

## Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2023

[Japanese GAAP]

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Scheduled date of General Meeting of Shareholders: June 21, 2023  
 Scheduled date of filing of Annual Securities Report: June 26, 2023  
 Scheduled date of payment of dividend: June 22, 2023  
 Preparation of supplementary materials for financial results: None  
 Holding of financial results meeting: None

Note: The original disclosure in Japanese was released on May 8, 2023 at 16:00 (GMT +9).

(Amounts are rounded down to the nearest million yen)

### 1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022–March 31, 2023)

(1) Consolidated results of operations (Percentages represent year-on-year changes)

|                                 | Net sales   |        | Operating profit |        | Recurring profit |        | Profit attributable to owners of parent |        |
|---------------------------------|-------------|--------|------------------|--------|------------------|--------|---|--------|
|                                 | Million yen | %      | Million yen      | %      | Million yen      | %      | Million yen                             | %      |
| Fiscal year ended Mar. 31, 2023 | 7,987       | (10.8) | 422              | (18.7) | 492              | (14.8) | 271                                     | (34.6) |
| Fiscal year ended Mar. 31, 2022 | 8,952       | –      | 519              | –      | 577              | –      | 414                                     | –      |

Note: Comprehensive income (million yen) Fiscal year ended Mar. 31, 2023: 1,408 (up 212.2%)  
 Fiscal year ended Mar. 31, 2022: 451 (–%)

|                                 | Net income per share (basic) | Net income per share (diluted) | ROE | Recurring profit on total assets | Operating profit to net sales |
|---------------------------------|------------------------------|--------------------------------|-----|----------------------------------|-------------------------------|
|                                 | Yen                          | Yen                            | %   | %                                | %                             |
| Fiscal year ended Mar. 31, 2023 | 14.95                        | –                              | 1.9 | 2.9                              | 5.3                           |
| Fiscal year ended Mar. 31, 2022 | 22.87                        | –                              | 3.1 | 3.7                              | 5.8                           |

Reference: Equity in earnings of affiliates (million yen) Fiscal year ended Mar. 31, 2023: – Fiscal year ended Mar. 31, 2022: –

Note: Beginning with the fiscal year ended on March 31, 2022, Helios Techno Holding is applying Accounting Standard for Revenue Recognition (ASBJ Statement No. 29, March 31, 2020). Comparisons with the previous fiscal year are omitted.

### (2) Consolidated financial position

|                     | Total assets | Net assets  | Equity ratio | Net assets per share |
|---------------------|--------------|-------------|--------------|----------------------|
|                     | Million yen  | Million yen | %            | Yen                  |
| As of Mar. 31, 2023 | 17,639       | 15,013      | 85.1         | 827.45               |
| As of Mar. 31, 2022 | 15,953       | 13,746      | 86.2         | 758.13               |

Reference: Equity (million yen) As of Mar. 31, 2023: 15,013 As of Mar. 31, 2022: 13,746

### (3) Consolidated cash flows

|                                 | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of period |
|---------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
|                                 | Million yen                          | Million yen                          | Million yen                          | Million yen                                |
| Fiscal year ended Mar. 31, 2023 | 589                                  | (63)                                 | (166)                                | 8,208                                      |
| Fiscal year ended Mar. 31, 2022 | 1,743                                | (47)                                 | (271)                                | 7,851                                      |

## 2. Dividends

|   | Dividend per share   |                       |                      |          |       | Total dividends | Payout ratio (Consolidated) | Dividend on equity (Consolidated) |
|---|----------------------|-----------------------|----------------------|----------|-------|-----------------|-----------------------------|-----------------------------------|
|   | End of first quarter | End of second quarter | End of third quarter | Year-end | Total |                 |                             |                                   |
|   | Yen                  | Yen                   | Yen                  | Yen      | Yen   |                 |                             |                                   |
| Fiscal year ended Mar. 31, 2022             | –                    | 0.00                  | –                    | 8.00     | 8.00  | 145             | 35.0                        | 1.1                               |
| Fiscal year ended Mar. 31, 2023             | –                    | 0.00                  | –                    | 8.00     | 8.00  | 145             | 53.5                        | 1.0                               |
| Fiscal year ending Mar. 31, 2024 (forecast) | –                    | 0.00                  | –                    | 8.00     | 8.00  |                 | 27.4                        |                                   |

### 3. Consolidated Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023–March 31, 2024)

(Percentages represent year-on-year changes)

|            | Net sales   |        | Operating profit |      | Recurring profit |      | Profit attributable to owners of parent |      | Net income per share (basic) |
|------------|-------------|--------|------------------|------|------------------|------|---|------|------------------------------|
|            | Million yen | %      | Million yen      | %    | Million yen      | %    | Million yen                             | %    | Yen                          |
| First half | 2,900       | (32.1) | (430)            | –    | (410)            | –    | (290)                                   | –    | (15.99)                      |
| Full year  | 10,200      | 27.7   | 700              | 65.9 | 750              | 52.4 | 530                                     | 95.4 | 29.22                        |

#### \* Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None
- (2) Changes in accounting policies and accounting-based estimates, and restatements
  - 1) Changes in accounting policies due to revisions in accounting standards, others: Yes
  - 2) Changes in accounting policies other than the above: None
  - 3) Changes in accounting-based estimates: None
  - 4) Restatements: None
- (3) Number of shares outstanding (common stock)
  - 1) Number of shares outstanding at the end of period (including treasury shares)

|                      |                   |                      |                   |
|----------------------|-------------------|----------------------|-------------------|
| As of Mar. 31, 2023: | 22,806,900 shares | As of Mar. 31, 2022: | 22,806,900 shares |
|----------------------|-------------------|----------------------|-------------------|
  - 2) Number of treasury shares at the end of period

|                      |                  |                      |                  |
|----------------------|------------------|----------------------|------------------|
| As of Mar. 31, 2023: | 4,662,537 shares | As of Mar. 31, 2022: | 4,674,441 shares |
|----------------------|------------------|----------------------|------------------|
  - 3) Average number of shares outstanding during the period

|                                  |                   |                                  |                   |
|----------------------------------|-------------------|----------------------------------|-------------------|
| Fiscal year ended Mar. 31, 2023: | 18,140,775 shares | Fiscal year ended Mar. 31, 2022: | 18,128,398 shares |
|----------------------------------|-------------------|----------------------------------|-------------------|

