

SUMMARY OF FINANCIAL STATEMENTS [Japan GAAP] (CONSOLIDATED)

Financial Results for the First Quarter (April 1 to June 30, 2025) of the Fiscal Year Ending March 31, 2026

August 5, 2025

Company Name: Yamaichi Electronics Co., Ltd.

Stock listing: Tokyo Stock Exchange – Prime Market

Code: 6941 URL: <https://www.yamaichi.co.jp>

President: Junichi Kameya

Managing Director: Kazuhiro Matsuda Tel: +81-3-3734-0115

Scheduled date of dividend payment commencement: —

Supplementary materials for the quarterly financial statements: Yes

Presentation to explain for the quarterly financial statement: Yes (for institutional Investors and analysts)

(Rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter (April 1 to June 30, 2025) of the Fiscal Year Ending March 31, 2026

(1) Consolidated Operating Results (aggregated)

(Percentage figures represent changes from the same period of the previous year.)

	Net Sales		Operating income		Ordinary income		Profit Attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Quarter ended June 30, 2025	14,650	△3.1	3,820	△8.6	3,778	△15.8	2,786	△12.4
June 30, 2024	15,117	71.5	4,179	599.0	4,487	592.0	3,182	816.8

Note: Comprehensive income First quarter ended June 30, 2025 ¥2,678 million (△33.9%)

First quarter ended June 30, 2024 ¥4,055 million (166.0%)

	Net profit per share	Diluted net profit per share
	Yen	Yen
First Quarter ended June 30, 2025	150.70	—
June 30, 2024	155.66	—

(2) Consolidated Financial Positions

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2025	52,373	39,400	75.0	2,134.13
As of March 31, 2025	53,389	39,676	74.0	2,037.62

Reference: Shareholders' equity as of June 30, 2025: ¥ 39,262 million; as of March 31, 2025: ¥39,533 million.

2. Dividends

	Dividends per share				
	1Q	2Q	3Q	4Q	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2025	—	35.00	—	54.00	89.00
Year ending March 31, 2026	—				
Forecast: Year ending March 31, 2026		35.00	—	55.00	90.00

Note: Modifications in the dividend projection from the latest announcement: No

3. Forecast of Consolidated Operating Results for the year ending March 31, 2026

(Percentage figures represent changes from the same period of previous year.)

	Net Sales		Operating income		Ordinary income		Profit attributable to owners of parent	Net profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	Yen
Half year ending Sep 30, 2025	25,350	Δ8.1	6,050	Δ11.5	5,750	Δ6.7	4,000	Δ2.2
Year ending March 31, 2026	47,400	4.6	8,500	3.3	7,900	2.7	5,500	4.9
								216.88
								298.58

Note: Modifications in forecasts of consolidated operating results from the latest announcement: No

We purchase and disposal of treasury shares based on resolutions by the Board of Directors. Net profit per share in the Forecast of Consolidated Operating Results considers the impact of this purchase and disposal of treasury shares.

4. Other

(1) Changes in significant subsidiaries during current quarter consolidated period

(Changes in specified subsidiaries with change in scope of consolidation): No

(2) Adoption of special accounting treatments for quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and restatements

1) Changes in accounting policies due to revisions of accounting standards etc.: No

2) Changes in accounting policies other than 1): No

3) Changes in accounting estimates: No

4) Restatements: No

(4) Number of outstanding shares (common stock)

1) Number of outstanding shares (including treasury shares) at term end:

June 30, 2025 21,829,775 shares

March 31, 2025 21,829,775 shares

2) Number of treasury shares at term end:

June 30, 2025 3,432,367 shares

March 31, 2025 2,427,931 shares

3) Average number of outstanding shares (during the second quarter ended September 30):

June 30, 2025 18,490,411 shares

June 30, 2024 20,443,377 shares

* This summary of quarterly consolidated financial results falls outside the scope of quarterly review procedures to be performed by certified public accountants or an audit firm.

