



Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Japanese GAAP)

May 10, 2024

Name of Listed Company: Tokyo Electron Limited Stock Exchange Listing: Tokyo
 Security Code: 8035
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 Scheduled start date of dividends payment: May 29, 2024
 Preparation of supplementary materials for the financial results: Yes
 Earnings release conference: Yes (for investors and analysts)

Note: Amounts are rounded down to the nearest million yen.

1. Consolidated Financial Results for the Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)

(1) Consolidated Operating Results

Note: Percentages indicate changes from the same period of the previous fiscal year.

	Year ended			
	March 31, 2023		March 31, 2024	
		%		%
Net sales (Millions of yen)	2,209,025	10.2	1,830,527	(17.1)
Operating income (Millions of yen)	617,723	3.1	456,263	(26.1)
Ordinary income (Millions of yen)	625,185	3.9	463,185	(25.9)
Net income attributable to owners of parent (Millions of yen)	471,584	7.9	363,963	(22.8)
Net income per share of common stock (Yen):				
Basic	1,007.82		783.75	
Diluted	1,003.86		781.20	
Return on equity (%)	32.3		21.8	
Ordinary income to total assets (%)	29.7		19.4	
Operating income to net sales (%)	28.0		24.9	
Comprehensive income:	Year ended March 31, 2024: 478,281 million yen, (4.6)%			
	Year ended March 31, 2023: 501,421 million yen, 3.1%			
Profit (loss) on equity method:	Year ended March 31, 2024: 3,388 million yen			
	Year ended March 31, 2023: 2,968 million yen			

Note: The Company implemented a 3-for-1 common stock split on April 1, 2023. "Net income per share of common stock - Basic" and "Net income per share of common stock - Diluted" are calculated on the assumption that stock split was implemented at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	As of		
	March 31, 2023	March 31, 2024	
Total assets (Millions of yen)	2,311,594	2,456,462	
Total net assets (Millions of yen)	1,599,524	1,760,180	
Equity ratio (%)	68.7	71.1	
Net assets per share (Yen)	3,389.68	3,773.11	
Equity:	1,746,835 million yen (as of March 31, 2024)		
	1,587,595 million yen (as of March 31, 2023)		

Note: The Company implemented a 3-for-1 common stock split on April 1, 2023. "Net assets per share" is calculated on the assumption that stock split was implemented at the beginning of the previous fiscal year.

(3) Consolidated Cash Flows

	Year ended	
	March 31, 2023	March 31, 2024
Cash flows from operating activities	426,270	434,720
Cash flows from investing activities	(41,756)	(125,148)
Cash flows from financing activities	(256,534)	(325,012)
Cash and cash equivalents at end of period	472,471	461,608

2. Dividends

	Year ended		Year ending
	March 31, 2023	March 31, 2024	March 31, 2025 (Forecast)
1Q-end dividends per share (Yen)	-	-	-
2Q-end dividends per share (Yen)	857.00	148.00	200.00
3Q-end dividends per share (Yen)	-	-	-
Year-end dividends per share (Yen)	854.00	245.00	281.00
Annual dividends per share (Yen)	1,711.00	393.00	481.00
Total dividends (Millions of yen)	267,909	182,470	
Payout ratio (%)	56.6	50.1	50.0
Dividend on equity (%)	18.3	11.0	

Notes: 1. The Company implemented a 3-for-1 common stock split on April 1, 2023. For the fiscal year ended March 31, 2023, the actual amount of dividends prior to the stock split are presented. For the fiscal year ended March 31, 2024 and the fiscal year ending March 31, 2025 (forecast), the numbers after the stock split are presented. For reference, annual dividends for the fiscal year ended March 31, 2024 and the fiscal year ending March 31, 2025 (forecast) without considering the stock split are 1,179 yen and 1,443 yen.

2. Year-end dividends of 854 yen for the year ended March 31, 2023 include 60th anniversary commemorative dividends of 200 yen.

3. Financial Forecasts for the Year Ending March 31, 2025 (April 1, 2024 to March 31, 2025)

Note: Percentages indicate changes from the same period of the previous fiscal year.

