MinebeaMitsumi
Passion to Create Value through Difference

FASF MEMBERSHIP

FIRST QUARTER BRIEF REPORT OF FINANCIAL RESULTS〔IFRS〕 (Consolidated)

(Year ending March 31, 2025)

August 2, 2024

Registered
Company Name: MINEBEA MITSUMI Inc. Common Stock Listings: Tokyo
Code No: 6479 URL: https://www.minebeamitsumi.com/
Representative: Yoshihisa Kainuma Representative Director, Chairman CEO
Contact: Jun Yutani General Manager of Accounting Department Phone: (03) 6758-6711

Expected date of payment for dividends: —
Preparation of supplementary explanation material for financial results : Yes
Holding of presentation meeting for financial results : Yes (For Analyst)

(Amounts less than one million yen have been rounded.)

1. Business Performance (April 1, 2024 through June 30, 2024)

(1) Consolidated Results of Operations (Year-to-date)

(%: Changes from corresponding period of previous fiscal year)

	Net sales (millions of yen)	% Change	Operating income (millions of yen)	% Change	Profit before income taxes (millions of yen)	% Change
Three months ended Jun. 30, 2024	355,454	21.6	20,025	196.9	19,357	127.7
Three months ended Jun. 30, 2023	292,370	16.5	6,743	(52.7)	8,502	(40.4)

	Profit for the period (millions of yen)	% Change	Profit for the period attributable to owners of the parent (millions of yen)	% Change	Comprehensive income for the period (millions of yen)	% Change
Three months ended Jun. 30, 2024	13,934	223.0	13,936	239.1	50,639	63.2
Three months ended Jun. 30, 2023	4,314	(59.8)	4,109	(61.7)	31,028	(13.2)

	Earnings per share, basic (yen)	Earnings per share, diluted (yen)
Three months ended Jun. 30, 2024	34.46	34.46
Three months ended Jun. 30, 2023	10.06	10.06

(Notes) During the fiscal year ended March 31, 2024, the provisional accounting treatment for business combinations has been finalized. For the figures for the first quarter of the fiscal year ended March 31, 2024, the contents of finalization of the provisional accounting treatment have been reflected.

(2) Consolidated Financial Position

	Total assets (millions of yen)	Total equity (millions of yen)	Total equity attributable to owners of the parent (millions of yen)	Equity ratio attributable to owners of the parent (%)
As of Jun. 30, 2024	1,552,688	757,704	746,102	48.1
As of Mar. 31, 2024	1,416,122	715,724	704,139	49.7

2. Dividends

	Annual dividends				
	End of first quarter (yen)	End of second quarter (yen)	End of third quarter (yen)	Year-end (yen)	For the year (yen)
Year ended Mar. 31, 2024	—	20.00	—	20.00	40.00
Year ending Mar. 31, 2025	—				
Year ending Mar. 31, 2025 (Forecast)		—	—	—	—

(Notes) Changes from the latest dividend forecast: No
Regarding the annual dividends for the fiscal year ending March 31, 2025, we will determine the dividend payout of around 20% on a consolidated basis.

3. Prospect for Consolidated Forecast for the Fiscal Year (April 1, 2024 through March 31, 2025)

(%: Changes from corresponding period of previous fiscal year)

	Net sales (millions of yen)	% Change	Operating income (millions of yen)	% Change
Six months ending Sep. 30, 2024	770,000	14.6	48,000	68.5
Year ending Mar. 31, 2025	1,560,000	11.3	103,000	40.1

	Profit for the period attributable to owners of the parent (millions of yen)	% Change	Earnings per share, basic (yen)
Six months ending Sep. 30, 2024	34,000	65.9	84.08
Year ending Mar. 31, 2025	73,000	35.1	180.52

(Notes) Changes from the latest consolidated results forecast: Yes

* Notes

(1) Significant changes in the scope of consolidation during the period: Yes
Anew: 1 company Minebea Power Semiconductor Device Inc. , Excluded: None

