



Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 2025 (Under IFRS)

August 8, 2024

Company name: KOKUSAI ELECTRIC CORPORATION
 Listing: Tokyo Stock Exchange
 Securities code: 6525
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 Scheduled date to commence dividend payments: –
 Preparation of supplementary materials on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(Yen amounts are rounded to millions.)

1. Consolidated financial results for the three months ended June 30th, 2024 (from April 1, 2024 to June 30, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Income before income tax		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2024	65,224	99.4	17,878	348.1	17,747	376.2	13,302	401.0
June 30, 2023	32,710	(41.6)	3,990	(69.3)	3,727	(71.1)	2,655	(72.4)

	Net income attributable to owners of the parent		Comprehensive income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Three months ended						
June 30, 2024	13,302	401.0	14,629	235.2	56.76	55.59
June 30, 2023	2,655	(72.4)	4,364	(60.6)	11.52	11.13

	Adjusted operating profit	Adjusted net income	Adjusted net income per share
	Millions of yen	Millions of yen	Yen
Three months ended			
June 30, 2024	19,382	14,345	61.21
June 30, 2023	5,614	3,782	16.41

Notes

- Adjusted operating profit is calculated as operating profit – other income + other expenses + purchase price allocation amortization + stand-alone related expenses + stock-based compensation (except for performance-linked stock compensation).
- Adjusted net income is calculated as net income – other income + other expenses + purchase price allocation amortization + stand-alone related expenses + stock-based compensation (except for performance-linked stock compensation) – tax adjustments to total adjustments.

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
As of				
June 30, 2024	385,454	199,040	199,040	51.6
March 31, 2024	375,433	187,388	187,388	49.9

2. Cash dividends

	Annual dividends per share				
	1Q end	2Q end	3Q end	4Q end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	—	0.00	—	11.00	11.00
Fiscal year ended March 31, 2025	—				
Fiscal year ending March 31, 2025 (Forecast)	—	16.00	—	16.00	32.00

Note: Revisions to the forecast of cash dividends most recently announced: No

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

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Income before income tax		Net income		Net income attributable to owners of the parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2025	217,500	20.3	44,800	45.7	44,000	47.9	29,000	29.6	29,000	29.6	123.52

	Adjusted operating profit		Adjusted net income		Adjusted net income per share
	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2025	51,000	34.8	35,600	30.4	151.40

Note: Revisions to the forecast of financial results most recently announced: No

※ Notes

(1) Important changes in the scope of consolidation during period: None

(2) Changes in accounting policies and changes in accounting estimates

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of June 30, 2024	235,357,774 shares
As of March 31, 2024	232,928,202 shares

(ii) Number of treasury shares at the end of the period

As of June 30, 2024	- shares
As of March 31, 2024	- shares

(iii) Average number of shares outstanding during each of the following period
(cumulative from the beginning of the fiscal year)

As of June 30, 2024	234,343,050 shares
As of June 30, 2023	230,404,200 shares

※Review of the accompanying quarterly consolidated financial statements by a certified public accountant or auditing firm: None

※ Proper use of earnings forecasts, and other special matters

The forward-looking statements herein are based on the Company's expectations, estimations, and forecasts deemed to be reasonable at the date of publication of this document. The forward-looking statements herein include the known and unknown risks, uncertainties and other factors and actual results may be materially different from those discussed or implied in the forward-looking statements. Accordingly, the forward-looking statements herein are inherently not guarantees of future performance and results.