	Year ending			
	September 30, 2024		March 31, 2025	
		%		%
Net sales (Millions of yen)	1,000,000	22.0	2,200,000	20.2
Operating income (Millions of yen)	243,000	36.1	582,000	27.6
Ordinary income (Millions of yen)	244,000	34.6	584,000	26.1
Net income attributable to owners of parent (Millions of yen)	185,000	34.6	445,000	22.3
Net income per share (Yen)	399.59		961.19	

Notes

(1) Changes in significant subsidiaries during the period

(Changes in specified subsidiaries associated with changes in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates and restatements

1. Changes in accounting policies along with changes in accounting standards: None

2. Other changes of accounting policies besides the number 1 above: None

3. Changes in accounting estimates: None

4. Restatements: None

(3) Number of shares issued and outstanding (common stock)

1. Number of shares issued and outstanding (including treasury stock)

As of March 31, 2024: 471,632,733 shares

As of March 31, 2023: 471,632,733 shares

2. Number of shares of treasury stock

As of March 31, 2024: 8,663,247 shares

As of March 31, 2023: 3,272,016 shares

3. Average number of shares outstanding

Year ended March 31, 2024: 464,389,368 shares

Year ended March 31, 2023: 467,926,805 shares

Notes: 1. The Company implemented a 3-for-1 common stock split on April 1, 2023. "Number of shares issued and outstanding", "Number of shares of treasury stock" and "Average number of shares outstanding" are calculated on the assumption that stock split was implemented at the beginning of the previous fiscal year.

2. The number of shares of treasury stock includes the Company's shares held by "Executive compensation Board Incentive Plan (BIP) trust" and "share-delivering Employee Stock Ownership Plan (ESOP) trust". (1,386,407 shares as of March 31, 2024, 1,502,637 shares as of March 31, 2023)

In addition, these Company's shares are included in the treasury stock which is deducted in calculating the average number of shares.

(Reference) Non-consolidated Financial Results for the Year Ended March 31, 2024 (April 1, 2023 to March 31, 2024)**(1) Operating Results**

Note: Percentages indicate changes from the same period of the previous fiscal year.

	Year ended			
	March 31, 2023		March 31, 2024	
		%		%
Net sales (Millions of yen)	2,020,513	9.7	1,625,256	(19.6)
Operating income (Millions of yen)	379,942	23.9	401,733	5.7
Ordinary income (Millions of yen)	585,745	29.5	441,386	(24.6)
Net income (Millions of yen)	484,557	35.3	340,187	(29.8)
Net income per share of common stock (Yen):				
Basic	1,035.54		732.55	
Diluted	1,031.48		730.16	

Note: The Company implemented a 3-for-1 common stock split on April 1, 2023. "Net income per share of common stock - Basic" and "Net income per share of common stock - Diluted" are calculated on the assumption that stock split was implemented at the beginning of the previous fiscal year.

(2) Financial Position

	As of	
	March 31, 2023	March 31, 2024
Total assets (Millions of yen)	1,728,050	1,860,849
Total net assets (Millions of yen)	1,099,987	1,199,380
Equity ratio (%)	63.0	63.7
Net assets per share (Yen)	2,323.12	2,561.80

Equity: 1,186,035 million yen (as of March 31, 2024)
1,088,057 million yen (as of March 31, 2023)

Note: The Company implemented a 3-for-1 common stock split on April 1, 2023. "Net assets per share" is calculated on the assumption that stock split was implemented at the beginning of the previous fiscal year.

* Status of implementation of audit procedures

This Summary of Consolidated Financial Results is outside the scope of external auditor's audit procedures under the Financial Instruments and Exchange Act.

* Explanation of the appropriate use of financial forecast:

The financial forecasts and estimates in this Summary of Consolidated Financial Results are based on information available to the Company at the time of report issuance and certain assumptions judged to be reasonable by the Company, and therefore are not guarantees of future performance. Consequently, actual results may differ substantially from those described in this Summary of Consolidated Financial Results. Please refer to "1. Overview of Operating Results and Consolidated Financial Conditions (4) "Future Forecast" on page 6. The Company plans to hold an online conference for investors and analysts on May 10, 2024. Supplementary materials to be used at the conference will be posted on the Company's website.

1. Overview of Operating Results and Consolidated Financial Conditions

(1) Overview of Operating Results

(i) Business Environment during the Fiscal Year Ended March 31, 2024

With respect to the global economy in the current consolidated fiscal year, raw material and energy prices that had soared since the advent of the COVID-19 pandemic began to fall during the previous fiscal year. As a result, the inflation rate had fallen to around 2% by the end of the current fiscal year, which is the medium- to long-term target of central banks in major countries. Furthermore, although the increase in policy interest rates, mainly in Europe and the United States, has eased slightly, the yen's depreciation continues.

In the electronics industry, where the Tokyo Electron (TEL) Group operates, semiconductor manufacturers began to reduce production from the second half of the previous consolidated fiscal year as demand for end products such as PCs and smartphones had peaked. As a result, inventory adjustments have progressed, and the supply-demand balance for semiconductors has gradually improved during the current fiscal year.

Under these circumstances, capital investment in semiconductor production equipment, which was entering an adjustment phase, showed signs of bottoming out. Although capital investment for memory and cutting-edge logic/foundry semiconductors was still generally restrained, there was an increase in inquiries about advanced package equipment for generative AI applications. Additionally, capital investment in China, which aims to improve their semiconductor self-sufficiency rate, for the mature generations of semiconductors used for IoT, automotive, and industrial applications, continued their strong growth trend from the previous fiscal year. Considering the transition to a data society, stemming from the expansion of information and communication technology, and efforts toward realizing a decarbonized society, the role of semiconductors in supporting electronic devices and the importance of their technological innovation is increasing. Therefore, further growth is expected in the semiconductor production equipment market in the medium- to long-term.

