)
Proceeds from sale of investment securities	17
Purchase of shares of subsidiaries and associates	(16,798)
Collection of loans receivable from subsidiaries and affiliates	22
Proceeds from distributions from investment partnerships	35
Purchase of insurance funds	(200)
Proceeds from cancellation of insurance funds	66
Other, net	4
Net cash provided by (used in) investing activities	(17,374)
<b>III. Cash flows from financing activities</b>	
Proceeds from short-term borrowings	293,243
Repayments of short-term borrowings	(291,632)
Dividends paid	(2,822)
Purchase of treasury shares	(1)
Repayments of lease obligations	(25)
Net cash provided by (used in) financing activities	(1,239)
<b>IV. Effect of exchange rate change on cash and cash equivalents</b>	734
<b>V. Net increase (decrease) in cash and cash equivalents</b>	(8,812)
<b>VI. Cash and cash equivalents at beginning of period</b>	19,031
<b>VII. Cash and cash equivalents at end of period</b>	10,219



## Consolidated Sales by Product

(Millions of yen)

	Twelve months ended January 31, 2024	
	Amount	Composition (%)
Semiconductors/Devices	73,837	59.5
ICT/Solutions	50,248	40.5
Total	124,086	100.0