#### Reference: Summary of Non-consolidated Financial Results

##### 1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (April 1, 2022–March 31, 2023)

(1) Non-consolidated results of operations (Percentages represent year-on-year changes)

|                                 | Net sales   |     | Operating profit |   | Recurring profit |      | Net income  |      |
|---------------------------------|-------------|-----|------------------|---|------------------|------|-------------|------|
|                                 | Million yen | %   | Million yen      | % | Million yen      | %    | Million yen | %    |
| Fiscal year ended Mar. 31, 2023 | 385         | 3.1 | (73)             | – | 161              | 5.7  | 160         | 11.0 |
| Fiscal year ended Mar. 31, 2022 | 373         | 3.1 | 4                | – | 152              | 77.2 | 145         | 90.1 |

|                                 | Net income per share (basic) | Net income per share (diluted) |
|---------------------------------|------------------------------|--------------------------------|
|                                 | Yen                          | Yen                            |
| Fiscal year ended Mar. 31, 2023 | 8.87                         | –                              |
| Fiscal year ended Mar. 31, 2022 | 8.00                         | –                              |

(2) Non-consolidated financial position

|                     | Total assets | Net assets  | Equity ratio | Net assets per share |
|---------------------|--------------|-------------|--------------|----------------------|
|                     | Million yen  | Million yen | %            | Yen                  |
| As of Mar. 31, 2023 | 8,482        | 7,942       | 93.6         | 437.76               |
| As of Mar. 31, 2022 | 8,162        | 7,676       | 94.0         | 423.34               |

Reference: Equity (million yen)

As of Mar. 31, 2023: 7,942

As of Mar. 31, 2022: 7,676

##### 2. Non-consolidated Forecast for the Fiscal Year Ending March 31, 2024 (April 1, 2023 – March 31, 2024)

No non-consolidated forecast is shown because Helios Techno Holdings Co., Ltd. has no sales to external customers since it is a pure holding company.

Note 1: This financial report is not subject to audit by certified public accountants or auditing firms.

Note 2: Cautionary statement with respect to forward-looking statements and other special items

Note concerning forward-looking statements

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company. Actual results are affected by various factors and may differ substantially. For discussion of the assumptions and other factors considered by the Company in preparing the above projections, please refer to page 2 of the attachments “1.

Overview of Results of Operations.”

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## 1. Overview of Results of Operations

### (1) Results of Operations

#### 1. General economic and market trends

In the current fiscal year, the Japanese economy showed a gradual recovery trend in response to progress of normalization for economic activities after the gradual easing of the activity restrictions due to the spread of COVID-19 infection. However, the world economy continued facing an uncertain outlook, given the prolonged Ukraine situation, the surging oil price, the supply constraints due to the shortage of raw materials, and furthermore, the rapid yen depreciation and the concern about inflation.

Also in the Asian market, particularly in China, the Helios Techno Holding Group's main market, the economic growth lost momentum and slowed down by the lockdown under the Chinese government's zero-corona policy and the socioeconomic turbulence due to the subsequent policy changeover. Going forward, the economy will register tones of recovery; however, the market movement still need to be carefully monitored as the outlook still remains uncertain.

Net sales of the Group for the current fiscal year were 7,987 million yen (964 million yen, or 10.8%, down from a year earlier). Operating profit was 422 million yen (96 million yen, or 18.7%, down from a year earlier). Recurring profit was 492 million yen (85 million yen, or 14.8%, down from a year earlier). Profit attributable to owners of parent was 271 million yen (143 million yen, or 34.6%, down from a year earlier).

#### 2. Operation results by segment

Operating results by business segment are described below. Each of the amounts shown includes inter-segment transactions.

##### i) Lamp Business

In the Lamp Business, the number of shipments of general lighting lamps slightly exceeded the plan due to last-minute demand at the end of the fiscal year. On the other hand, the number of shipments of light source units for exposure equipment, which are our core industrial lamp products, fell short of the plan due to the decreased operating ratio of LCD panel manufactures in response to their production adjustment and increased market shares of our competitors.

For industrial LEDs, we have continued active sales operations and product development to meet customer's needs aiming to grow the product into one of the pillars of our future business. However, we received less volume of orders than planned partly because the period of production evaluation scheduled by our customer was extended. We will promote product development toward mass production and further sales expansion in the next fiscal year or later.

Consequently, the segment sales for the current fiscal year were 2,512 million yen (2.1% up from a year earlier) with a segment loss of 19 million yen (compared with a segment profit of 42 million yen a year earlier).

##### ii) Manufacturing Equipment Business

In the Manufacturing Equipment Business, we delivered the light source units for exposure equipment and their related parts to our customers as planned. However, net sales were sluggish compared with the plan due to partial changes in schedule of shipment or receiving inspection of printing equipment for alignment layers and inkjet printing systems, which are the Group's core products, and failure to close a deal that was factored in the plan. Even in this situation, profit margin was improved by higher operation efficiency of each project.

The inkjet printers are expected to be adopted in a wide range of industry sectors and production applications, including curved surface printing in automotive applications and colorization film printing for mobile devices.

Consequently, the segment sales for the current fiscal year were 5,496 million yen (15.6% down from a year earlier) with a segment profit of 893 million yen (6.1% up from a year earlier).

