

Summary of Consolidated Financial Results for the Nine Months Ended March 31, 2022
<under Japanese GAAP>

May 13, 2022

Company Name : MARUBUN CORPORATION
 Listing : Tokyo Stock Exchange
 Securities Code : 7537
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Preparation of supplementary material : Yes
 Holding of investor meeting : No

1. Consolidated Financial Results for the Nine Months Ended March 31, 2022 (April 1,2021 - March 31,2022)
(1) Consolidated Operating Results

| | Net Sales | | Operating Income | | Ordinary Income | | Profit Attributable to Owners of Parent | |
|---------------------------|-----------------|-----|------------------|--------|-----------------|--------|---|---|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| Year ended March 31, 2022 | 167,794 | — | 5,994 | — | 4,106 | — | 2,437 | — |
| Year ended March 31, 2021 | 289,283 | 0.6 | 1,023 | (56.8) | 33 | (98.3) | (2,133) | — |

(Note)

Comprehensive income

| | | |
|---------------------------|-------------------------|------|
| Year ended March 31, 2022 | 3,361 Millions of Yen | [-%] |
| Year ended March 31, 2021 | (1,922) Millions of Yen | [-%] |

| | Earnings per Share -Basic- | Earnings Per Share -Diluted- | Ratio of Net Income to Shareholders' Equity | Ratio of Ordinary Income to Total Assets | Ratio of operating income to net sales |
|---------------------------|----------------------------|------------------------------|---|--|--|
| | Yen | Yen | % | % | % |
| Year ended March 31, 2022 | 93.26 | - | 5.9 | 3.0 | 3.6 |
| Year ended March 31, 2021 | (81.64) | - | (5.2) | 0.0 | 0.4 |

(Reference)

Share of profit of entities accounted for using equity method
 Year ended March 31, 2022
 Year ended March 31, 2021

104 Millions of Yen
 (68) Millions of Yen

(Note)

MARUBUN Corporation (the Company) has been applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020), etc. from the beginning of the first quarter of the current fiscal year and the figures for the first quarter of the fiscal year ending March 31, 2022 are after the application of the said accounting standard, etc., the percentage change from the same quarter of the previous fiscal year is not stated.

(2) Financial Position

| | Total Assets | Total Net Assets | Equity Ratio | Net Assets per Share |
|---------------------------|-----------------|------------------|--------------|----------------------|
| | Millions of Yen | Millions of Yen | % | Yen |
| Year ended March 31, 2022 | 148,179 | 47,574 | 28.8 | 1,634.26 |
| Year ended March 31, 2021 | 127,006 | 45,040 | 31.5 | 1,531.10 |

(Reference)

Tangible net worth

| | |
|---------------------------|------------------------|
| Year ended March 31, 2022 | 42,711 Millions of Yen |
| Year ended March 31, 2021 | 40,015 Millions of Yen |

(Note)

As the Company have been applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) and other standards from the beginning of the first quarter of the current fiscal year, and the figures for the first quarter of the fiscal year ending March 31, 2022 are after the application of these standards.

(3) Cash Flows

| | Net Cash flow from Operating Activities | Net Cash flow from Investing Activities | Net Cash flow from Financing Activities | Cash and Cash Equivalents at End of Fiscal Year |
|---------------------------|---|---|---|---|
| | Millions of Yen | Millions of Yen | Millions of Yen | Millions of Yen |
| Year ended March 31, 2022 | (2,948) | 145 | 391 | 24,693 |
| Year ended March 31, 2021 | 15,205 | (790) | (8,188) | 26,274 |

(Note)

As the Company have been applied the "Accounting Standard for Revenue Recognition" (ASBJ Statement No. 29, March 31, 2020) and other standards from the beginning of the first quarter of the current fiscal year, and the figures for the first quarter of the fiscal year ending March 31, 2022 are after the application of these standards.