* Explanation of the appropriate use of performance forecasts and other related items

All forecasts in this presentation are based on information currently available to the management and on assumptions judged to be reasonable, and are not meant to promise the achievement of the forecasts. The Company's actual results may differ substantially from such statements due to various risks and uncertainties.

Qualitative Information on Quarterly Financial Results

(1) Explanation for business performance

During the first quarter, the global economy faced increasing uncertainty due to U.S. tariff policies and geopolitical risks. In the United States, however, the economy remained resilient, supported primarily by consumer spending. In Europe, the prolonged slump in demand, particularly in the manufacturing sector, continued, while in China, the recovery in consumer spending lacked strength, resulting in a soft economic tone. In addition, uncertainty persisted due to factors such as the prolonged Ukraine situation and rising geopolitical risks stemming from tensions in the Middle East.

In the electronic components market relevant to our group, demand for semiconductors and data centers, driven by strong investment in AI, remained favorable. However, uncertainty grew in the automotive market due to tariff issues, and the industrial machinery market had yet to achieve a full recovery.

Under these circumstances, our group has been working to strengthen the stable supply system for semiconductor sockets in anticipation of growing global demand for semiconductors. At the same time, we have continued to invest in expanding production capacity and have pursued further productivity and quality improvements to reduce costs, enabling us to respond promptly and efficiently to increasingly diverse customers' needs, including connectors for communication equipment, automotive devices, and industrial machinery.

As a result, our business performance for the first quarter of the consolidated cumulative period recorded net sales of 14,650 million yen (a decrease of 3.1% year-on-year), an operating profit of 3,820 million yen (a decrease of 8.6% year-on-year), ordinary profit of 3,778 million yen (a decrease of 15.8% year-on-year), and profit attributable to owners of parent of 2,786 million yen (a decrease of 12.4% year-on-year).

Our business performance on a segment-by-segment basis is shown below.

[Test Solutions Business]

In the test socket field, sales of our mainstay products for smartphones and PCs remained strong, marking a record high for quarterly sales. In the burn-in socket field, however, conditions were generally sluggish due to postponed investment in logic semiconductors, particularly for memory semiconductors and automotive use. In addition, the overall business was affected by the stronger yen compared to the first quarter of the previous year.

As a result, our business performance recorded net sales of 8,331 million yen (a decrease of 15.6% year-on-year) and operating profit of 3,046 million yen (a decrease of 24.2% year-on-year).

[Connector Solutions Business]

Products for communications equipment performed strongly due to the favorable performance of core network communications equipment, along with increased sales of new products for data centers, including those related to AI. Products for the in-vehicle equipment market were affected by sluggish global demand and the slowdown in EVs, but they remained steady thanks to the introduction of new products. Products for the industrial machinery market saw a slight increase as signs of bottoming out in inventory adjustments began to emerge among European customers, our main market.

As a result, our business performance recorded net sales of 5,912 million yen (an increase of 18.3% year-on-year) and operating profit of 769 million yen (an increase of 352.1% year-on-year).

[Optics-related Business]

With overall orders showing signs of recovery, products for the communications market performed steadily, and we worked to improve productivity and quality.

As a result, the net sales were 407 million yen (an increase of 61.1% year-on-year), and operating profit was 62 million yen (compared with an operating loss of 33 million yen in the same period of the previous year).

(2) Overview of the financial condition of the current quarterly period

(Assets)

At the end of this quarter of the consolidated cumulative period, our current assets amounted to 30,737 million yen, a decrease of 1,375 million yen from the end of the previous fiscal year. This was mainly due to an increase of 2,967 million yen in notes and accounts receivable as a result of higher net sales compared with the fourth quarter of the previous fiscal year, despite decreases in cash and deposits caused by dividends of surplus and income taxes paid, as well as a decrease in deposits due to the purchase of treasury shares. Our non-current assets totaled 21,636 million yen, an increase of 358 million yen from the end of the previous fiscal year, mainly due to an increase in property, plant, and equipment.

