(Translation)

Summary of Consolidated Financial Results for the First Nine Months of the Fiscal Year Ending March 31, 2025 (J-GAAP)

February 6, 2025

Listed Company Name: Oki Electric Industry Co., Ltd.
Securities Code: 6703
Stock Exchange Listing: Tokyo Stock Exchange URL: https://www.oki.com/
Representative: Takahiro Mori, Representative Director, Chief Executive Officer
Contact: Youji Takahashi, General Manager, Investor Relations TEL: +81-3-5635-8212
Commencement of Dividend Payment (Scheduled): –
Supplementary Document on Quarterly Financial Results: Yes
Quarterly Financial Results Briefing: Yes (for institutional investors)

(Amounts less than one million yen have been truncated)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2024 (from April 1, 2024 to December 31, 2024)

(1) Consolidated operating results (cumulative)

(Percentage figures indicate year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2024	307,000	7.1	7,631	30.6	5,624	17.5	1,975	(1.2)
December 31, 2023	286,642	11.7	5,842	–	4,787	–	1,999	–

(Note) Comprehensive income Nine months ended December 31, 2024: ¥(180) million (–%)
Nine months ended December 31, 2023: ¥8,790 million (–%)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2024	22.79	22.77
December 31, 2023	23.08	23.05

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2024	422,840	138,527	32.7
As of March 31, 2024	423,399	141,314	33.3

(Reference) Shareholders' equity As of December 31, 2024: ¥138,398 million
As of March 31, 2024: ¥141,174 million

2. Dividends

	Dividend per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2024	–	0.00	–	30.00	30.00
Fiscal year ending March 31, 2025	–	0.00	–		
Fiscal year ending March 31, 2025 (Projection)				30.00	30.00

(Note) Revisions to dividend projection most recently announced: None

3. Consolidated Results Projection for the Fiscal Year Ending March 31, 2025
(from April 1, 2024 to March 31, 2025)

(Percentage figures indicate year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	453,000	7.4	16,000	(14.4)	14,500	(20.7)	9,500	(63.0)	109.61

(Note) Revisions to operating results projection most recently announced: Yes

Notes:

(1) Significant changes in the scope of consolidation during the period: None
Newly included: - companies (Company name)
Excluded: - companies (Company name)

(2) Adoption of accounting treatment specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and restatements
1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
2) Changes in accounting policies due to other reasons: None
3) Changes in accounting estimates: None
4) Restatements: None

(4) Number of shares issued (common stock)
1) Number of shares issued at the end of the period (including treasury shares)

As of December 31, 2024	87,217,602 shares
As of March 31, 2024	87,217,602 shares

2) Number of treasury shares at the end of the period

As of December 31, 2024	507,165 shares
As of March 31, 2024	542,144 shares

3) Average number of shares during the period

Nine months ended December 31, 2024	86,705,895 shares
Nine months ended December 31, 2023	86,671,691 shares

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters
(Warning on forward-looking statements)
The forward-looking statements including the projection for the financial results contained in this document are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable, and actual results may differ from such statements due to a variety of factors.

(How to obtain supplementary document on financial results)
The Company is scheduled to hold a financial results briefing for institutional investors on February 6, 2025 (Thursday). The document on financial results is disclosed on TDNet at the same time as this Summary of Consolidated Financial Results and is also made available on the Company's website on the same day.

Consolidated Financial Statements and Significant Notes Thereto

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of December 31, 2024
Assets		
Current assets		
Cash and deposits	35,044	31,880
Notes and accounts receivable - trade, and contract assets	114,115	96,828
Finished goods	17,981	22,764
Work in process	17,380	35,862
Raw materials and supplies	35,409	34,736
Other	19,776	18,579
Allowance for doubtful accounts	(19)	(53)
Total current assets	239,687	240,599
Non-current assets		
Property, plant and equipment	60,569	60,616
Intangible assets	15,924	17,375
Investments and other assets	107,218	104,249
Total non-current assets	183,711	182,240
Total assets	423,399	422,840
Liabilities		
Current liabilities		
Notes and accounts payable - trade	64,030	68,162
Short-term borrowings	60,012	73,050
Provisions	6,346	5,009
Other	57,980	47,825
Total current liabilities	188,369	194,048
Non-current liabilities		
Long-term borrowings	50,017	45,745
Provisions	1,339	1,620
Retirement benefit liability	27,887	26,935
Other	14,471	15,963
Total non-current liabilities	93,715	90,264
Total liabilities	282,084	284,312
Net assets		
Shareholders' equity		
Share capital	44,000	44,000
Capital surplus	18,960	18,940
Retained earnings	73,622	72,997
Treasury shares	(761)	(712)
Total shareholders' equity	135,820	135,224
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9,069	7,344
Deferred gains or losses on hedges	(10	55
Foreign currency translation adjustment	(7,020)	(7,027)
Remeasurements of defined benefit plans	3,315	2,801
Total accumulated other comprehensive income	5,353	3,173
Share acquisition rights	73	44
Non-controlling interests	65	84
Total net assets	141,314	138,527
Total liabilities and net assets	423,399	422,840