2. Dividends

| | Dividend Per Share | | | | | Total dividends (annual) | Dividends Payout ratio (Consolidated) | Dividends on Net Assets (Consolidated) |
|--|--------------------|-------------|-------------|----------|--------|-----------------------------|---|--|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | Year-end | Annual | | | |
| | Yen | Yen | Yen | Yen | Yen | Millions of Yen | % | % |
| Year ended March 31, 2021 | - | 8.00 | - | 8.00 | 16.00 | 418 | - | 1.0 |
| Year ended March 31, 2022 | - | 10.00 | - | 20.00 | 30.00 | 784 | 32.2 | 1.9 |
| Year ending March 31, 2023 (Forecast) | - | 20.00 | - | 25.00 | 45.00 | | 40.6 | |

3. Consolidated Financial Forecasts for the Fiscal Year Ending March 31, 2022

| | Net Sales | | Operating Income | | Ordinary Income | | Profit Attributable to Owners of Parent | | Earnings per Share -Basic- |
|---|-----------------|------|------------------|--------|-----------------|--------|--|--------|-------------------------------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Yen |
| Six months ending September 30, 2022 | 91,000 | 12.9 | 1,600 | (37.9) | 1,300 | (38.2) | 750 | (40.3) | 28.70 |
| Year ending March 31, 2023 | 195,000 | 16.2 | 5,100 | (14.9) | 4,500 | 9.6 | 2,900 | 19.0 | 110.96 |

(Note)

These Financial Forecasts are based on management's assumptions and beliefs in light of the information currently available to it and therefore you should not place undue reliance on them. Marubun Corporation cautions you that a number of important factors could cause actual results to differ materially from those discussed in the forward-looking statements.

1. Management's discussion and analysis of results of operations

(1) Summary of operating results for the fiscal year under review

During the consolidated fiscal year under review (April 1, 2021 to March 31, 2022), the Japanese economy showed signs of a recovery with rallies in consumer spending, production and capital investment, despite the continuing impact of the COVID-19 pandemic. However, there were many factors that required monitoring, such as the situation in Ukraine, surges in raw material prices, interest rate rises in the United States and the weakening yen, resulting in growing uncertainty over the future economic climate.

In the electronics industry, in which the Marubun Group (the "Group") operates, the market continued to grow, aided by fifth-generation mobile network (5G) and digital transformation (DX)-related investments, offsetting the continuing supply shortages of semiconductors and electronic components. Moreover, in response to an expected future increase in demand, sales grew in semiconductors and electronic component manufacturing equipment and inspection devices.

In this situation, the consolidated net sales of the Group during the fiscal year under review came to 167,794 million yen, reflecting rises in sales of electronic components, industrial equipment and laser equipment, attributable to buoyant production and demand for capital investment. On the profit side, operating income was 5,994 million yen, owing to increased sales, favorable growth of products with relatively high margins, and a decrease in selling, general and administrative expenses. Meanwhile, ordinary income came to 4,106 million yen, with profit attributable to owners of parent of 2,437 million yen, as a result of the posting of a foreign exchange loss of 1,641 million yen on a full year basis. The rapid depreciation of the yen in the fourth quarter of the fiscal year under review caused a settlement loss in the repayment of foreign-currency denominated debts and loan principal payments.

The Group has applied Accounting Standards for Revenue Recognition (Accounting Standards Board of Japan (ASBJ) Statement No. 29 issued on March 31, 2020) since the beginning of the consolidated fiscal year under review and net sales of the consolidated fiscal year under review decreased by 146,021 million yen compared to net sales calculated by the conventional method.

Operating results by business segment are as follows:

(Electronic Devices business)

In the Electronic Devices Business, demand for semiconductors for 5G-related equipment and other communication equipment, as well as for semiconductors for industrial equipment and electronic components for consumer equipment grew, attributable to expanded trading areas in the existing business and sales growth of products of new suppliers. Sales of software products, which the Group began fully handling in the fiscal year under review, were also strong. As a result, net sales came to 117,568 million yen. Segment profit was 3,452 million yen due to an improved gross profit ratio and decreased selling, general and administrative expenses.

(Electronic Systems Business)

In the Electronic Systems business, with the recovery in corporate capital investment and production activity, sales of electronic device assembly and inspection equipment were strong in the industrial equipment field, while sales of diode lasers to be incorporated into industrial equipment were robust in the laser device field. In the medical equipment field, demand for diagnostic imaging equipment and polymerase chain reaction (PCR) test-related demand increased. As a result, net sales and segment profit amounted to 50,225 million yen and 2,544 million yen, respectively.