**(2) Financial Position**

## Assets

Current assets increased 236 million yen from the end of the previous fiscal year to 13,030 million yen. This was mainly due to a 357 million yen increase in cash and deposits with banks and a 569 million yen increase in work in process, which were partially offset by a 674 million yen decrease in notes and accounts receivable, and contract assets.

Fixed assets increased 1,448 million yen from the end of the previous fiscal year to 4,609 million yen. This was mainly due to a 1,631 million yen increase in investment securities, which was partially offset by a 45 million yen decrease in buildings and structures, net, a 70 million yen decrease in machinery, equipment and vehicles, net, a 48 million yen decrease in deferred tax assets, and a 14 million yen decrease in construction in progress.

As a result, total assets increased 1,685 million yen, or 10.6%, from the end of the previous fiscal year to 17,639 million yen.

## Liabilities

Current liabilities increased 45 million yen from the end of the previous fiscal year to 2,008 million yen. This was mainly due to a 137 million yen increase in notes and accounts payable, an 87 million yen increase in current portion of long-term borrowings, and a 64 million yen increase in contract liabilities, which were partially offset by a 73 million yen decrease in electronically recorded obligations - operating, a 132 million yen decrease in accrued income taxes, and a 44 million yen decrease in accounts payable - other included in others of current liabilities.

Long-term liabilities increased 372 million yen from the end of the previous fiscal year to 617 million yen. This was mainly due to a 516 million yen increase in deferred tax liabilities, which was partially offset by a 107 million yen decrease in long-term borrowings and a 34 million yen decrease in long-term accounts payable - other.

As a result, total liabilities increased 418 million yen, or 19.0%, from the end of the previous fiscal year to 2,625 million yen.

## Net assets

Net assets increased 1,266 million yen, or 9.2%, from the end of the previous fiscal year to 15,013 million yen. This was mainly due to a 1,137 million yen increase in unrealized holding gain on other securities and the recording of profit attributable to owners of parent of 271 million yen, which were partially offset by the payment of dividends from surplus of 145 million yen.

As a result, the equity ratio decreased 1.1 percentage points from the end of the previous fiscal year to 85.1% at the end of the period under review, mainly reflecting the increases in total assets and liabilities as described above.

**(3) Cash Flows**

## Cash flows from operating activities

Net cash provided by operating activities was 589 million yen, compared with net cash provided of 1,743 million yen a year earlier. The main factors were profit before income taxes of 438 million yen, depreciation of 195 million yen, a 758 million yen decrease in notes and accounts receivable, and contract assets, a 552 million yen increase in inventories, a 63 million decrease in advance payments, a 64 million yen increase in contract liabilities, income taxes paid of 377 million yen, and retirement benefits for directors (and other officers) paid of 70 million yen.

## Cash flows from investing activities

Net cash used in investing activities was 63 million yen, compared with net cash used of 47 million yen a year earlier. The main factor was payment for purchase of property, plant and equipment of 51 million yen.

## Cash flows from financing activities

Net cash used in financing activities was 166 million yen, compared with net cash used of 271 million yen a year earlier. The main factors were repayment of long-term borrowings of 19 million yen and cash dividends paid of 145 million yen.

As a result of the above, cash and cash equivalents as of the end of the current fiscal year increased 357 million yen from the end of the previous fiscal year to 8,208 million yen.

#### (Reference) Cash Flow Indicators

The Group's trend of cash flow indicators are as follows:

|  | FY3/19 | FY3/20 | FY3/21 | FY3/22 | FY3/23 |
|--|--------|--------|--------|--------|--------|
| Shareholders' equity ratio (%)                   | 69.4   | 86.4   | 86.3   | 86.2   | 85.1   |
| Shareholders' equity ratio at market cap. (%)    | 66.1   | 39.2   | 50.5   | 33.3   | 35.9   |
| Interest-bearing debt to cash flow ratio (years) | 0.6    | –      | 14.8   | 17.1   | 46.8   |
| Interest coverage ratio (time)                   | 104.9  | –      | 631.1  | 730.1  | 415.5  |

Shareholders' equity ratio: (total net assets – share acquisition rights) / total assets

Shareholders' equity ratio at market cap: market capitalization / total assets

Interest-bearing debt to cash flow ratio: interest-bearing debt / operating cash flows

Interest coverage ratio: operating cash flows / interests paid

- Notes:
- 1 All of the above indicators are calculated using figures from the consolidated financial statements.
  - 2 Market capitalization is calculated by multiplying the closing share price at the end of the period by the number of shares outstanding (net of treasury shares) at the end of the period.
  - 3 Operating cash flows refer to “net cash provided by operating activities” as shown on the consolidated statements of cash flows. Interest-bearing debt refers to the total of liabilities shown on the consolidated balance sheets on which interests are paid. Interests paid refer to “interests paid” as shown in the consolidated statements of cash flows.
  - 4 Interest-bearing debt to cash flow ratio and interest coverage ratio for FY3/20 are not listed because operating cash flows were negative.

#### (4) Outlook

Movement toward normalization of economic activities will be accelerated by easing of the activity restrictions due to the spread of COVID-19 infection. However, the Japanese economy is expected to continue facing an uncertain outlook, given the prolonged Ukraine situation, the surging oil price, the supply constraints due to the shortage of raw materials, and furthermore, the rapid yen depreciation and the rising concern about inflation.

Under such business environment, the Group will take on challenges of cultivating new growth field and developing new products that will contribute to sustainable growth and medium- to long-term enhancement in corporate value. In doing so, the Group will proactively invest in production technologies that will support a higher dimension of *monozukuri*, or manufacturing, and will also spend capital expenditures to promote digital transformation and improve productivity.

The initiatives in each business are as follows:

##### i) Lamp Business

The Group will secure stable revenue from light source units for exposure equipment, which are our core industrial lamp products, establish a mass production system for industrial LED packages and their application products, while focusing on sales activities to extend our market.

