

**Translation**

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## Summary of Consolidated Financial Results for the Three Months Ended January 31, 2023 (Based on Japanese GAAP)

March 2, 2023

Company name: SENSHU ELECTRIC CO.,LTD.  
 Stock exchange listing: Tokyo  
 Stock code: 9824 URL <https://www.senden.co.jp/>  
 Representative: Representative Director, President Motohide Nishimura  
 Senior Managing Director & Executive  
 Inquiries: Officer & General Manager of Administration Division Kazuto Narita TEL 06-6384-1101  
 Scheduled date to file Quarterly Securities Report: March 9, 2023  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended January 31, 2023 (from November 1, 2022 to January 31, 2023)

#### (1) Consolidated operating results (cumulative)

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	%
Three months ended January 31, 2023	29,764	9.6	2,147	29.4	2,263	28.2	1,520	27.3
Three months ended January 31, 2022	27,161	33.5	1,658	130.2	1,766	115.7	1,194	117.3

(Note) Comprehensive income Three months ended January 31, 2023 ¥1,582 million [39.8%]  
 Three months ended January 31, 2022 ¥1,132 million [57.4%]

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended January 31, 2023	85.14		–	
Three months ended January 31, 2022	65.60		–	

(Notes) 1. The Company conducted a 2-for-1 stock split of common shares on November 1, 2022. “Earnings per share” is calculated on the assumption that the stock split was conducted at the beginning of the previous fiscal year.

2. Diluted earnings per share is not stated because there are no residual shares having the dilutive effect.

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of January 31, 2023	95,123	46,996	49.1
As of October 31, 2022	95,381	46,399	48.4

Reference: Equity As of January 31, 2023 ¥46,679 million  
 As of October 31, 2022 ¥46,123 million

### 2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended October 31, 2022	–	60.00	–	80.00	140.00
Year ending October 31, 2023	–	–	–	–	–
Year ending October 31, 2023 (Forecast)	–	40.00	–	40.00	80.00

(Note) Revision of cash dividend forecast most recently announced: No

The Company conducted a 2-for-1 stock split of common shares on November 1, 2022, and the dividends for the fiscal year ended October 31, 2022 represent the actual amounts of dividends before the stock split.

3. Forecast of consolidated financial results for the year ending October 31, 2023 (from November 1, 2022 to October 31, 2023)

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
Six months ending April 30, 2023	56,600	2.6	3,650	3.2	3,800	2.3	2,580	3.5	145.85
Full year	118,200	4.0	7,800	4.5	8,100	2.6	5,500	3.5	310.92

(Note) Revision of consolidated financial results forecast most recently announced: No

Pursuant to a resolution at a meeting of the Board of Directors held on December 8, 2022, the Company repurchased up to 200,000 treasury shares from December 9, 2022 until April 30, 2023. The earnings per share in the consolidated financial results forecast is calculated taking into account the effect of these stock repurchases.

4. Notes

- (1) Changes in significant subsidiaries during the three months ended January 31, 2023  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

As of January 31, 2023	21,000,000 shares	As of October 31, 2022	21,000,000 shares
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Number of treasury shares at the end of the period

As of January 31, 2023	3,199,510 shares	As of October 31, 2022	3,110,570 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended January 31, 2023	17,856,935 shares	Three months ended January 31, 2022	18,204,988 shares
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(Note) The Company conducted a 2-for-1 stock split of common shares on November 1, 2022. "Total number of issued shares at the end of the period," "number of treasury shares at the end of the period," and "average number of shares during the period" are calculated on the assumption that the stock split had been conducted at the beginning of the previous fiscal year.

\* Quarterly financial results reports are exempt from quarterly reviews conducted by certified public accountants or an audit corporation.

\* Proper use of forecasts of financial results, and other special matters

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. These statements do not purport that the Company pledges to realize such statements. Actual performance and other results may differ materially due to various factors.