As a result, our total assets amounted to 52,373 million yen, a decrease of 1,016 million yen from the end of the previous fiscal year.

(Liabilities)

At the end of this quarter of the consolidated cumulative period, our current liabilities amounted to 9,662 million yen, a decrease of 780 million yen from the end of the previous fiscal year. This was mainly due to a decrease of 870 million yen in income taxes payable. Our non-current liabilities totaled 3,310 million yen, an increase of 40 million yen from the end of the previous fiscal year.

As a result, our total liabilities amounted to 12,973 million yen, a decrease of 740 million yen from the end of the previous fiscal year.

(Net assets)

At the end of this quarter of the consolidated cumulative period, our total net assets amounted to 39,400 million yen, a decrease of 276 million yen from the end of the previous fiscal year. This was mainly due to profit attributable to owners of parent of 2,786 million yen, despite dividends of surplus of 1,047 million yen and the purchase of treasury shares of 1,907 million yen.

As a result, the equity ratio amounted to 75.0% (74.0% at the end of the previous fiscal year).

(3) Explanation for consolidated earnings forecasts and other forward-looking information

There are no changes to the full-year consolidated earnings forecast or year-end dividend forecast for the fiscal year ending March 2026 from the figures announced on May 13, 2025. Any revisions, if necessary, will be disclosed promptly.

Consolidated Balance Sheets

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
	Amount	Amount
(ASSETS)		
Current assets		
Cash and deposits	12,981,469	12,162,717
Notes and accounts receivable	6,971,142	9,938,370
Electronically recorded monetary claims	388,565	481,669
Merchandise and finished goods	3,519,294	2,746,081
Work in process	317,295	333,464
Raw materials and supplies	3,600,832	3,667,723
Other	4,362,194	1,445,763
Allowance for doubtful accounts	△28,454	△38,454
Total current assets	32,112,340	30,737,336
Non-current assets		
Property, plant and equipment		
Buildings and structures (Net amount)	5,665,389	5,510,685
Machinery, equipment and vehicles (Net amount)	3,126,309	3,099,657
Tools, furniture and fixtures (Net amount)	1,887,322	2,082,856
Land	4,242,908	4,232,795
Leased assets (Net amount)	43,603	50,873
Right-of-use assets (Net amount)	3,139,569	3,455,504
Construction in progress	428,627	437,074
Total property, plant and equipment	18,533,730	18,869,447
Intangible fixed assets	993,301	1,000,765
Investments and other assets		
Investment securities	65,042	70,464
Deferred tax assets	322,935	319,531
Net defined benefit asset	856,995	857,540
Other	505,466	518,294
Allowance for doubtful accounts	△0	△0
Total investments and other assets	1,750,440	1,765,831
Total non-current assets	21,277,471	21,636,043
Total assets	53,389,812	52,373,379

(Thousands of yen)

	As of March 31, 2025	As of June 30, 2025
	Amount	Amount
(LIABILITIES)		
Current liabilities		
Notes and accounts payable	2,240,012	2,140,414
Short-term borrowings	3,251,191	3,023,330
Lease obligations	427,255	439,146
Income taxes payable	1,907,903	1,037,656
Provision for bonuses	681,257	670,712
Provision for directors' bonuses	—	61,500
Other	1,935,642	2,290,011
Total current liabilities	10,443,263	9,662,770
Non-current liabilities		
Long-term borrowings	370,000	60,000
Lease obligations	2,253,793	2,285,126
Provision for loss on litigation	161,269	168,811
Retirement benefit liability	94,439	103,296
Asset retirement obligations	39,788	40,215
Other	350,757	652,833
Total non-current liabilities	3,270,047	3,310,284
Total liabilities	13,713,311	12,973,055
(NET ASSETS)		
Shareholders' equity		
Capital stock	10,084,103	10,084,103
Capital surplus	1,648,007	1,648,007
Retained earnings	29,566,003	31,304,717
Treasury shares	△4,593,029	△6,500,093
Total shareholders' equity	36,705,084	36,536,734
Amount of other comprehensive income		
Valuation difference on available-for-sale securities	13,508	16,824
Foreign currency translation adjustments	2,845,558	2,737,417
Remeasurements of defined benefit plans of defined benefit plans	△30,505	△28,606
Total amount of other comprehensive income	2,828,561	2,725,635
Non-controlling interests	142,855	137,954
Total net assets	39,676,501	39,400,324
Total liabilities and total net assets	53,389,812	52,373,379