(2) Summary of consolidated financial conditions for the fiscal year under review

(Assets)

Current assets at the end of the consolidated fiscal year under review stood at 137,604 million yen, up 22,800 million yen from the end of the previous fiscal year. This result was mainly attributable to a decrease in notes and accounts receivable - trade of 8,727 million yen, a decrease in merchandise and finished goods of 3,860 million yen, and an increase in accounts receivable - other of 34,490 million yen. Non-current assets amounted to 10,575 million yen, decreasing 1,627 million yen from the end of the previous consolidated fiscal year. This was mainly due to decreases of 433 million yen in tools, furniture and fixtures, 407 million yen in buildings and structures, and 296 million yen in investment securities. As a result, total assets increased by 21,172 million yen from the end of the previous fiscal year to 148,179 million yen.

(Liabilities)

Current liabilities at the end of the consolidated fiscal year under review came to 94,746 million yen, an increase of 18,580 million yen from the end of the previous fiscal year. This was attributable largely to a decrease of 9,176 million yen in notes and accounts payable - trade, and increases of 20,506 million yen in accounts payable - other and 6,477 million yen in short-term borrowings. Non-current liabilities amounted to 5,858 million yen, an increase of 57 million yen from the end of the previous fiscal year. This was primarily a result of an increase of 69 million yen in retirement benefit liability. As a result, total liabilities increased by 18,638 million yen from the end of the previous fiscal year, to 100,604 million yen.

(Net assets)

Net assets totaled 47,574 million yen, up 2,534 million yen from the end of the previous fiscal year. In large part, this was the result of increases of 2,377 million yen in retained earnings and 680 million yen in foreign currency translation adjustment, despite a decrease of 296 million yen in remeasurements of defined benefit plans. Consequently, the equity ratio as at the end of the period stood at 28.8%, down 2.7 points from the 31.5% recorded at the end of the previous fiscal year.

(3) Summary of consolidated statements of cash flows for the fiscal year under review

Cash and cash equivalents on a consolidated basis at the end of the fiscal year under review (hereinafter "cash") decreased 1,580 million yen compared to the end of the previous fiscal year (down 6% year on year), to 24,693 million yen. The decrease was mainly attributable to an increase in accounts payable - other, net increase in short-term borrowings, an increase in accounts receivable - other, and a decrease in trade payables.

The status and primary contributing factors for each cash flows category were as follows:

(Cash flows from operating activities)

Funds used in operating activities stood at 2,948 million yen (compared with funds of 15,205 million yen provided in the previous fiscal year). This mainly reflected increases in accounts payable - other of 20,704 million yen and accounts receivable - other of 25,492 million yen.

(Cash flows from investing activities)

Funds provided by investing activities stood at 145 million yen (compared with funds of 790 million yen used in the previous fiscal year). The major factor included an inflow of 1,240 million yen from withdrawals from time deposits, offsetting an outflow of 1,108 million yen from deposits into time deposits.

(Cash flows from financing activities)

Funds provided by financing activities stood at 391 million yen (compared with funds of 8,188 million yen used in the previous fiscal year). This was mainly attributable to a net increase in short-term borrowings of 1,754 million yen, offsetting dividend payments to non-controlling shareholders of 766 million yen and dividend payments of 469 million yen.

(4) Future outlook

In 2022, the Company is celebrating the 75th year anniversary of its founding and the 25th year anniversary of its listing on the Tokyo Stock Exchange. In this auspicious year, the Group has redefined its Purpose, Vision and Mission based on a long-term perspective and has developed a new medium-term management plan, Marubun Nextage 2024, which covers the period from FY2022 to FY2024. The Group aims to achieve a consolidated ordinary income of no less than 6.0 billion yen and an ROE of 8% or more by FY2024, the final year of the plan. It will work to evolve its business portfolio and improve profitability.

Specifically, the Company reviewed the two existing core business segments of the Electronic Devices Business and Electronic Systems Business and established the third business segment of Electronic Solutions Business in FY2022 in order to ensure continued long-term growth. In the new Electronic Solutions Business, the Group plans to combine its wealth of commercial products with Artificial Intelligence, Internet of Things and network technologies and to provide new added value as its unique solutions to customers.

Conditions are expected to remain challenging in the fiscal year ending March 31, 2023, given the increasingly uncertain management environment due to the Ukraine crisis and other geopolitical risks, the prolonged COVID-19 pandemic, the containment of which is not yet in sight, surges in resource prices, price fluctuations and movements in the financial market.

In the electronics industry where the Group operates, although the global supply shortage of semiconductors will likely persist and the normalization of supply-demand balance is expected to take more time, an increase in demand is anticipated with the progress of EV conversion and speedier communications. Moreover, DX-related investments are expected to remain solid.