Fluorescent lamps, light bulbs, and mercury lamps, which had been the mainstay items of general lighting, have now been replaced by LED apparatus, and price competition for the lighting lamps has been intensified due to low-cost production. Therefore, our business environment will remain in a severe condition. However, the Group will ensure the revenue by assessing profitability of our products and improving production efficiency.

The Group will strive for further business growth by leveraging its elemental technologies, which are abundant optical design technologies cultivated to date, ingenious high-level mechanical design technologies developed through the design and manufacture of its own manufacturing equipment, and electrical circuit design technologies based on its accumulated lighting technologies with a deep knowledge of lamp characteristics.

##### ii) Manufacturing Equipment Business

The supply of LCD panels was tightened by the rapid increase in demand for monitors resulting from remote work

and stay-at-home demand due to the spread of COVID-19, and panel manufactures continued making capital investments to respond to such demand. Now, the demand is expected to return to normal by easing of the activity restrictions.

Demand for panels is expected to increase in broad areas including an increase in demand for in-vehicle display panels in line with a shift to electric vehicles. The Group will support a wide range of customers for their new facility investment, maintenance, and modification work by taking advantage of our technologies that deliver the printing equipment for alignment layers essential to high quality and precision LED panels.

The inkjet printing systems, which allow printing on curved and irregularly shaped surfaces, are also expected to be adopted in a wide range of industries. The Group will continue technology development to meet a wide variety of needs and expand sales so that the systems can be used in various applications.

Furthermore, in the semiconductor field that is expected to continue growing, the Group will actively promote development and commercialization of a wide variety of manufacturing equipment in power semiconductor field, in which demand is expected to increase, including silicon wafer polishing.

Based on this outlook, the Group forecasts its operating results for the fiscal year ending March 31, 2024 as follows: consolidated net sales to increase by 27.7% year-on-year to 10,200 million yen; operating profit to increase by 65.9% year-on-year to 700 million yen; recurring profit to increase by 52.4% year-on-year to 750 million yen; and profit attributable to owners of parent to increase by 95.4% year-on-year to 530 million yen.

A year-end dividend of 8 yen per share is planned for the fiscal year ending March 31, 2024.

## **2. Basic Approach to the Selection of Accounting Standards**

The Group will continue to prepare its consolidated financial statements generally accepted accounting principles in Japan for the time being to enable comparisons with prior year results and with financial data of other companies.

Application of International Financial Reporting Standards will be carefully considered by looking into circumstances in Japan and other countries.

### 3. Consolidated Financial Statements and Notes

#### (1) Consolidated Balance Sheets

|   | <i>(Thousands of yen)</i>       |                                 |
|---|---------------------------------|---------------------------------|
|   | FY3/22<br>(As of Mar. 31, 2022) | FY3/23<br>(As of Mar. 31, 2023) |
| <b>Assets</b>                                       |                                 |                                 |
| <b>Current assets</b>                               |                                 |                                 |
| Cash and deposits with banks                        | 7,851,015                       | 8,208,538                       |
| Notes and accounts receivable, and contract assets  | 2,615,467                       | 1,940,591                       |
| Electronically recorded monetary claims - operating | 168,507                         | 85,162                          |
| Merchandise and finished goods                      | 181,220                         | 143,521                         |
| Work in process                                     | 1,031,651                       | 1,601,368                       |
| Raw materials and supplies                          | 734,601                         | 755,054                         |
| Advance payments                                    | 94,955                          | 31,128                          |
| Others  | 116,124                         | 268,362                         |
| Allowance for doubtful accounts                     | (114)                           | (3,474)                         |
| <b>Total current assets</b>                         | <b>12,793,429</b>               | <b>13,030,254</b>               |
| <b>Fixed assets</b>                                 |                                 |                                 |
| <b>Property, plant and equipment</b>                |                                 |                                 |
| Buildings and structures, net                       | 728,453                         | 683,181                         |
| Machinery, equipment and vehicles, net              | 363,555                         | 293,238                         |
| Land  | 722,733                         | 722,733                         |
| Construction in progress                            | 20,532                          | 6,029                           |
| Others, net   | 70,107                          | 55,405                          |
| <b>Total property, plant and equipment</b>          | <b>1,905,383</b>                | <b>1,760,588</b>                |
| <b>Intangible assets</b>                            |                                 |                                 |
| Others  | 20,110                          | 15,961                          |
| <b>Total intangible assets</b>                      | <b>20,110</b>                   | <b>15,961</b>                   |
| <b>Investments and other assets</b>                 |                                 |                                 |
| Investment securities                               | 1,155,825                       | 2,786,913                       |
| Deferred tax assets                                 | 49,758                          | 1,508                           |
| Others  | 66,978                          | 76,706                          |
| Allowance for doubtful accounts                     | (37,506)                        | (32,493)                        |
| <b>Total investments and other assets</b>           | <b>1,235,055</b>                | <b>2,832,634</b>                |
| <b>Total fixed assets</b>                           | <b>3,160,548</b>                | <b>4,609,184</b>                |
| <b>Total assets</b>                                 | <b>15,953,977</b>               | <b>17,639,438</b>               |