KOKUSAI ELECTRIC CORPORATION
Condensed quarterly consolidated statement of financial position

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and cash equivalents	92,619	87,775
Trade and other receivables	31,994	42,444
Inventories	87,682	82,028
Other current assets	2,619	2,787
Total current assets	214,914	215,034
Non-current Assets		
Property, plant and equipment	35,382	45,696
Right-of-use assets	1,543	2,133
Goodwill	59,065	59,065
Intangible assets	56,995	55,480
Other financial assets	1,652	1,660
Deferred tax assets	1,403	1,411
Other non-current assets	4,479	4,975
Total non-current assets	160,519	170,420
Total assets	375,433	385,454

(Millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Loans payable	7,500	7,500
Lease obligations	519	555
Trade and other payables	36,667	38,657
Accrued expenses	10,179	8,753
Other financial liabilities	268	1,620
Income tax payable	5,338	5,633
Provisions	1,971	2,004
Contract liabilities	22,719	19,394
Other current liabilities	2,382	1,544
Total current liabilities	87,543	85,660
Non-current liabilities		
Loans payable	84,000	84,000
Lease obligations	999	1,555
Retirement and severance benefits	3,153	3,136
Provisions	132	144
Deferred tax liabilities	12,138	11,823
Other non-current liabilities	80	96
Total non-current liabilities	100,502	100,754
Total liabilities	188,045	186,414
Equity		
Common stock	11,262	12,852
Capital surplus	27,618	26,357
Retained earnings	142,448	152,853
Other components of equity	6,060	6,978
Total equity attributable to owners of the parent	187,388	199,040
Total equity	187,388	199,040
Total liabilities and equity	375,433	385,454

KOKUSAI ELECTRIC CORPORATION
Condensed quarterly consolidated statement of profit or loss
Three months ended June 30, 2024

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Revenues	32,710	65,224
Cost of sales	(18,435)	(35,870)
Gross profit	14,275	29,354
Selling, general and administrative expenses	(10,270)	(11,541)
Other income	30	92
Other expenses	(45)	(27)
Operating profit	3,990	17,878
Financial income	82	125
Financial expenses	(345)	(256)
Income before income tax	3,727	17,747
Income tax expenses	(1,072)	(4,445)
Net income	2,655	13,302
Net income attributable to:		
Owners of the parent	2,655	13,302
Net income per share		
Basic (yen)	11.52	56.76
Diluted (yen)	11.13	55.59

KOKUSAI ELECTRIC CORPORATION
Condensed quarterly consolidated statement of comprehensive income
Three months ended June 30, 2024

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Net income	2,655	13,302
Other comprehensive income (OCI)		
Items that may be reclassified into net income		
Cash flow hedges	4	2
Foreign currency translation adjustments	1,705	1,325
Total of items that may be reclassified into net income	1,709	1,327
Total other comprehensive income	1,709	1,327
Comprehensive income	4,364	14,629
Comprehensive income attributable to:		
Owners of the parent	4,364	14,629

KOKUSAI ELECTRIC CORPORATION
Condensed quarterly consolidated statement of cash flows
Three months ended June 30, 2024

(Millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Cash flows from operating activities		
Net income	2,655	13,302
Depreciation and amortization	2,637	2,914
Income tax expense	1,072	4,445
Financial income	(82)	(125)
Financial expenses	345	256
Increase in inventories	(12,177)	6,329
Decrease (increase) in trade and other receivables	21,328	(9,842)
Decrease in trade and other payables	(16,748)	(3,648)
Other	99	(4,703)
Subtotal	(871)	8,928
Interest and dividends received	65	76
Interest paid	(224)	(246)
Income taxes paid	(6,335)	(4,685)
Net cash provided by operating activities	(7,365)	4,073
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,104)	(7,574)
Purchase of intangible assets	(187)	(1)
Other	13	(7)
Net cash used in investing activities	(5,278)	(7,582)
Cash flows from financing activities		
Repayment of lease obligations	(157)	(187)
Dividends paid	-	(2,295)
Other	(10)	339
Net cash used in financing activities	(167)	(2,143)
Effect of exchange rate changes on cash and cash equivalents	1,250	808
Net decrease in cash and cash equivalents	(11,560)	(4,844)
Cash and cash equivalents at beginning of the year	106,053	92,619
Cash and cash equivalents at end of the year	94,493	87,775