In this business environment, the Group anticipates an increase in demand in the Electronic Devices Business through the acquisition of new commercial rights and the handling of new commercial products in semiconductors and electronic components, and an increase in sales in the Electronic Systems Business, particularly in the industrial, aerospace, and medical equipment fields where order backlogs are accumulated from the previous fiscal year. It also expects growth in network-related in the Electronic Solutions Business.

In light of the foregoing, the Group expects to achieve net sales of 195,000 million yen (up 16.2% year on year), operating income of 5,100 million yen (down 14.9%), ordinary income of 4,500 million yen (up 9.6%), and net profit attributable to owners of parent of 2,900 million yen (up 19.0%) for the fiscal year ending March 31, 2023.

Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of yen)

| | As of March 31, 2021 | As of March 31, 2022 |
|---|----------------------|----------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 26,874 | 25,245 |
| Notes and accounts receivable - trade | 46,723 | 37,996 |
| Electronically recorded monetary claims - operating | 4,334 | 6,219 |
| Merchandise and finished goods | 34,174 | 30,313 |
| Work in process | 34 | 118 |
| Accounts receivable - other | 596 | 35,087 |
| Other | 2,077 | 2,636 |
| Allowance for doubtful accounts | (11) | (12) |
| Total current assets | 114,804 | 137,604 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 4,095 | 3,651 |
| Accumulated depreciation | (2,433) | (2,396) |
| Buildings and structures, net | 1,662 | 1,255 |
| Machinery, equipment and vehicles | 10 | 10 |
| Accumulated depreciation | (10) | (10) |
| Machinery, equipment and vehicles, net | 0 | 0 |
| Tools, furniture and fixtures | 2,595 | 2,106 |
| Accumulated depreciation | (1,719) | (1,663) |
| Tools, furniture and fixtures, net | 876 | 443 |
| Land | 1,596 | 1,411 |
| Leased assets | 83 | 38 |
| Accumulated depreciation | (65) | (15) |
| Leased assets, net | 17 | 23 |
| Right of use assets | 154 | 170 |
| Accumulated depreciation | (85) | (104) |
| Right of use assets, net | 69 | 66 |
| Construction in progress | — | 1 |
| Total property, plant and equipment | 4,221 | 3,201 |
| Intangible assets | 925 | 1,039 |
| Investments and other assets | | |
| Investment securities | 2,518 | 2,222 |
| Deferred tax assets | 1,136 | 1,039 |
| Retirement benefit asset | — | 235 |
| Other | 3,857 | 2,915 |
| Allowance for doubtful accounts | (457) | (78) |
| Total investments and other assets | 7,055 | 6,334 |
| Total non-current assets | 12,202 | 10,575 |
| Total assets | 127,006 | 148,179 |

(1) Consolidated Balance Sheet

(Millions of yen)

| | As of March 31, 2021 | As of March 31, 2022 |
|--|----------------------|----------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 30,298 | 21,121 |
| Short-term borrowings | 42,194 | 48,672 |
| Current portion of long-term borrowings | 50 | 50 |
| Lease liabilities | 67 | 76 |
| Accounts payable - other | 1,349 | 21,855 |
| Income taxes payable | 61 | 617 |
| Provision for bonuses | 631 | 974 |
| Other | 1,512 | 1,377 |
| Total current liabilities | 76,165 | 94,746 |
| Non-current liabilities | | |
| Long-term borrowings | 5,075 | 5,025 |
| Lease liabilities | 87 | 103 |
| Retirement benefit liability | 261 | 331 |
| Provision for retirement benefits for directors (and other officers) | 95 | 108 |
| Asset retirement obligations | 180 | 126 |
| Other | 101 | 163 |
| Total non-current liabilities | 5,801 | 5,858 |
| Total liabilities | 81,966 | 100,604 |
| Net assets | | |
| Shareholders' equity | | |
| Share capital | 6,214 | 6,214 |
| Capital surplus | 6,353 | 6,353 |
| Retained earnings | 27,854 | 30,231 |
| Treasury shares | (1,631) | (1,631) |
| Total shareholders' equity | 38,791 | 41,168 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 831 | 761 |
| Deferred gains or losses on hedges | 36 | 39 |
| Foreign currency translation adjustment | (29) | 651 |
| Remeasurements of defined benefit plans | 385 | 89 |
| Total accumulated other comprehensive income | 1,224 | 1,542 |
| Non-controlling interests | 5,024 | 4,863 |
| Total net assets | 45,040 | 47,574 |
| Total liabilities and net assets | 127,006 | 148,179 |