|   | <i>(Thousands of yen)</i>       |                                 |
|---|---------------------------------|---------------------------------|
|   | FY3/22<br>(As of Mar. 31, 2022) | FY3/23<br>(As of Mar. 31, 2023) |
| <b>Liabilities</b>                                  |                                 |                                 |
| <b>Current liabilities</b>                          |                                 |                                 |
| Notes and accounts payable                          | 494,405                         | 631,407                         |
| Electronically recorded obligations - operating     | 95,939                          | 22,761                          |
| Short-term borrowings                               | 100,000                         | 100,000                         |
| Current portion of long-term borrowings             | 19,814                          | 107,752                         |
| Accrued income taxes                                | 173,642                         | 41,069                          |
| Provision for bonuses                               | 172,747                         | 179,309                         |
| Provision for product warranties                    | 18,914                          | 11,263                          |
| Contract liabilities                                | 335,622                         | 400,140                         |
| Provision for loss on construction contracts        | -                               | 36,124                          |
| Others  | 552,016                         | 478,980                         |
| <b>Total current liabilities</b>                    | <b>1,963,102</b>                | <b>2,008,810</b>                |
| <b>Long-term liabilities</b>                        |                                 |                                 |
| Long-term borrowings                                | 167,752                         | 60,000                          |
| Deferred tax liabilities                            | 33,055                          | 549,588                         |
| Long-term accounts payable - other                  | 34,194                          | -                               |
| Others  | 9,099                           | 7,505                           |
| <b>Total long-term liabilities</b>                  | <b>244,101</b>                  | <b>617,094</b>                  |
| <b>Total liabilities</b>                            | <b>2,207,203</b>                | <b>2,625,905</b>                |
| <b>Net assets</b>                                   |                                 |                                 |
| <b>Shareholders' equity</b>                         |                                 |                                 |
| Common stock  | 2,133,177                       | 2,133,177                       |
| Capital surplus                                     | 2,569,524                       | 2,570,043                       |
| Retained earnings                                   | 9,564,929                       | 9,691,058                       |
| Treasury shares                                     | (1,170,357)                     | (1,167,377)                     |
| <b>Total shareholders' equity</b>                   | <b>13,097,273</b>               | <b>13,226,902</b>               |
| <b>Accumulated other comprehensive income</b>       |                                 |                                 |
| Unrealized holding gain on other securities         | 649,500                         | 1,786,631                       |
| <b>Total accumulated other comprehensive income</b> | <b>649,500</b>                  | <b>1,786,631</b>                |
| <b>Total net assets</b>                             | <b>13,746,774</b>               | <b>15,013,533</b>               |
| <b>Total liabilities and net assets</b>             | <b>15,953,977</b>               | <b>17,639,438</b>               |

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income****Consolidated Statements of Income***(Thousands of yen)*

|  | FY3/22<br>(Apr. 1, 2021 - Mar. 31, 2022) | FY3/23<br>(Apr. 1, 2022 - Mar. 31, 2023) |
|--|--|--|
| Net sales                                    | 8,952,482                                | 7,987,547                                |
| Cost of goods sold                           | 6,081,135                                | 5,141,585                                |
| Gross profit                                 | 2,871,346                                | 2,845,961                                |
| Selling, general and administrative expenses | 2,352,318                                | 2,423,898                                |
| Operating profit                             | 519,027                                  | 422,063                                  |
| Non-operating income                         |  |  |
| Interest income                              | 20                                       | 28                                       |
| Dividend income                              | 20,558                                   | 36,900                                   |
| Foreign exchange profit                      | -  | 22,543                                   |
| Subsidy income                               | 41,926                                   | 4,439                                    |
| Miscellaneous revenue                        | 6,540                                    | 9,987                                    |
| Total non-operating income                   | 69,045                                   | 73,898                                   |
| Non-operating expenses                       |  |  |
| Interest expense                             | 2,562                                    | 1,421                                    |
| Foreign exchange loss                        | 1,276                                    | -  |
| Compensation expenses                        | 4,418                                    | -  |
| Commission for syndicated loans              | 2,174                                    | 2,174                                    |
| Miscellaneous loss                           | 144                                      | 165                                      |
| Total non-operating expenses                 | 10,576                                   | 3,762                                    |
| Recurring profit                             | 577,496                                  | 492,198                                  |
| Extraordinary income                         |  |  |
| Gain on sale of fixed assets                 | 163                                      | -  |
| Total extraordinary income                   | 163                                      | -  |
| Extraordinary loss                           |  |  |
| Impairment loss                              | -  | 16,302                                   |
| Loss on retirement of fixed assets           | 2  | 838                                      |
| Loss on business liquidation                 | 23,704                                   | -  |
| Retirement benefits for directors            | -  | 36,681                                   |
| Total extraordinary losses                   | 23,706                                   | 53,822                                   |
| Profit before income taxes                   | 553,953                                  | 438,376                                  |
| Income taxes-current                         | 257,520                                  | 96,361                                   |
| Income taxes-deferred                        | (118,146)                                | 70,825                                   |
| Total income taxes                           | 139,374                                  | 167,186                                  |
| Profit                                       | 414,578                                  | 271,189                                  |
| Profit attributable to owners of parent      | 414,578                                  | 271,189                                  |

**Consolidated Statements of Comprehensive Income***(Thousands of yen)*

|   | FY3/22<br>(Apr. 1, 2021 - Mar. 31, 2022) | FY3/23<br>(Apr. 1, 2022 - Mar. 31, 2023) |
|---|--|--|
| Profit                                      | 414,578                                  | 271,189                                  |
| Other comprehensive income                  |  |  |
| Unrealized holding gain on other securities | 36,483                                   | 1,137,130                                |
| Total other comprehensive income            | 36,483                                   | 1,137,130                                |
| Comprehensive income                        | 451,062                                  | 1,408,319                                |
| Comprehensive income attributable to        |  |  |
| Owners of parent                            | 451,062                                  | 1,408,319                                |
| Non-controlling interests                   | –  | –  |

**(3) Consolidated Statements of Changes in Equity**

FY3/22 (Apr. 1, 2021 – Mar. 31, 2022)