(2) Changes in accounting policies, or changes in accounting estimates
1. Changes in accounting policies required by IFRS: Yes
2. Changes in accounting policies other than 1: None
3. Changes in accounting estimates: None

(3) Number of shares outstanding (Common stock)
1. Number of shares outstanding at the end of each period (Including treasury shares)
As of June 30, 2024: 427,080,606 shares
As of March 31, 2024: 427,080,606 shares
2. Number of treasury shares at the end of each period
As of June 30, 2024: 22,694,417 shares
As of March 31, 2024: 22,694,269 shares
3. Average number of shares (Quarterly cumulative period)
Three months ended June 30, 2024: 404,386,252 shares
Three months ended June 30, 2023: 408,381,083 shares

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

* Explanation for appropriate use of financial forecasts and other special remarks

(Caution Concerning Forward-Looking Statements)

The aforementioned forecasts are based on the information available as of the date when this information is disclosed as well as on the assumptions as of the disclosing date of this information related to unpredictable parameters that will most likely affect our future business performance. As such, this is not intended for the Company to give assurance that the said forecast number would be achieved. In other words, our actual performances are likely to differ greatly from these estimates depending on a variety of factors that will take shape from now on. As for the assumptions used for these forecasts and other related items, please refer to "1. Analysis of Operating Performance and Financial Position, (3) Explanation of Consolidated Forecast and Other Forecasts" on page 5 of the documents attached hereunder.

(Investor Briefing Materials for Analysts)

Investor briefing materials will be made available via our corporate website (https://www.minebeamitsumi.com/) on Friday, August 2, 2024.

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1. Analysis of Operating Performance and Financial Position

(1) Analysis of Operating Performance for the current quarter

During the three months ended June 30, 2024, the Japanese economy showed a recovery due to a capital investment remained firm and inbound demand remained at a higher level than before the COVID-19 Demand. The U.S. economy saw a slowdown in personal consumption due to rising prices, despite increased capital investment due to increased demand related to artificial intelligence, such as IT services and data centers, as well as support policies for the semiconductor and clean energy industries. In Europe, housing investment remained sluggish due to monetary tightening, but personal consumption increased due to a recovery in real income accompanying the easing of inflationary pressures. In the Chinese economy, although exports increased in automobile sales, investment in real estate development remained sluggish. In Southeast Asia, inbound demand was firm, and exports to the United States, mainly electronic equipment, were strong.

Working against this backdrop, the MinebeaMitsumi Group (our "Group") concentrated on cutting costs, creating high-value-added products, developing new technologies, and enhancing its marketing approach to boost profitability further.

As a result, net sales were up 63,084 million yen (21.6%) year on year to 355,454 million yen. Operating income was up 13,282 million yen (196.9%) year on year to 20,025 million yen, profit before income taxes was up 10,855 million yen (127.7%) to 19,357 million yen, and profit for the period attributable to owners of the parent was up 9,827 million yen (239.1%) to 13,936 million yen.

The above includes the profit and loss of Minebea Power Semiconductor Device Inc., (former Hitachi Power Semiconductor Device, Ltd.) acquired on May 2, 2024.

In addition, during the previous consolidated fiscal year, the provisional accounting treatment for the business combination has been finalized. For the Consolidated Financial Statements for the first quarter of the previous year, the contents of finalization of the provisional accounting treatment have been reflected.

Performance by segment was as follows:

In addition, some classification in “Semiconductor & Electronics segment”, “Access Solutions segment”, and "Adjustments" have changed from the first quarter of the fiscal year. The segment information disclosed for the first quarter of the previous year has been prepared based on the classification of reporting segments after the corporate organization change.

The main products in Precision Technologies segment include our Group's anchor product line, ball bearings, in addition to mechanical components such as rod-end bearings used primarily in aircraft and hard disk drive (HDD) pivot assemblies, etc. as well as fasteners for aircraft. Sales of ball bearings, our Group's mainstay product, increased due to strong demand for use in automobiles and aircraft. In addition, sales of rod-end bearings increased due to an increase in aircraft-related demand. Sales of pivot assemblies increased due to a rebound in demand for use in HDD.