(2) Consolidated Statements of Income

(Millions of yen)

| | Fiscal year ended March 31, 2021 | Fiscal year ended March 31, 2022 |
|---|-------------------------------------|-------------------------------------|
| Net sales | 289,283 | 167,794 |
| Cost of sales | 273,066 | 147,542 |
| Gross profit | 16,217 | 20,251 |
| Selling, general and administrative expenses | 15,193 | 14,257 |
| Operating profit | 1,023 | 5,994 |
| Non-operating income | | |
| Interest income | 13 | 5 |
| Dividend income | 49 | 53 |
| Share of profit of entities accounted for using equity method | — | 104 |
| Rental income from non-current assets | 19 | 18 |
| Rental income from investment property | 24 | 24 |
| Miscellaneous income | 52 | 61 |
| Total non-operating income | 160 | 269 |
| Non-operating expenses | | |
| Interest expenses | 386 | 363 |
| Sales discounts | 131 | 8 |
| Loss on sale of trade receivables | 50 | 30 |
| Foreign exchange losses | 333 | 1,641 |
| Share of loss of entities accounted for using equity method | 68 | — |
| Miscellaneous losses | 179 | 112 |
| Total non-operating expenses | 1,149 | 2,156 |
| Ordinary profit | 33 | 4,106 |
| Extraordinary income | | |
| Gain on sale of non-current assets | 0 | 130 |
| Gain on sales of real estate for investment | 31 | 135 |
| Total extraordinary income | 31 | 266 |
| Extraordinary losses | | |
| Loss on sale and retirement of non-current assets | 15 | 6 |
| Impairment losses | 5 | 299 |
| Loss on valuation of investment securities | 1,350 | 217 |
| Extra retirement payments | 1,229 | — |
| Other | 2 | 0 |
| Total extraordinary losses | 2,603 | 524 |
| Profit (loss) before income taxes | (2,537) | 3,848 |
| Income taxes - current | 355 | 872 |
| Income taxes - deferred | (741) | 312 |
| Total income taxes | (386) | 1,185 |
| Profit (loss) | (2,151) | 2,663 |
| Profit (loss) attributable to non-controlling interests | (17) | 225 |
| Profit (loss) attributable to owners of parent | (2,133) | 2,437 |

Consolidated statements of comprehensive income

(Millions of yen)

| | Fiscal year ended March 31, 2021 | Fiscal year ended March 31, 2022 |
|--|-------------------------------------|-------------------------------------|
| Profit (loss) | (2,151) | 2,663 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | 491 | (69) |
| Deferred gains or losses on hedges | 39 | 2 |
| Foreign currency translation adjustment | (795) | 1,088 |
| Remeasurements of defined benefit plans, net of tax | 495 | (296) |
| Share of other comprehensive income of entities accounted for using equity method | (1) | (27) |
| Total other comprehensive income | 229 | 698 |
| Comprehensive income | (1,922) | 3,361 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | (1,602) | 2,755 |
| Comprehensive income attributable to non-controlling interests | (320) | 605 |

(3) Consolidated Statements of Cash Flows

(Millions of yen)