*(Thousands of yen)*

|  | Shareholders' equity |                 |                   |                 |                            |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
|  | Common stock         | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of period                       | 2,133,177            | 2,568,397       | 9,277,183         | (1,173,730)     | 12,805,027                 |
| Changes during period                                |                      |                 |                   |                 |                            |
| Dividends of surplus                                 |                      |                 | (126,832)         |                 | (126,832)                  |
| Profit attributable to owners of parent              |                      |                 | 414,578           |                 | 414,578                    |
| Disposal of treasury shares                          |                      | 1,126           |                   | 3,373           | 4,499                      |
| Net changes in items other than shareholders' equity |                      |                 |                   |                 |                            |
| Total changes during period                          | –                    | 1,126           | 287,745           | 3,373           | 292,245                    |
| Balance at end of period                             | 2,133,177            | 2,569,524       | 9,564,929         | (1,170,357)     | 13,097,273                 |

|  | Accumulated other comprehensive income      |  | Total net assets |
|--|---|--|------------------|
|  | Unrealized holding gain on other securities | Total accumulated other comprehensive income |                  |
| Balance at beginning of period                       | 613,017                                     | 613,017                                      | 13,418,044       |
| Changes during period                                |   |  |                  |
| Dividends of surplus                                 |   |  | (126,832)        |
| Profit attributable to owners of parent              |   |  | 414,578          |
| Disposal of treasury shares                          |   |  | 4,499            |
| Net changes in items other than shareholders' equity | 36,483                                      | 36,483                                       | 36,483           |
| Total changes during period                          | 36,483                                      | 36,483                                       | 328,729          |
| Balance at end of period                             | 649,500                                     | 649,500                                      | 13,746,774       |

FY3/23 (Apr. 1, 2022 – Mar. 31, 2023)

(Thousands of yen)

|  | Shareholders' equity |                 |                   |                 |                            |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
|  | Common stock         | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of period                       | 2,133,177            | 2,569,524       | 9,564,929         | (1,170,357)     | 13,097,273                 |
| Changes during period                                |                      |                 |                   |                 |                            |
| Dividends of surplus                                 |                      |                 | (145,059)         |                 | (145,059)                  |
| Profit attributable to owners of parent              |                      |                 | 271,189           |                 | 271,189                    |
| Disposal of treasury shares                          |                      | 519             |                   | 2,980           | 3,499                      |
| Net changes in items other than shareholders' equity |                      |                 |                   |                 |                            |
| Total changes during period                          | –                    | 519             | 126,129           | 2,980           | 129,629                    |
| Balance at end of period                             | 2,133,177            | 2,570,043       | 9,691,058         | (1,167,377)     | 13,226,902                 |

|  | Accumulated other comprehensive income      |  | Total net assets |
|--|---|--|------------------|
|  | Unrealized holding gain on other securities | Total accumulated other comprehensive income |                  |
| Balance at beginning of period                       | 649,500                                     | 649,500                                      | 13,746,774       |
| Changes during period                                |   |  |                  |
| Dividends of surplus                                 |   |  | (145,059)        |
| Profit attributable to owners of parent              |   |  | 271,189          |
| Disposal of treasury shares                          |   |  | 3,499            |
| Net changes in items other than shareholders' equity | 1,137,130                                   | 1,137,130                                    | 1,137,130        |
| Total changes during period                          | 1,137,130                                   | 1,137,130                                    | 1,266,759        |
| Balance at end of period                             | 1,786,631                                   | 1,786,631                                    | 15,013,533       |

**(4) Consolidated Statements of Cash Flows***(Thousands of yen)*

|  | FY3/22<br>(Apr. 1, 2021 - Mar. 31, 2022) | FY3/23<br>(Apr. 1, 2022 - Mar. 31, 2023) |
|--|--|--|
| Cash flows from operating activities                                     |  |  |
| Profit (loss) before income taxes  | 553,953                                  | 438,376                                  |
| Depreciation and amortization  | 211,554                                  | 195,569                                  |
| Impairment loss  | –  | 16,302                                   |
| Increase (decrease) in accrued bonuses                                   | 21,676                                   | 6,562                                    |
| Increase (decrease) in allowance for doubtful accounts                   | (6,949)                                  | (1,652)                                  |
| Increase (decrease) in provision for product warranties                  | 6,668                                    | (7,650)                                  |
| Increase (decrease) in provision for loss on construction contracts      | (1,280)                                  | 36,124                                   |
| Interest and dividend income   | (20,578)                                 | (36,928)                                 |
| Subsidy income   | (41,926)                                 | (4,439)                                  |
| Retirement benefits for directors  | –  | 36,681                                   |
| Interest expense   | 2,562                                    | 1,421                                    |
| Loss (gain) on sales of fixed assets                                     | (163)                                    | –  |
| Loss on disposal of fixed assets   | 2  | 838                                      |
| Loss on business liquidation   | 23,704                                   | –  |
| Decrease (increase) in notes and accounts receivable and contract assets | 317,100                                  | 758,238                                  |
| Decrease (increase) in inventories                                       | 638,342                                  | (552,472)                                |
| Decrease (increase) in other accounts receivable                         | 15,134                                   | (7,306)                                  |
| Decrease (increase) in advance payments                                  | (56,549)                                 | 63,826                                   |
| Increase (decrease) in notes and accounts payable                        | 54,589                                   | 63,824                                   |
| Decrease/increase in consumption taxes receivable/payable                | 4,191                                    | (45,399)                                 |
| Increase (decrease) in other accounts payable                            | 121,552                                  | (22,183)                                 |
| Increase (decrease) in contract liabilities                              | 189,425                                  | 64,518                                   |
| Others   | (51,482)                                 | (24,068)                                 |
| Subtotal   | 1,981,527                                | 980,184                                  |
| Interests and dividends received   | 20,578                                   | 36,928                                   |
| Interests paid   | (2,388)                                  | (1,419)                                  |
| Proceeds from subsidy income   | 41,926                                   | 4,439                                    |
| Payments of retirement benefits for directors                            | –  | (70,875)                                 |
| Income taxes paid  | (305,267)                                | (377,325)                                |
| Income taxes refund  | 7,518                                    | 17,891                                   |
| Net cash provided by (used in) operating activities                      | 1,743,894                                | 589,823                                  |
| Cash flows from investing activities                                     |  |  |
| Proceeds from time deposits  | 36,000                                   | –  |
| Payment for purchase of property, plant and equipment                    | (103,549)                                | (51,488)                                 |
| Proceeds from sale of property, plant, and equipment                     | 19,125                                   | –  |
| Payment for purchase of intangible assets                                | (8,184)                                  | (3,468)                                  |
| Others   | 9,574                                    | (8,338)                                  |
| Net cash provided by (used in) investing activities                      | (47,034)                                 | (63,295)                                 |
| Cash flows from financing activities                                     |  |  |
| Net increase (decrease) in short-term borrowings                         | (30,000)                                 | –  |
| Repayment of long-term borrowings  | (113,416)                                | (19,814)                                 |
| Repayment of lease obligations   | (1,062)                                  | (1,593)                                  |
| Cash dividends paid  | (126,832)                                | (145,059)                                |
| Net cash provided by (used in) financing activities                      | (271,311)                                | (166,467)                                |
| Effect of exchange rate change on cash and cash equivalents              | 8,303                                    | (2,538)                                  |
| Net increase (decrease) in cash and cash equivalents                     | 1,433,851                                | 357,522                                  |
| Cash and cash equivalents at beginning of period                         | 6,417,163                                | 7,851,015                                |
| Cash and cash equivalents at end of period                               | 7,851,015                                | 8,208,538                                |