Consolidated Statements of Income

(Thousands of Yen)

	1Q period of previous year (From April 1, 2024 to June 30, 2024)	1Q period of current year (From April 1, 2025 to June 30, 2025)
	Amount	Amount
Net sales	15,117,870	14,650,784
Cost of sales	8,393,739	8,303,316
Gross profit	6,724,130	6,347,467
Selling, general and administrative expenses	2,544,153	2,527,036
Operating profit	4,179,977	3,820,431
Non-operating income		
Interests income	7,247	12,315
Foreign exchange gains	323,325	-
Gain on sales of scraps	4,389	2,754
Subsidy income	438	1,724
Other	32,192	13,203
Total non-operating income	367,593	29,996
Non-operating expenses		
Interest expenses	48,326	48,832
Foreign exchange loss	-	10,809
Loss on retirement of non-current assets	11,402	9,632
Other	789	2,348
Total non-operating expenses	60,518	71,622
Ordinary profit	4,487,052	3,778,805
Extraordinary income		
Gain on sales of non-current assets	902	6
Total extraordinary income	902	6
Profit before income taxes	4,487,955	3,778,812
Current income taxes	1,426,711	1,009,191
Deferred income taxes	△130,542	△14,216
Income taxes	1,296,168	994,975
Profit	3,191,786	2,783,836
Profit attributable to non-controlling interests or loss attributable to non-controlling interests	9,652	△2,576
Profit attributable to owners of parent	3,182,134	2,786,413

Consolidated Statements of Comprehensive Income

(Thousands of yen)

	1Q period of previous year (From April 1, 2024 to June 30, 2024)	1Q period of current year (From April 1, 2025 to June 30, 2025)
	Amount	Amount
Profit	3,191,786	2,783,836
Other comprehensive income		
Valuation difference on available-for-sale securities	1,650	3,315
Foreign currency translation adjustments	861,639	△110,465
Remeasurements of defined benefit plans	△12	1,899
Total other comprehensive income	863,277	△105,250
Comprehensive income	4,055,064	2,678,586
(Attribute to)		
Comprehensive income attributable to owners of parent	4,041,683	2,683,487
Comprehensive income attributable to non-controlling interests	13,380	△4,900

Notes on Quarterly Consolidated Financial Statements

(Notes on Significant Changes in the Amount of Shareholders' Equity)

Based on the resolution of the Board of Directors held on March 21, 2025, the Company acquired 1,004,400 shares of treasury stock. As a result, treasury stock increased by 1,907,063 thousand yen during the first quarter of the current consolidated cumulative period.

Consequently, the balance of treasury stock as of the end of the first quarter of the current consolidated accounting period amounts to 6,500,093 thousand yen.

(Notes Regarding Quarterly Consolidated Cash Flow Statements)

We have not prepared a quarterly consolidated cash flow statement for the first quarter of the current consolidated cumulative period. However, depreciation (including amortization expenses for intangible fixed assets other than goodwill) for the first quarter of the current consolidated cumulative period are as follows:

(Thousands of Yen)

	1Q period of previous year (From April 1, 2024 to June 30, 2024)	1Q period of current year (From April 1, 2025 to June 30, 2025)
Depreciation	733,465	724,902