| | Fiscal year ended March 31, 2021 | Fiscal year ended March 31, 2022 |
|---|-------------------------------------|-------------------------------------|
| Cash flows from operating activities | | |
| Profit (loss) before income taxes | (2,537) | 3,848 |
| Depreciation | 762 | 703 |
| Impairment losses | 5 | 299 |
| Increase (decrease) in allowance for doubtful accounts | 14 | (379) |
| Increase (decrease) in provision for bonuses | (69) | 339 |
| Increase (decrease) in provision for retirement benefits for directors (and other officers) | (2) | 12 |
| Increase (decrease) in retirement benefit liability | (114) | (359) |
| Decrease (increase) in retirement benefit asset | — | (235) |
| Interest and dividend income | (62) | (59) |
| Interest expenses | 386 | 363 |
| Foreign exchange losses (gains) | 661 | 4,338 |
| Share of loss (profit) of entities accounted for using equity method | 68 | (104) |
| Loss (gain) on sale and retirement of non-current assets | 15 | (123) |
| Loss (gain) on sales of real estate for investment | (31) | (135) |
| Loss (gain) on valuation of investment securities | 1,350 | 217 |
| Extra retirement payments | 1,229 | — |
| Decrease (increase) in trade receivables | 3,969 | 7,498 |
| Decrease (increase) in inventories | 6,399 | (4,563) |
| Increase (decrease) in trade payables | 5,093 | (9,763) |
| Decrease (increase) in accounts receivable - other | (323) | (25,492) |
| Increase (decrease) in accounts payable - other | 191 | 20,704 |
| Other, net | (130) | (170) |
| Subtotal | 16,877 | (3,062) |
| Interest and dividends received | 63 | 59 |
| Dividends received from entities accounted for using equity method | — | 824 |
| Interest paid | (390) | (358) |
| Income taxes paid | (321) | (503) |
| Income taxes refund | 191 | 101 |
| Extra retirement payments | (1,214) | (8) |
| Net cash provided by (used in) operating activities | 15,205 | (2,948) |
| Cash flows from investing activities | | |
| Payments into time deposits | (660) | (1,108) |
| Proceeds from withdrawal of time deposits | 376 | 1,240 |
| Purchase of property, plant and equipment | (427) | (314) |
| Proceeds from sale of property, plant and equipment | — | 599 |
| Purchase of intangible assets | (120) | (425) |
| Proceeds from sale of investment property | 31 | 140 |
| Purchase of investment securities | (44) | (25) |
| Payments for asset retirement obligations | (5) | — |
| Other, net | 60 | 37 |
| Net cash provided by (used in) investing activities | (790) | 145 |
| Cash flows from financing activities | | |
| Net increase (decrease) in short-term borrowings | (5,739) | 1,754 |
| Repayments of long-term borrowings | (1,050) | (50) |
| Dividends paid | (731) | (469) |
| Dividends paid to non-controlling interests | (573) | (766) |
| Other, net | (93) | (76) |
| Net cash provided by (used in) financing activities | (8,188) | 391 |
| Effect of exchange rate change on cash and cash equivalents | (426) | 830 |
| Net increase (decrease) in cash and cash equivalents | 5,800 | (1,580) |
| Cash and cash equivalents at beginning of period | 20,473 | 26,274 |
| Cash and cash equivalents at end of period | 26,274 | 24,693 |

Consolidated Segment Information

Business Segments

Year ended March 31, 2021

(Millions of yen)

| | Reportable segments | | | Reconciling items | Per consolidated financial statements |
|---|-----------------------------|-----------------------------|---------------------|-------------------|---------------------------------------|
| | Electronic Devices business | Electronic Systems business | Reportable segments | | |
| Sales | | | | | |
| Revenues from external customers | 242,050 | 47,233 | 289,283 | — | 289,283 |
| Transactions with other segments | 1 | 629 | 631 | (631) | — |
| Net sales | 242,052 | 47,862 | 289,915 | (631) | 289,283 |
| Operating profit (loss) | (951) | 1,983 | 1,031 | (7) | 1,023 |
| Assets | 94,134 | 32,959 | 127,093 | (86) | 127,006 |
| Other items | | | | | |
| Depreciation | 488 | 274 | 762 | — | 762 |
| Impairment losses | 0 | 5 | 5 | — | 5 |
| Investments in entities accounted for using equity method | 2,140 | — | 2,140 | — | 2,140 |
| Increase in property, plant and equipment and intangible assets | 371 | 489 | 860 | — | 860 |

Year ended March 31, 2022

(Millions of yen)

| | Reportable segments | | | Reconciling items | Per consolidated financial statements |
|---|-----------------------------|-----------------------------|---------------------|-------------------|---------------------------------------|
| | Electronic Devices business | Electronic Systems business | Reportable segments | | |
| Sales | | | | | |
| Revenues from external customers | 117,568 | 50,225 | 167,794 | — | 167,794 |
| Transactions with other segments | 47 | 884 | 932 | (932) | — |
| Net sales | 117,615 | 51,110 | 168,726 | (932) | 167,794 |
| Operating profit (loss) | 3,452 | 2,544 | 5,997 | (3) | 5,994 |
| Assets | 117,263 | 30,970 | 148,234 | (54) | 148,179 |
| Other items | | | | | |
| Depreciation | 479 | 223 | 703 | — | 703 |
| Impairment losses | 216 | 82 | 299 | — | 299 |
| Investments in entities accounted for using equity method | 1,597 | — | 1,597 | — | 1,597 |
| Increase in property, plant and equipment and intangible assets | 433 | 210 | 643 | — | 643 |