

Translation

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Consolidated Financial Results for the Fiscal Year Ended March 31, 2024 (Under Japanese GAAP)

May 9, 2024

Company name: EIZO Corporation
 Stock exchange listing: Tokyo
 Stock code: 6737 URL <https://www.eizo.co.jp/>
 Representative: President & COO Masaki Ebisu
 Director, Executive Operating Officer, and
 Inquiries: Senior Manager, Accounting & Finance, & Manabu Arise TEL 076-275-4121
 Investor Relations
 Scheduled date of ordinary general meeting of shareholders: June 20, 2024
 Scheduled date to file Securities Report: June 21, 2024
 Scheduled date to commence dividend payments: May 31, 2024
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	80,471	(0.5)	3,908	(21.9)	6,326	3.3	5,454	(6.9)
Year ended March 31, 2023	80,849	(6.8)	5,002	(55.7)	6,126	(49.4)	5,862	(24.8)

(Note) Comprehensive income For the year ended March 31, 2024: ¥12,222 million [66.6 %]
 For the year ended March 31, 2023: ¥7,336 million [9.7 %]

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	265.13	–	4.4	3.9	4.9
Year ended March 31, 2023	280.97	–	4.9	3.9	6.2

(Reference) Share of profit (loss) of investments accounted for using equity method For the year ended March 31, 2024: ¥– million
 For the year ended March 31, 2023: ¥– million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	164,819	129,424	78.5	6,290.09
As of March 31, 2023	155,935	120,580	77.3	5,861.22

(Reference) Equity As of March 31, 2024: ¥129,424 million
 As of March 31, 2023: ¥120,580 million

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	7,914	(1,057)	(533)	16,418
Year ended March 31, 2023	(7,592)	853	(6,351)	9,557

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	60.00	–	65.00	125.00	2,583	44.5	2.2
Year ended March 31, 2024	–	100.00	–	100.00	200.00	4,115	75.4	3.3
Year ending March 31, 2025 (Forecast)	–	105.00	–	105.00	210.00		86.4	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	85,000	5.6	5,500	40.7	7,000	10.6	5,000	(8.3)	243.00

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2024	21,981,160 shares	As of March 31, 2023	21,981,160 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	1,405,254 shares	As of March 31, 2023	1,408,606 shares
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Average number of shares during the period

Year ended March 31, 2024	20,574,906 shares	Year ended March 31, 2023	20,864,228 shares
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(Reference) Overview of non-consolidated financial results

Non-consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(1) Non-consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	53,520	(12.9)	4,034	6.0	6,842	36.2	6,468	22.1
Year ended March 31, 2023	61,427	(3.2)	3,808	(58.7)	5,022	(50.1)	5,296	8.0

	Earnings per share	Diluted earnings per share
	Yen	Yen
As of March 31, 2024	314.38	–
As of March 31, 2023	253.86	–

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	142,405	108,420	76.1	5,269.32
As of March 31, 2023	132,766	101,308	76.3	4,924.47

(Reference) Equity As of March 31, 2024: ¥108,420 million
As of March 31, 2023: ¥101,308 million

*Financial results reports are exempt from review conducted by certified public accountants or an audit corporation.

*Proper use of earnings forecasts, and other special matters

(Notice concerning forward-looking statements)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. As such, they do not constitute the Company's guarantee that such results would be achieved. Actual business and other results may differ substantially due to various factors.

(Explanatory material for financial results)

Explanatory material for financial results is disclosed through TDnet as well as posted on the Company's website on May 9, 2024.

Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Assets		
Current assets		
Cash and deposits	9,557	16,418
Notes and accounts receivable - trade, and contract assets	18,980	19,110
Electronically recorded monetary claims - operating	1,680	2,112
Merchandise and finished goods	17,538	16,318
Work in process	2,191	2,100
Raw materials and supplies	28,289	25,116
Other	1,765	1,362
Allowance for doubtful accounts	(100)	(113)
Total current assets	79,904	82,425
Non-current assets		
Property, plant and equipment		
Buildings and structures	24,082	24,172
Accumulated depreciation	(11,228)	(11,172)
Buildings and structures, net	12,853	13,000
Machinery, equipment and vehicles	7,197	7,085
Accumulated depreciation	(5,539)	(5,452)
Machinery, equipment and vehicles, net	1,657	1,633
Land	4,409	4,574
Construction in progress	4	342
Other	11,252	11,930
Accumulated depreciation	(8,189)	(8,796)
Other, net	3,062	3,133
Total property, plant and equipment	21,988	22,685
Intangible assets	748	895
Investments and other assets		
Investment securities	52,190	57,937
Retirement benefit asset	–	72
Deferred tax assets	633	326
Other	470	476
Total investments and other assets	53,294	58,813
Total non-current assets	76,031	82,394
Total assets	155,935	164,819

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
Liabilities		
Current liabilities		
Accounts payable - trade	6,897	3,600
Short-term borrowings	1,575	4,897
Income taxes payable	1,074	1,347
Provision for bonuses	1,686	1,689
Provision for product warranties	2,031	1,972
Other	6,452	5,499
Total current liabilities	19,717	19,006
Non-current liabilities		
Long-term borrowings	947	897
Deferred tax liabilities	9,666	10,808
Provision for retirement benefits for directors (and other officers)	71	71
Provision for recycling	580	526
Retirement benefit liability	2,598	2,369
Other	1,774	1,715
Total non-current liabilities	15,638	16,388
Total liabilities	35,355	35,395
Net assets		
Shareholders' equity		
Share capital	4,425	4,425
Capital surplus	4,313	4,320
Retained earnings	83,896	85,956
Treasury shares	(3,998)	(3,988)
Total shareholders' equity	88,638	90,714
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	28,851	32,916
Foreign currency translation adjustment	2,599	5,138
Remeasurements of defined benefit plans	491	655
Total accumulated other comprehensive income	31,942	38,709
Total net assets	120,580	129,424
Total liabilities and net assets	155,935	164,819