As a result, net sales were up 14,738 million yen (30.8%) year on year to 62,655 million yen, while operating income was up 4,804 million yen (58.5%) to 13,013 million yen.

The main products of Motor, Lighting & Sensing segment include electronic devices (devices such as LED backlights for LCDs, sensing devices (measuring components), etc.), HDD spindle motors, stepping motors, DC motors, fan motors, automotive motors, and special devices. Sales increased mainly due to a recovery in demand for spindle motors for HDD.

As a result, net sales were up 11,326 million yen (12.9%) year on year to 99,120 million yen, and operating income was up 3,297 million yen (182.5%) to 5,105 million yen.

The main products in Semiconductor & Electronics segment are semiconductor devices, optical devices, mechanical components, power supply components, and smart products. In addition to the business integration of Minebea Power Semiconductor Device Inc., net sales were up owing to increased sales of optical devices for camera actuators.

As a result, net sales were up 29,499 million yen (36.1%) year on year to 111,229 million yen, and operating income was up 4,174 million yen (752.3%) to 4,729 million yen.

The main products of Access Solutions segment are key sets, door latches, door handles, and other automotive components as well as industrial equipment components. Sales increased due to an increase in demand for automotive antennas.

As a result, net sales were up 7,887 million yen (10.7%) year on year to 81,535 million yen, and operating income was up 2,837 million yen to 3,000 million yen.

Software design, development, and machines produced in-house are the main products in our Other business segment. Net sales were down 366 million yen (-28.5%) year on year to 915 million yen, and the operating loss increased 227 million yen to 247 million yen.

In addition to the figures noted above, 5,575 million yen in corporate expenses, etc. not belonging to any particular segment is indicated as adjustments. The total amount of adjustments was 3,972 million yen for the same period of the previous fiscal year.

(2) Analysis of Financial Position for the current quarter

1. Basic approach to financial strategy and capital policy

Our Group sees “strengthening our financial position” as a top priority and is taking various steps, such as efficient controlling of capital investments, asset management, and reducing interest-bearing debt. We will reform our portfolio to increase the weight of our highly profitable core businesses and engage in highly effective M&A, promoting an appropriate and flexible financial strategy.

2. Assets, liabilities and equity

Total assets at the end of the first quarter were 1,552,688 million yen, up 136,566 million yen from the end of the previous fiscal year. The main reason for this was an increase in inventories and property, plant and equipment.

Total liabilities at the end of the first quarter were 794,984 million yen, up 94,586 million yen from the end of the previous fiscal year. The main reason for this was an increase in bonds, and borrowings, trade and other payables.

Equity came to 757,704 million yen, bringing the equity ratio attributable to owners of the parent down 1.6 percentage points from the end of the previous fiscal year to 48.1%.

3. Cash flows

Cash and cash equivalents at the end of the first quarter were 153,149 million yen, up 6,485 million yen from the end of the previous fiscal year.

Cash flows from various business activities during the first three months and relevant factors were as follows:

Net cash provided in operating activities came to 30,203 million yen (compared to 33,663 million yen in the same period of the previous year). This was primarily due to profit before income taxes, depreciation and amortization, increases and decreases in inventories, and increases and decreases in trade and other receivables, etc. Net cash used in investing activities came to 61,722 million yen (compared to 17,704 million yen in the same period of the previous year). This was primarily due to purchase of investments in subsidiaries resulting in change in scope of consolidation and purchase of property, plant and equipment, etc. Net cash provided by financing activities came to 31,505 million yen (compared to 10,123 million yen used in financing activities in the same period of the previous year). This was primarily due to changes in short-term borrowings, etc.