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of October 31, 2022	As of January 31, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	27,165	26,601
Notes and accounts receivable - trade	22,572	21,523
Electronically recorded monetary claims - operating	10,831	11,254
Securities	23	23
Merchandise	6,575	7,272
Work in process	250	252
Raw materials and supplies	238	271
Other	267	244
Allowance for doubtful accounts	(14)	(14)
<b>Total current assets</b>	<b>67,910</b>	<b>67,429</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	6,290	6,218
Machinery, equipment and vehicles, net	316	301
Land	10,381	10,363
Leased assets, net	93	86
Other, net	696	1,052
<b>Total property, plant and equipment</b>	<b>17,779</b>	<b>18,022</b>
<b>Intangible assets</b>		
Goodwill	156	148
Other	182	196
<b>Total intangible assets</b>	<b>339</b>	<b>344</b>
<b>Investments and other assets</b>		
Investment securities	1,695	1,853
Long-term loans receivable	5	3
Long-term time deposits	3,000	3,000
Deferred tax assets	896	671
Other, net	4,142	4,184
Allowance for doubtful accounts	(387)	(386)
<b>Total investments and other assets</b>	<b>9,352</b>	<b>9,326</b>
<b>Total non-current assets</b>	<b>27,471</b>	<b>27,693</b>
<b>Total assets</b>	<b>95,381</b>	<b>95,123</b>

(Millions of yen)

	As of October 31, 2022	As of January 31, 2023
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	41,214	41,909
Short-term borrowings	631	631
Current portion of bonds payable	114	114
Current portion of long-term borrowings	20	11
Lease liabilities	24	20
Income taxes payable	1,840	586
Provision for bonuses	767	357
Other	1,309	1,352
Total current liabilities	45,922	44,983
Non-current liabilities		
Bonds payable	107	107
Long-term borrowings	60	60
Lease liabilities	29	25
Deferred tax liabilities	1	6
Provision for retirement benefits for directors (and other officers)	178	178
Retirement benefit liability	2,249	2,279
Asset retirement obligations	6	7
Other	427	479
Total non-current liabilities	3,059	3,142
Total liabilities	48,982	48,126
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,575	2,575
Capital surplus	2,690	2,690
Retained earnings	44,255	45,060
Treasury shares	(4,454)	(4,736)
Total shareholders' equity	45,066	45,589
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	660	762
Foreign currency translation adjustment	390	320
Remeasurements of defined benefit plans	6	6
Total accumulated other comprehensive income	1,056	1,089
Share acquisition rights	38	50
Non-controlling interests	237	267
Total net assets	46,399	46,996
<b>Total liabilities and net assets</b>	<b>95,381</b>	<b>95,123</b>

**Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended January 31, 2022	Three months ended January 31, 2023
Net sales	27,161	29,764
Cost of sales	23,168	25,119
Gross profit	3,993	4,645
Selling, general and administrative expenses		
Freight and packing costs	330	335
Provision of allowance for doubtful accounts	0	(0)
Salaries and bonuses	697	701
Welfare expenses	226	248
Provision for bonuses	313	345
Retirement benefit expenses	68	65
Travel, transportation and communication expenses	65	68
Depreciation	118	121
Amortization of goodwill	–	8
Other	514	602
Total selling, general and administrative expenses	2,334	2,497
Operating profit	1,658	2,147
Non-operating income		
Interest income	1	3
Dividend income	14	19
Rental income from buildings	31	32
Foreign exchange gains	7	2
Other	76	82
Total non-operating income	131	140
Non-operating expenses		
Interest expenses	0	0
Depreciation	12	12
Guarantee commission	2	3
Other	8	7
Total non-operating expenses	23	23
Ordinary profit	1,766	2,263
Profit before income taxes	1,766	2,263
Income taxes - current	400	540
Income taxes - deferred	156	186
Total income taxes	556	726
Profit	1,209	1,537
Profit attributable to non-controlling interests	15	16
Profit attributable to owners of parent	1,194	1,520

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended January 31, 2022	Three months ended January 31, 2023
Profit	1,209	1,537
Other comprehensive income		
Valuation difference on available-for-sale securities	(115)	102
Foreign currency translation adjustment	37	(57)
Remeasurements of defined benefit plans, net of tax	0	0
Total other comprehensive income	(77)	45
Comprehensive income	1,132	1,582
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,111	1,553
Comprehensive income attributable to non-controlling interests	20	29