## **(5) Notes to Consolidated Financial Statements**

### **Going Concern Assumption**

Not applicable.

### **Changes in Accounting Policies**

Helios Techno Holding has applied the Implementation Guidance on Accounting Standard for Measurement of Fair Value (ASBJ Guidance No.31, June 17, 2021; the “Implementation Guidance”) from the beginning of the current fiscal year, and has applied the new accounting policies prescribed in the Implementation Guidance prospectively in accordance with the transitional measures prescribed in Paragraph 27-2 of the Implementation Guidance. There is no effect of the application of these standards on the consolidated financial statements.

### **Additional Information**

#### **Impact of COVID-19**

While it is difficult to reasonably predict when the COVID-19 pandemic will end at this time, the Group makes accounting estimates based primarily on external information, assuming that the impact will continue for a certain period of time.

However, numerous uncertainties about the impact mentioned above may affect the Group’s financial position and results of operations.

### **Segment Information**

#### 1. Overview of reportable segments

Segments used for financial reporting are the Group’s constituent units for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

The Group establishes comprehensive strategies for individual products and services and conducts associated business activities. This system is used to divide operations into two business segments: the Lamp Business and the Manufacturing Equipment Business.

The Lamp Business includes the manufacture and sale of industrial lamps, general halogen lamps, and LED lamps. The Manufacturing Equipment Business includes the manufacture and sale of printing equipment for alignment layers, specialty printing machines, UV exposure light source units, and inspection and measurement equipment, etc.

#### 2. Calculation methods for net sales, profits/losses, assets, and other items for each reportable segment

The accounting methods for reportable segments are generally the same as those listed in “Significant Accounting Policies in the Preparation of Consolidated Financial Statements.”

Profits for reportable segments are generally operating profit figures. Intergroup sales and transfers are based on prevailing market prices.

## 3. Information related to net sales, profit/losses, assets, and other items for each reportable segment and breakdown on revenue

FY3/22 (Apr. 1, 2021 – Mar. 31, 2022)

(Thousands of yen)

|  | Reportable segment |  |            | Adjustment<br>(Note 1) | Amounts shown<br>on consolidated<br>financial<br>statements<br>(Note 2) |
|--|--------------------|--|------------|------------------------|---|
|  | Lamp Business      | Manufacturing<br>Equipment<br>Business | Total      |                        |   |
| Net sales  |                    |  |            |                        |   |
| Japan  | 1,319,693          | 1,649,917                              | 2,969,610  | –                      | 2,969,610   |
| China  | 646,821            | 2,624,801                              | 3,271,622  | –                      | 3,271,622   |
| Asia (excluding China)   | 455,388            | 2,232,338                              | 2,687,726  | –                      | 2,687,726   |
| Others   | 20,936             | 2,586                                  | 23,522     | –                      | 23,522  |
| Revenue from contracts<br>with customers                               | 2,442,839          | 6,509,642                              | 8,952,482  | –                      | 8,952,482   |
| Sales to external<br>customers   | 2,442,839          | 6,509,642                              | 8,952,482  | –                      | 8,952,482   |
| Inter-segment sales and<br>transfers                                   | 16,940             | 696                                    | 17,636     | (17,636)               | –   |
| Total  | 2,459,779          | 6,510,339                              | 8,970,119  | (17,636)               | 8,952,482   |
| Segment profit   | 42,587             | 842,411                                | 884,999    | (365,971)              | 519,027   |
| Segment assets   | 2,703,083          | 7,707,591                              | 10,410,675 | 5,543,302              | 15,953,977  |
| Other items  |                    |  |            |                        |   |
| Depreciation and<br>amortization                                       | 67,953             | 139,497                                | 207,451    | 4,102                  | 211,554   |
| Impairment losses  | –                  | 12,670                                 | 12,670     | –                      | 12,670  |
| Increases in property,<br>plant and equipment<br>and intangible assets | 53,949             | 58,416                                 | 112,365    | 860                    | 113,225   |

Notes: 1. The above adjustments are as follows.