(3) Explanation of Consolidated Forecast and Other Forecasts

In addition to first quarter results exceeding the initial forecast, we expect demand for ball bearings, spindle motors for HDD, semiconductor devices and other products to remain strong in the second quarter. As such, we have revised the forecast announced in the financial results report on May 10, 2024 upward from 1,500,000 million yen to 1,560,000 million yen for net sales, from 100,000 million yen to 103,000 million yen for operating income, and upward from 71,000 million yen to 73,000 million yen for profit for the period attributable to owners of the parent.

	Six months ending Sep. 30, 2024		Year ending Mar. 31, 2025	
Net sales	770,000million yen	(14.6%)	1,560,000million yen	(11.3 %)
Operating income	48,000million yen	(68.5%)	103,000million yen	(40.1 %)
Profit for the year attributable to owners of the parent	34,000million yen	(65.9%)	73,000million yen	(35.1 %)

( ): Changes from corresponding period of previous fiscal year

(4) Basic Policy for Profit Sharing and Dividend for the Current Fiscal Year

Sharing profits with our Group's shareholders is first priority for MinebeaMitsumi (the "Company"). That is why its basic dividend policy gives priority to enhancing equity efficiency and improving returns to our shareholders. Dividends, while reflecting performance, are determined in light of the overall business environment and with an eye to maintaining a stable and continuous distribution of profits.

Based on the basic policy above, in the previous fiscal year, we provided an interim dividend of 20 yen and a year-end dividend of 20 yen, bringing the annual dividend to 40 yen per share.

The interim and year-end dividends for the fiscal year under review will be decided at a later date aiming for a consolidated dividends payout ratio of around 20%.

2. Condensed Quarterly Consolidated Financial Statements and Major Notes
(1) Condensed Quarterly Consolidated Statements of Financial Position

(Amount: millions of yen)

	As of March 31, 2024	As of June 30, 2024
Assets		
Current assets		
Cash and cash equivalents	146,664	153,149
Trade and other receivables	308,420	307,604
Inventories	294,921	359,571
Other financial assets	9,706	11,314
Other current assets	32,595	49,006
Total current assets	792,306	880,644
Non-current assets		
Property, plant and equipment	497,870	523,912
Goodwill	47,722	64,918
Intangible assets	19,042	19,720
Other financial assets	34,116	35,737
Deferred tax assets	17,952	18,949
Other non-current assets	7,114	8,808
Total non-current assets	623,816	672,044
Total assets	1,416,122	1,552,688

(Continued)

(Amount: millions of yen)

	As of March 31, 2024	As of June 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	196,542	231,946
Bonds and borrowings	147,238	198,614
Other financial liabilities	12,840	19,192
Income taxes payable	7,981	10,856
Provisions	3,959	3,621
Other current liabilities	65,324	61,418
Total current liabilities	433,884	525,647
Non-current liabilities		
Bonds and borrowings	215,145	214,094
Other financial liabilities	16,391	17,910
Net defined benefit liabilities	24,784	27,382
Provisions	850	816
Deferred tax liabilities	3,310	2,780
Other non-current liabilities	6,034	6,355
Total non-current liabilities	266,514	269,337
Total liabilities	700,398	794,984
Equity		
Common stock	68,259	68,259
Capital surplus	141,135	141,135
Treasury shares	(51,860)	(51,861)
Retained earnings	415,318	421,112
Other components of equity	131,287	167,457
Total equity attributable to owners of the Company	704,139	746,102
Non-controlling interests	11,585	11,602
Total equity	715,724	757,704
Total liabilities and equity	1,416,122	1,552,688

(2) Condensed Quarterly Consolidated Statements of Income
and Condensed Quarterly Consolidated Statements of Comprehensive Income
(Condensed Quarterly Consolidated Statements of Income)

(Amount: millions of yen)

	Three months ended June 30,2023	Three months ended June 30,2024
Net sales	292,370	355,454
Cost of sales	247,876	292,100
Gross profit	44,494	63,354
Selling, general and administrative expenses	38,113	43,458
Other income	855	647
Other expenses	493	518
Operating income	6,743	20,025
Finance income	2,902	1,050
Finance expenses	1,143	1,718
Profit before income taxes	8,502	19,357
Income taxes	4,188	5,423
Profit for the year	4,314	13,934
Profit for the year attributable to:		
Owners of the Company	4,109	13,936
Non-controlling interests	205	(2)
Profit for the year	4,314	13,934
Earnings per share (EPS)		
Basic (Yen)	10.06	34.46
Diluted (Yen)	10.06	34.46