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(For the Nine Months Ended December 31, 2023 and 2024)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Net sales	286,642	307,000
Cost of sales	219,007	229,113
Gross profit	67,635	77,887
Selling, general and administrative expenses	61,792	70,256
Operating profit	5,842	7,631
Non-operating income		
Interest income	561	710
Dividend income	930	1,015
Miscellaneous income	851	447
Total non-operating income	2,344	2,173
Non-operating expenses		
Interest expenses	1,672	1,659
Miscellaneous expenses	1,726	2,521
Total non-operating expenses	3,399	4,180
Ordinary profit	4,787	5,624
Extraordinary income		
Gain on sale of investment securities	—	1,040
Total extraordinary income	—	1,040
Extraordinary losses		
Loss on disposal of non-current assets	1,283	—
Extra retirement payments	—	528
Total extraordinary losses	1,283	528
Profit before income taxes	3,503	6,136
Income taxes - current	1,249	1,055
Income taxes - deferred	243	3,090
Total income taxes	1,492	4,145
Profit	2,011	1,991
Profit attributable to non-controlling interests	11	15
Profit attributable to owners of parent	1,999	1,975

Consolidated Statements of Comprehensive Income
(For the Nine Months Ended December 31, 2023 and 2024)

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Profit	2,011	1,991
Other comprehensive income		
Valuation difference on available-for-sale securities	5,976	(1,723)
Deferred gains or losses on hedges	7	65
Foreign currency translation adjustment	931	1
Remeasurements of defined benefit plans, net of tax	(135)	(513)
Share of other comprehensive income of entities accounted for using equity method	—	(1)
Total other comprehensive income	6,779	(2,171)
Comprehensive income	8,790	(180)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,775	(204)
Comprehensive income attributable to non-controlling interests	15	23

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	Nine months ended December 31, 2023	Nine months ended December 31, 2024
Cash flows from operating activities		
Profit before income taxes	3,503	6,136
Depreciation	10,189	11,087
Increase (decrease) in provisions	(8,877)	2,211
Interest and dividend income	(1,492)	(1,725)
Interest expenses	1,672	1,659
Loss (gain) on sale of investment securities	(86)	(1,025)
Decrease (increase) in trade receivables	834	20,117
Decrease (increase) in inventories	(7,841)	(22,140)
Increase (decrease) in trade payables	(558)	(3,551)
Other, net	3,956	(6,162)
Subtotal	1,301	6,607
Interest and dividends received	1,049	1,120
Interest paid	(1,439)	(1,492)
Income taxes refund (paid)	417	(2,719)
Net cash provided by (used in) operating activities	1,329	3,517
Cash flows from investing activities		
Purchase of property, plant and equipment	(9,491)	(7,207)
Purchase of intangible assets	(3,719)	(4,228)
Proceeds from sale of investment securities	114	4,222
Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation	1,257	—
Purchase of long-term prepaid expenses	(818)	(2,786)
Other payments	(608)	(296)
Other proceeds	147	145
Net cash provided by (used in) investing activities	(13,118)	(10,151)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(2,550)	15,110
Proceeds from long-term borrowings	22,250	4,700
Repayments of long-term borrowings	(12,207)	(11,638)
Dividends paid	(1,724)	(2,585)
Repayments of lease liabilities	(3,140)	(2,800)
Other, net	66	44
Net cash provided by (used in) financing activities	2,694	2,831
Effect of exchange rate change on cash and cash equivalents	1,221	597
Net increase (decrease) in cash and cash equivalents	(7,872)	(3,204)
Cash and cash equivalents at beginning of period	37,498	34,422
Cash and cash equivalents at end of period	29,625	31,217