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	80,849	80,471
Cost of sales	55,605	55,050
Gross profit	25,243	25,421
Selling, general and administrative expenses	20,241	21,512
Operating profit	5,002	3,908
Non-operating income		
Interest income	13	28
Dividend income	1,085	1,148
Foreign exchange gains	–	989
Other	214	432
Total non-operating income	1,313	2,599
Non-operating expenses		
Interest expenses	41	90
Foreign exchange losses	103	–
Rental expenses on real estate	40	72
Other	3	19
Total non-operating expenses	189	182
Ordinary profit	6,126	6,326
Extraordinary income		
Gain on sale of investment securities	1,943	2,345
Total extraordinary income	1,943	2,345
Extraordinary losses		
Loss on retirement of non-current assets	–	187
Loss on sale of investment securities	5	–
Earthquake related expenses	–	608
Total extraordinary losses	5	795
Profit before income taxes	8,064	7,876
Income taxes - current	2,331	2,814
Income taxes - deferred	(130)	(393)
Total income taxes	2,201	2,421
Profit	5,862	5,454
Profit attributable to owners of parent	5,862	5,454

Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	5,862	5,454
Other comprehensive income		
Valuation difference on available-for-sale securities	49	4,065
Foreign currency translation adjustment	1,159	2,538
Remeasurements of defined benefit plans, net of tax	264	164
Total other comprehensive income	1,474	6,767
Comprehensive income	7,336	12,222
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,336	12,222
Comprehensive income attributable to non-controlling interests	—	—

Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,425	4,313	82,039	(2,664)	88,114
Changes during period					
Dividends of surplus			(2,525)		(2,525)
Profit attributable to owners of parent			5,862		5,862
Purchase of treasury shares				(2,821)	(2,821)
Cancellation of treasury shares		(1,482)		1,482	–
Disposal of treasury shares		3		5	9
Transfer from retained earnings to capital surplus		1,478	(1,478)		–
Net changes in items other than shareholders' equity					
Total changes during period	–	(0)	1,857	(1,333)	523
Balance at end of period	4,425	4,313	83,896	(3,998)	88,638

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	28,801	1,440	226	30,467	118,582
Changes during period					
Dividends of surplus					(2,525)
Profit attributable to owners of parent					5,862
Purchase of treasury shares					(2,821)
Cancellation of treasury shares					–
Disposal of treasury shares					9
Transfer from retained earnings to capital surplus					–
Net changes in items other than shareholders' equity	49	1,159	264	1,474	1,474
Total changes during period	49	1,159	264	1,474	1,997
Balance at end of period	28,851	2,599	491	31,942	120,580

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	4,425	4,313	83,896	(3,998)	88,638
Changes during period					
Dividends of surplus			(3,394)		(3,394)
Profit attributable to owners of parent			5,454		5,454
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares		6		9	16
Net changes in items other than shareholders' equity					
Total changes during period	-	6	2,060	9	2,076
Balance at end of period	4,425	4,320	85,956	(3,988)	90,714

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	28,851	2,599	491	31,942	120,580
Changes during period					
Dividends of surplus					(3,394)
Profit attributable to owners of parent					5,454
Purchase of treasury shares					(0)
Disposal of treasury shares					16
Net changes in items other than shareholders' equity	4,065	2,538	164	6,767	6,767
Total changes during period	4,065	2,538	164	6,767	8,843
Balance at end of period	32,916	5,138	655	38,709	129,424

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	8,064	7,876
Depreciation	2,316	2,672
Loss (gain) on sale of investment securities	(1,938)	(2,345)
Loss on retirement of non-current assets	–	187
Earthquake related expenses	–	608
Increase (decrease) in provision for bonuses	(11)	0
Net changes in asset and liability for retirement benefits	(187)	(73)
Increase (decrease) in allowance for doubtful accounts	(6)	4
Increase (decrease) in provision for product warranties	(199)	(166)
Increase (decrease) in provision for recycling	(54)	(54)
Interest and dividend income	(1,098)	(1,177)
Interest expenses	41	90
Foreign exchange losses (gains)	(198)	(1,020)
Decrease (increase) in trade receivables	4,566	242
Decrease (increase) in inventories	(15,243)	7,049
Increase (decrease) in trade payables	(1,052)	(4,207)
Other, net	(56)	237
Subtotal	(5,057)	9,921
Interest and dividends received	1,098	1,182
Interest paid	(43)	(100)
Income taxes paid	(3,589)	(2,647)
Payments associated with disaster loss	–	(442)
Net cash provided by (used in) operating activities	(7,592)	7,914
Cash flows from investing activities		
Proceeds from sale and redemption of securities	300	–
Purchase of property, plant and equipment	(1,962)	(2,931)
Increase in other assets	(183)	(393)
Purchase of investment securities	(2)	(302)
Proceeds from sale and redemption of investment securities	2,653	2,735
Proceeds from collection of loans receivable	20	–
Other, net	26	(165)
Net cash provided by (used in) investing activities	853	(1,057)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(629)	3,333
Repayments of long-term borrowings	(140)	(156)
Repayments of lease liabilities	(234)	(315)
Purchase of treasury shares	(2,821)	(0)
Dividends paid	(2,525)	(3,393)
Net cash provided by (used in) financing activities	(6,351)	(533)
Effect of exchange rate change on cash and cash equivalents	259	537
Net increase (decrease) in cash and cash equivalents	(12,830)	6,861
Cash and cash equivalents at beginning of period	22,387	9,557
Cash and cash equivalents at end of period	9,557	16,418