(Condensed Quarterly Consolidated Statements of Comprehensive Income)

(Amount: millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Profit for the year	4,314	13,934
Other comprehensive income		
Components of other comprehensive income that will not be reclassified to profit or loss, net of tax:		
Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	1,136	770
Remeasurement of defined benefit plans	6	(55)
Sub-total	1,142	715
Components of other comprehensive income that will be reclassified to profit or loss, net of tax:		
Foreign exchange differences on translation of foreign operations	29,685	36,047
Cash flow hedges	(4,113)	(57)
Sub-total	25,572	35,990
Other comprehensive income, net of tax	26,714	36,705
Comprehensive income for the year	31,028	50,639
Comprehensive income attributable to:		
Owners of the Company	30,685	50,051
Non-controlling interests	343	588
Comprehensive income for the year	31,028	50,639

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

(Amount: millions of yen)

	Equity attributable to owners of the Company					
					Other components of equity	
	Common stock	Capital surplus	Treasury shares	Retained earnings	Foreign currency translation	Cash flow hedge
Balance as of April 1, 2023	68,259	141,165	(42,226)	378,805	75,318	3,176
Profit for the period	—	—	—	4,109	—	—
Other comprehensive income	—	—	—	—	29,547	(4,113)
Comprehensive income for the period	—	—	—	4,109	29,547	(4,113)
Purchase of treasury shares	—	—	(1)	—	—	—
Dividends	—	—	—	(8,168)	—	—
Transfer to retained earnings	—	—	—	6	—	—
Total transactions with owners	—	—	(1)	(8,162)	—	—
Balance as of June 30, 2023	68,259	141,165	(42,227)	374,752	104,865	(937)

	Equity attributable to owners of the Company					
	Other components of equity					
	Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	Remeasurement of defined benefit plans	Subtotal	Total	Non-controlling interests	Total equity
Balance as of April 1, 2023	4,628	—	83,122	629,125	9,993	639,118
Profit for the period	—	—	—	4,109	205	4,314
Other comprehensive income	1,136	6	26,576	26,576	138	26,714
Comprehensive income for the period	1,136	6	26,576	30,685	343	31,028
Purchase of treasury shares	—	—	—	(1)	—	(1)
Dividends	—	—	—	(8,168)	(362)	(8,530)
Transfer to retained earnings	—	(6)	(6)	—	—	—
Total transactions with owners	—	(6)	(6)	(8,169)	(362)	(8,531)
Balance as of June 30, 2023	5,764	—	109,692	651,641	9,974	661,615

(Amount: millions of yen)

	Equity attributable to owners of the Company					
					Other components of equity	
	Common stock	Capital surplus	Treasury shares	Retained earnings	Foreign currency translation	Cash flow hedge
Balance as of April 1, 2024	68,259	141,135	(51,860)	415,318	126,489	(1,482)
Profit for the period	—	—	—	13,936	—	—
Other comprehensive income	—	—	—	—	35,457	(57)
Comprehensive income for the period	—	—	—	13,936	35,457	(57)
Purchase of treasury shares	—	—	(1)	—	—	—
Dividends	—	—	—	(8,087)	—	—
Transfer to retained earnings	—	—	—	(55)	—	—
Total transactions with owners	—	—	(1)	(8,142)	—	—
Balance as of June 30, 2024	68,259	141,135	(51,861)	421,112	161,946	(1,539)

