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Summly of Consolidated Financial Results for the Nine Months Ended September 30, 2023 [Japanese GAAP]

October 25, 2023

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: November 8, 2023 Scheduled date of commencing dividend payments: -Availability of supplementary briefing material on quarterly financial results: No Schedule of quarterly financial results briefing session: No

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

Managing Director, General Manager of Corporate Planning and

President and Representative Director

Development Division

1. Consolidated Financial Results for the Nine Months Ended September 30, 2023 (January 1, 2023 to September 30, 2023)

(1) Consolidated Operating Re	lidated Operating Results (% indicates changes from the previous corresponding period.)							
	Net sales		Operating profit		Ordinary profit		Profit attributable to	
	i vet sai	Operating pront		prom	Ordinary profit		owners of parent	
Nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2023	18,603	4.2	1,062	30.4	1,191	23.8	782	30.5
September 30, 2022	17,851	7.2	814	(5.5)	962	5.8	599	6.4
(Note) Comprehensive income	: Nine mo	nths ended	l September 30	, 2023:	¥ 1,	,446 millio	on [355.	9%]
	Nine mo	nths ended	l September 30	, 2022:	¥	317 millio	on [(53.6])%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
September 30, 2023	64.36	-
September 30, 2022	49.41	-

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio
As of	Millions of yen	Millions of yen	%
September 30, 2023	24,581	12,643	51.4
December 31, 2022	28,055	11,565	41.2
(Reference) Equity: As	of September 30, 2023:	¥ 12,6	43 million
As	of December 31, 2022:	¥ 11,5	65 million

2. Dividends

		Annual dividends					
	1st quarter-end	Year-end					
	Yen	Yen	Yen	Yen	Yen		
Fiscal year ended December 31, 2022	-	15.00	-	15.00	30.00		
Fiscal year ending December 31, 2023	-	17.50	-				
Fiscal year ending December 31, 2023 (Forecast)				17.50	35.00		

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

(Note) Breakdown of the 3rd quarter dividend for the fiscal year ending December 31, 2023 :

Commemorative dividend	-	yen
Special dividend	-	yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2023(January 1, 2023 to December 31, 2023)

				0	,	·			· · ·
(% indicates changes from the previous corresponding period.)									
	Net sale	es	Operating	profit	Ordinary p	orofit	Profit attribution owners of p		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	27,500	10.0	1,700	18.0	1,850	14.7	1,240	14.5	102.00
(Note) Revision to the financi	Note) Revision to the financial results forecast announced most recently: Yes								

* Notes:

(1) Changes in sign	nificant	subsidiaries during the nine months ended September 30, 2023	3	
(changes in sp	ecified	subsidiaries resulting in changes in scope of consolidation):	No	
New	-	(Company name:)
Exclusion:	-	(Company name:)

(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: No
- 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 a	at the end of the period (including treasury shares):
September 30, 2023:	12,603,595 shares

December 31, 2022:	12,603,595	shares

2) Number of treasury shares at the end of the period:						
September 30, 2023:	437,395 shares					
December 31, 2022:	462,384 shares					

3) Average number of shares outstanding during the period:	
Nine months ended September 30, 2023:	12,153,728 shares
Nine months ended September 30, 2022:	12,130,452 shares

Quarterly Consolidated Financial Statements

Quarterly Consolidated Balance Sheets

		(Millions of yen
	As of December 31, 2022	As of September 30, 2023
Assets		
Current assets		
Cash and deposits	2,327	2,05
Notes and accounts receivable - trade, and contract assets	13,965	9,68
Merchandise and finished goods	535	37
Work in process	1,727	2,00
Raw materials	403	51
Other	423	40
Allowance for doubtful accounts	(16)	(1
Total current assets	19,365	15,01
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	3,928	3,88
Other, net	1,347	1,38
Total property, plant and equipment	5,276	5,26
Intangible assets	232	20
Investments and other assets		
Investment securities	3,047	3,93
Other	142	16
Allowance for doubtful accounts	(8)	
Total investments and other assets	3,181	4,09
Total non-current assets	8,689	9,56
Total assets	28,055	24,58
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,484	3,35
Electronically recorded obligations - operating	1,322	1,46
Short-term borrowings	4,253	1,15
Income taxes payable	404	22
Provision for bonuses	-	84
Provision for loss on construction contracts	1	
Other	2,700	1,57
Total current liabilities	13,167	8,63
 Non-current liabilities		
Long-term borrowings	1,009	83
Retirement benefit liability	1,935	1,85
Other	377	60
Total non-current liabilities	3,322	3,30
– Total liabilities	16,490	11,93

	As of December 31, 2022	As of September 30, 2023
Net assets		
Shareholders' equity		
Share capital	2,607	2,607
Capital surplus	1,974	1,988
Retained earnings	6,229	6,616
Treasury shares	(215)	(204)
Total shareholders' equity	10,594	11,008
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,107	1,753
Foreign currency translation adjustment	(78)	(73)
Remeasurements of defined benefit plans	(58)	(45)
Total accumulated other comprehensive income	970	1,634
Total net assets	11,565	12,643
Total liabilities and net assets	28,055	24,581

Quarterly Consolidated Statements of Income and Comprehensive Income

Quarterly Consolidated Statements of Income (For the nine months)

		(Millions of yen)
	For the nine months ended September 30, 2022	For the nine months ended September 30, 2023
Net sales	17,851	18,603
Cost of sales	14,795	15,252
Gross profit	3,056	3,350
Selling, general and administrative expenses	2,241	2,288
Operating profit	814	1,062
Non-operating income		
Interest income	0	0
Dividend income	43	49
Gain on sale of investment securities	64	22
Gain on sale of non-current assets	-	70
Other	80	33
Total non-operating income	189	175
Non-operating expenses		
Interest expenses	24	28
Guarantee commission	7	6
Other	8	11
Total non-operating expenses	41	46
Ordinary profit	962	1,191
Profit before income taxes	962	1,191
Income taxes - current	339	422
Income taxes - deferred	23	(13)
Total income taxes	363	409
Profit	599	782
Profit attributable to owners of parent	599	782

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

		(Millions of yen)
	For the nine months ended September 30, 2022	For the nine months ended September 30, 2023
Profit	599	782
Other comprehensive income		
Valuation difference on available-for-sale securities	(306)	645
Foreign currency translation adjustment	7	5
Remeasurements of defined benefit plans, net of tax	17	12
Total other comprehensive income	(282)	663
Comprehensive income	317	1,446
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	317	1,446