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## Consolidated Financial Results for the Six Months Ended June 30, 2022 [Japanese GAAP]

July 29, 2022

Company name: SEIKO ELECTRIC CO., LTD.

Stock exchange listing: Tokyo, Fukuoka

Code number: 6653

URL: <https://www.seiko-denki.co.jp/>

Representative: Hidetoshi Soeda

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Scheduled date of filing quarterly securities report: August 04, 2022

Scheduled date of commencing dividend payments: August 29, 2022

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: No

President and Representative Director

Managing Director, General Manager of Corporate Planning and  
Development Division

(Amounts of less than one million yen are rounded down)

### 1. Consolidated Financial Results for the Six Months Ended June 30, 2022 (January 01, 2022 to June 30, 2022)

#### (1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended June 30, 2022	12,822	10.7	700	3.0	818	12.3	524	11.3
June 30, 2021	11,584	8.7	680	32.8	728	41.5	471	5.0

(Note) Comprehensive income: Six months ended June 30, 2022: ¥ 257 million [ (49.9)%]  
Six months ended June 30, 2021: ¥ 513 million [ 15.7%]

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended June 30, 2022	43.28	-
June 30, 2021	38.95	-

#### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of June 30, 2022	26,274	10,981	41.8
December 31, 2021	25,793	10,940	42.4

(Reference) Equity: As of June 30, 2022: ¥ 10,981 million  
As of December 31, 2021: ¥ 10,940 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended December 31, 2021	-	10.00	-	20.00	30.00
Fiscal year ending December 31, 2022	-	15.00			
Fiscal year ending December 31, 2022 (Forecast)			-	15.00	30.00

(Note) Revision to the forecast for dividends announced most recently: No

(Note) Breakdown of the 2nd quarter dividend for the fiscal year ending December 31, 2022 :

Commemorative dividend 5.00 yen

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2022(January 01, 2022 to December 31, 2022)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	30,000	22.0	2,000	42.2	2,050	33.1	1,370	29.7	113.04

(Note) Revision to the financial results forecast announced most recently: No

\* Notes:

(1) Changes in significant subsidiaries during the six months ended June 30, 2022

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

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

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

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

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

June 30, 2022: 12,603,595 shares

December 31, 2021: 12,603,595 shares

2) Total number of treasury shares at the end of the period:

June 30, 2022: 462,384 shares

December 31, 2021: 483,903 shares

3) Average number of shares during the period:

Six months ended June 30, 2022: 12,125,840 shares

Six months ended June 30, 2021: 12,111,798 shares

Quarterly Consolidated Financial Statements  
Quarterly Consolidated Balance Sheets

(Million yen)

	As of December 31,2021	As of June 30,2022
<b>Assets</b>		
Current assets		
Cash and deposits	1,853	2,651
Notes and accounts receivable - trade	12,155	-
Notes and accounts receivable - trade, and contract assets	-	12,454
Merchandise and finished goods	753	563
Work in process	1,621	1,501
Raw materials	320	370
Other	252	431
Allowance for doubtful accounts	(13)	(11)
Total current assets	16,945	17,961
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,038	3,960
Other, net	1,360	1,333
Total property, plant and equipment	5,399	5,293
Intangible assets	174	166
Investments and other assets		
Investment securities	3,142	2,744
Other	140	117
Allowance for doubtful accounts	(8)	(8)
Total investments and other assets	3,274	2,853
Total non-current assets	8,848	8,313
Total assets	25,793	26,274
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	4,459	4,424
Electronically recorded obligations - operating	1,243	1,369
Short-term borrowings	2,475	3,260
Income taxes payable	321	162
Provision for bonuses	-	390
Provision for loss on construction contracts	34	16
Other	2,718	2,250
Total current liabilities	11,252	11,873
Non-current liabilities		
Long-term borrowings	1,237	1,123
Retirement benefit liability	1,961	1,921
Other	401	374
Total non-current liabilities	3,600	3,419
Total liabilities	14,853	15,292

(Million yen)

	As of December 31,2021	As of June 30,2022
Net assets		
Shareholders' equity		
Share capital	2,607	2,607
Capital surplus	1,958	1,974
Retained earnings	5,570	5,853
Treasury shares	(225)	(215)
Total shareholders' equity	9,910	10,218
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,204	915
Foreign currency translation adjustment	(87)	(77)
Remeasurements of defined benefit plans	(86)	(74)
Total accumulated other comprehensive income	1,029	762
Total net assets	10,940	10,981
Total liabilities and net assets	25,793	26,274

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the six months)

(Million yen)

	For the six months ended June 30,2021	For the six months ended June 30,2022
Net sales	11,584	12,822
Cost of sales	9,460	10,603
Gross profit	2,124	2,218
Selling, general and administrative expenses	1,443	1,517
Operating profit	680	700
Non-operating income		
Interest income	0	0
Dividend income	37	39
Subsidy income	-	22
Gain on sale of investment securities	-	50
Other	31	31
Total non-operating income	69	143
Non-operating expenses		
Interest expenses	13	16
Guarantee commission	6	6
Other	2	3
Total non-operating expenses	21	26
Ordinary profit	728	818
Profit before income taxes	728	818
Income taxes - current	160	166
Income taxes - deferred	96	127
Total income taxes	257	293
Profit	471	524
Profit attributable to owners of parent	471	524

Quarterly Consolidated Statements of Comprehensive Income (For the six months)

(Million yen)

	For the six months ended June 30,2021	For the six months ended June 30,2022
Profit	471	524
Other comprehensive income		
Valuation difference on available-for-sale securities	25	(288)
Foreign currency translation adjustment	10	10
Remeasurements of defined benefit plans, net of tax	6	11
Total other comprehensive income	42	(267)
Comprehensive income	513	257
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	513	257