	Equity attributable to owners of the Company					
	Other components of equity					
	Net changes in revaluation of equity instruments measured at fair value through other comprehensive income	Remeasurement of defined benefit plans	Subtotal	Total	Non-controlling interests	Total equity
Balance as of April 1, 2024	6,280	—	131,287	704,139	11,585	715,724
Profit for the period	—	—	—	13,936	(2)	13,934
Other comprehensive income	770	(55)	36,115	36,115	590	36,705
Comprehensive income for the period	770	(55)	36,115	50,051	588	50,639
Purchase of treasury shares	—	—	—	(1)	—	(1)
Dividends	—	—	—	(8,087)	(571)	(8,658)
Transfer to retained earnings	—	55	55	—	—	—
Total transactions with owners	—	55	55	(8,088)	(571)	(8,659)
Balance as of June 30, 2024	7,050	—	167,457	746,102	11,602	757,704

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Amount: millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Cash flows from operating activities:		
Profit before income taxes	8,502	19,357
Depreciation and amortization	14,166	15,938
Interest income and dividends income	(746)	(971)
Interest expenses	1,129	1,187
Net loss (gain) on sale and disposal of property, plant and equipment	7	113
Decrease (increase) in trade and other receivables	41,433	30,073
Decrease (increase) in inventories	(26,255)	(32,829)
Increase (decrease) in trade and other payables	12,767	14,557
Other	(10,199)	(12,810)
Sub-total	40,804	34,615
Interest received	634	866
Dividends received	129	141
Interest paid	(1,137)	(1,257)
Income taxes paid	(6,767)	(4,162)
Net cash flows provided by operating activities	33,663	30,203
Cash flows from investing activities:		
Net decrease (increase) in time deposits	1,062	(847)
Purchase of property, plant and equipment	(21,417)	(22,646)
Proceeds from sale of property, plant and equipment	545	813
Purchase of intangible assets	(647)	(917)
Purchase of securities	(241)	(455)
Proceeds from sale and redemption of securities	287	396
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	2,956	101
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(160)	(38,034)
Other	(89)	(133)
Net cash flows used in investing activities	(17,704)	(61,722)

(Continued)

(Amount: millions of yen)

	Three months ended June 30, 2023	Three months ended June 30, 2024
Cash flows from financing activities:		
Net increase (decrease) in short-term borrowings	2,121	42,256
Proceeds from long-term borrowings	1,001	—
Repayments of long-term borrowings	(3,133)	(517)
Repayments of bonds	(26)	—
Purchase of treasury shares	(1)	(1)
Dividends paid	(8,168)	(8,087)
Dividends paid to non-controlling interests	(362)	(571)
Repayments of lease liabilities	(1,555)	(1,575)
Net cash flows provided by (used in) financing activities	(10,123)	31,505
Effect of exchange rate changes on cash and cash equivalents	5,738	6,499
Net increase (decrease) in cash and cash equivalents	11,574	6,485
Cash and cash equivalents at beginning of year	144,671	146,664
Cash and cash equivalents at end of year	156,245	153,149

(5) Notes on Condensed Quarterly Consolidated Financial Statements

(Notes on Going Concern Assumptions)

Not applicable.

(Change in Accounting Policy)

The accounting policies applied in the condensed quarterly consolidated financial statements are the same as the accounting policies applied in the consolidated financial statements for the previous fiscal year, except for the following:

IFRS		Outline of new standards and amendments
IAS 1	Presentation of Financial Statements	Clarified requirements for classification of liabilities as current or non-current Amendments requiring disclosure of information on long-term debt with special provisions
IAS 7 IFRS 7	Statements of Cash Flows Financial Instruments: Disclosure	Amendments requiring disclosure to enhance transparency of supplier finance arrangements
IFRS 16	Lease	Clarified accounting treatment for sale-leaseback transactions

The impact of the adoption of the aforementioned standards on the condensed quarterly consolidated financial statements is immaterial.

(Segment Information)

(1) Summary of reportable segments

Our group's reportable segments are segments which separate financial information is available and subject to periodical reviews and in order for the Company's Board of Directors to determine the distribution of management resources and evaluate performance.