- (1) The minus 365,971 thousand yen adjustment to segment profit includes company-wide expenses that cannot be attributed to the reportable segments. Company-wide costs mainly include general and administrative expenses that cannot be attributed to the reportable segments.
  - (2) The 5,543,302 thousand yen adjustment to segment assets includes minus 1,950 thousand yen in elimination of inter-segment receivables and payables and 5,545,253 thousand yen of company-wide assets that cannot be allocated to reportable segments. Company-wide assets mainly include operating assets (cash and deposits with banks, marketable securities, etc.) that cannot be attributed to reportable segments.
  - (3) The plus 860 thousand yen adjustment to increases in property, plant and equipment and intangible assets represents capital investment associated with the head office, which has not been allocated to the reportable segments.
  - (4) Impairment losses of 12,670 thousand in manufacturing equipment business are included and presented in loss on business liquidation under extraordinary loss.
2. Segment profit is adjusted to be consistent with operating profit shown on the consolidated statements of income.
  3. Net sales are categorized by country or region where customers are located.
  4. “China” includes Hong Kong.



FY3/23 (Apr. 1, 2022 – Mar. 31, 2023)

(Thousands of yen)

|  | Reportable segment |  |            | Adjustment<br>(Note 1) | Amounts shown<br>on consolidated<br>financial<br>statements<br>(Note 2) |
|--|--------------------|--|------------|------------------------|---|
|  | Lamp Business      | Manufacturing<br>Equipment<br>Business | Total      |                        |   |
| Net sales  |                    |  |            |                        |   |
| Japan  | 1,451,427          | 835,041                                | 2,286,469  | –                      | 2,286,469   |
| China  | 590,612            | 3,078,517                              | 3,669,129  | –                      | 3,669,129   |
| Asia (excluding China)   | 432,886            | 1,579,764                              | 2,012,651  | –                      | 2,012,651   |
| Others   | 15,645             | 3,652                                  | 19,297     | –                      | 19,297  |
| Revenue from contracts<br>with customers                               | 2,490,570          | 5,496,976                              | 7,987,547  | –                      | 7,987,547   |
| Sales to external<br>customers   | 2,490,570          | 5,496,976                              | 7,987,547  | –                      | 7,987,547   |
| Inter-segment sales and<br>transfers                                   | 21,562             | –                                      | 21,562     | (21,562)               | –   |
| Total  | 2,512,132          | 5,496,976                              | 8,009,109  | (21,562)               | 7,987,547   |
| Segment profit   | (19,399)           | 893,455                                | 874,055    | (451,992)              | 422,063   |
| Segment assets   | 2,849,911          | 8,940,048                              | 11,789,960 | 5,849,478              | 17,639,438  |
| Other items  |                    |  |            |                        |   |
| Depreciation and<br>amortization                                       | 62,637             | 129,397                                | 192,034    | 3,535                  | 195,569   |
| Impairment losses  | 16,302             | –                                      | 16,302     | –                      | 16,302  |
| Increases in property,<br>plant and equipment<br>and intangible assets | 15,290             | 44,709                                 | 60,000     | 1,498                  | 61,498  |

Notes: 1. The above adjustments are as follows.

- (1) The minus 451,992 thousand yen adjustment to segment profit (loss) includes 1,616 thousand yen in elimination of inter-segment transaction and minus 453,609 thousand yen of company-wide assets that cannot be allocated to reportable segments. Company-wide costs mainly include general and administrative expenses that cannot be attributed to the reportable segments.
  - (2) The 5,849,478 thousand yen adjustment to segment assets includes minus 19,717 thousand yen in elimination of inter-segment receivables and payables and 5,869,196 thousand yen of company-wide assets that cannot be allocated to reportable segments. Company-wide assets mainly include operating assets (cash and deposits with banks, marketable securities, etc.) that cannot be attributed to reportable segments.
  - (3) The plus 1,498 thousand yen adjustment to increases in property, plant and equipment and intangible assets represents capital investment associated with the head office, which has not been allocated to the reportable segments.
2. Segment profit (loss) is adjusted to be consistent with operating profit shown on the consolidated statements of income.
  3. Net sales are categorized by country or region where customers are located.
  4. “China” includes Hong Kong.

**Per-share Data**

| Item                       | FY3/22<br>(Apr. 1, 2021 - Mar. 31, 2022) | FY3/23<br>(Apr. 1, 2022 - Mar. 31, 2023) |
|----------------------------|--|--|
| Net assets per share (Yen) | 758.13                                   | 827.45                                   |
| Net income per share       | 22.87                                    | 14.95                                    |

Notes: 1. Net income per share (diluted) is not presented since there is no outstanding potential stock.

2. Basis for the calculation of net income per share is as follows.

*(Thousands of yen unless otherwise stated)*

| Item   | FY3/22<br>(Apr. 1, 2021 - Mar. 31, 2022) | FY3/23<br>(Apr. 1, 2022 - Mar. 31, 2023) |
|--|--|--|
| Net income per share   |  |  |
| Profit attributable to owners of parent                                  | 414,578                                  | 271,189                                  |
| Profit not attributable to common shareholders                           | –  | –  |
| Profit attributable to common shareholders of parent                     | 414,578                                  | 271,189                                  |
| Average number of shares of common stock during the fiscal year (Shares) | 18,128,398                               | 18,140,775                               |

3. Basis for the calculation of net assets per share is as follows.

*(Thousands of yen unless otherwise stated)*

|  | FY3/22<br>(As of Mar. 31, 2022) | FY3/23<br>(As of Mar. 31, 2023) |
|--|---------------------------------|---------------------------------|
| Total net assets   | 13,746,774                      | 15,013,533                      |
| Deduction on total net assets  | –                               | –                               |
| Net assets applicable to common stock at end of period                             | 13,746,774                      | 15,013,533                      |
| Number of common stock shares used in calculation of net assets per share (Shares) | 18,132,459                      | 18,144,363                      |

**Subsequent Events**

Not applicable.

*Note: This is a translation of the Company's Kessan Tanshin (including attachments) in Japanese, a summary of financial statements prepared in accordance with accounting principles generally accepted in Japan. This translation is prepared and provided for the purpose of the reader's convenience. All readers are recommended to refer to the original version in Japanese of the report for complete information.*