The Company established business divisions by product in key business centers, therein Precision Technologies Headquarters supervises the production of machined components, while Motor, Lighting & Sensing Headquarters oversees the manufacture of small-sized motors, electronic devices and components, and optical products, etc., Semiconductor & Electronics Headquarters is responsible for the production of semiconductor devices, optical devices, mechanical components, etc., and Access Solutions Headquarters is responsible for the production of automotive components and industrial equipment components and formulates comprehensive business strategies to be implemented for both domestic and foreign operations. Therefore, our Group have four reportable segments consisting of "Precision Technologies", "Motor, Lighting & Sensing", "Semiconductors & Electronics" and "Access Solutions". There are no reportable segments that aggregate business segments.

Our Group's core products in the "Precision Technologies segment" are mechanical parts, such as ball bearings, rod-end bearings, pivot assemblies of HDDs, etc. as well as fasteners for aircraft. The main products of "Motor, Lighting & Sensing segment" include electronic devices (devices such as LED backlights for LCDs, sensing devices (measuring components), etc.), HDD spindle motors, stepping motors, DC motors, fan motors, automotive motors, and special devices. The staple products of "Semiconductor & Electronics segment" include semiconductor devices, optical devices, mechanical parts, power supply components, smart product, etc. The main products of "Access Solutions segment" are automotive components, such as key sets, door latches, door handles, etc. as well as industrial equipment components.

The products of Minebea Power Semiconductor Device Inc. (former Hitachi Power Semiconductor Device, Ltd.), which was acquired on May 2, 2024, are included in "Semiconductor & Electronics segment".

In addition, some classification in "Semiconductor & Electronics segment", "Access Solutions segment", and "Adjustments" have changed from the first quarter of the fiscal year. The segment information disclosed for the first quarter of the previous year has been prepared based on the classification of reporting segments after the corporate organization change.

(2) Reportable segments information

Reportable segment earnings are operating income-based figures.

Net sales to other segment are calculated based on invoice prices－the comprehensive judgment made after having considered factors including market prices and manufacturing costs.

(Three months ended June 30, 2023) (Amount: millions of yen)

	Reportable segment				Other *1	Adjustments *2	Consolidated
	Precision Technologies	Motor, Lighting & Sensing	Semiconductor & Electronics	Access Solutions			
Net sales							
Net sales to customers	47,917	87,794	81,730	73,648	1,281	—	292,370
Net sales to other segment	1,691	2,052	5,798	22	1,379	(10,942)	—
Total	49,608	89,846	87,528	73,670	2,660	(10,942)	292,370
Segment profit (loss)	8,209	1,808	555	163	(20)	(3,972)	6,743
Finance income	—	—	—	—	—	—	2,902
Finance expenses	—	—	—	—	—	—	1,143
Profit before income taxes	—	—	—	—	—	—	8,502

(Three months ended June 30, 2024) (Amount: millions of yen)

	Reportable segment				Other *1	Adjustments *2	Consolidated
	Precision Technologies	Motor, Lighting & Sensing	Semiconductor & Electronics	Access Solutions			
Net sales							
Net sales to customers	62,655	99,120	111,229	81,535	915	—	355,454
Net sales to other segment	2,032	2,344	5,451	39	503	(10,369)	—
Total	64,687	101,464	116,680	81,574	1,418	(10,369)	355,454
Segment profit (loss)	13,013	5,105	4,729	3,000	(247)	(5,575)	20,025
Finance income	—	—	—	—	—	—	1,050
Finance expenses	—	—	—	—	—	—	1,718
Profit before income taxes	—	—	—	—	—	—	19,357

(Notes) *1. The classification of "Other" refers to business units not included in the reportable segments. Their products are mainly software design, development, and machines made in-house.

*2. Adjustments to segment income (loss) include corporate expenses such as selling, general & administrative expenses in addition to research and development costs that do not belong to the reportable segments.

*3. During the previous consolidated fiscal year, the provisional accounting treatment for the business combination has been finalized. For the figures related to the first quarter of the previous consolidated fiscal year, the contents of finalization of the provisional accounting treatment have been reflected.