From the current consolidated fiscal year, information by segment has been omitted, due to the change of the reportable segments to a single segment of "Semiconductor Production Equipment". For details, please refer to "Notes" on page 15 for further information.

(ii) Overview of Profit and Loss during the Fiscal Year Ended March 31, 2024

In this environment, the consolidated business results for the fiscal year under review are as follows.

Net sales for the fiscal year decreased 17.1% from the previous fiscal year to 1,830,527 million yen. Domestic net sales decreased 22.9% from the previous year to 184,982 million yen, while overseas net sales decreased 16.4% to 1,645,544 million yen to account for 89.9% of net sales.

Cost of sales decreased 18.3% to 1,000,257 million yen and gross profit decreased 15.7% to 830,269 million yen. As a result, the gross profit margin increased 0.8 points to 45.4%.

Selling, general and administrative (SG&A) expenses increased 2.0% to 374,006 million yen, while the ratio to consolidated net sales increased 3.9 points to 20.5%.

As a result, operating income decreased 26.1% to 456,263 million yen and operating profit ratio decreased 3.1 points to 24.9%. After netting of non-operating income of 12,164 million yen and non-operating expenses of 5,242 million yen,

ordinary income decreased 25.9% to 463,185 million yen.

Income before income taxes was 473,439 million (year-on-year decrease of 24.2%) and net income attributable to owners of parent was 363,963 million yen (year-on-year decrease of 22.8%).

As a result, net income per share was 783.75 yen compared to net income per share of 1,007.82 yen in the previous fiscal year.

(2) Overview of Consolidated Financial Conditions

Current assets at the end of the current fiscal year were 1,700,451 million yen, a decrease of 40,507 million yen compared to the end of the previous fiscal year. This was mainly due to a decrease of 87,883 million yen in prepaid consumption tax, a decrease of 73,466 million yen in notes and accounts receivable - trade, and contract assets, and an increase of 110,749 million yen in inventories.

Property, plant and equipment increased by 78,278 million yen from the end of the previous fiscal year, to 337,366 million yen.

Intangible assets increased by 3,824 million yen from the end of the previous fiscal year, to 32,383 million yen.

Investments and other assets increased by 103,274 million yen from the end of the previous fiscal year, to 386,260 million yen.

As a result, total assets increased by 144,868 million yen from the end of the previous fiscal year, to 2,456,462 million yen.

Current liabilities decreased by 17,994 million yen from the end of the previous fiscal year, to 611,899 million yen. This was largely due to a decrease of 23,957 million yen in trade notes and accounts payable, and an increase of 8,832 million yen in income taxes payable.

Long-term liabilities increased by 2,207 million yen from the end of the previous fiscal year, to 84,383 million yen.

Net assets increased by 160,655 million yen from the end of the previous fiscal year, to 1,760,180 million yen. This was largely due to an increase of 363,963 million yen resulting from recording net income attributable to owners of parent and a decrease resulting from the payment of 202,457 million yen in year-end dividends for the previous fiscal year and interim dividends for the current fiscal year. As a result, the equity ratio was 71.1%.

(3) Overview of Consolidated Cash Flows

Cash and cash equivalents at the end of the current fiscal year decreased by 10,862 million yen compared to the end of the previous fiscal year, to 461,608 million yen. The combined balance including 10,939 million yen in time deposits and short-term investments with maturities of more than three months that are not included in cash and cash equivalents was 472,548 million yen, a decrease of 552 million yen from the end of the previous fiscal year. The overall situation regarding cash flows for the fiscal year was as described below.

Cash flows from operating activities were positive 434,720 million yen, an increase of 8,450 million yen compared to the end of the previous fiscal year. The major positive factors were 473,439 million yen in income before income taxes, a 88,092 million yen decrease in prepaid consumption tax, and a 84,848 million yen decrease in notes and accounts receivable - trade, and contract assets. The major negative factors were 118,935 million yen in payment of income taxes, and a 97,712 million yen increase in inventories.

Cash flows from investing activities were negative 125,148 million yen compared to negative 41,756 million yen in the same period of the previous fiscal year. This was largely due to the payment of 116,993 million yen for the purchase of property, plant and equipment.

Cash flows from financing activities were negative 325,012 million yen compared to negative 256,534 million yen in the same period of the previous fiscal year. This was largely due to the payment of 202,457 million yen in dividends, and the payment of 120,028 million yen for the purchase of treasury stock.

(4) Future forecast

Due to the importance of innovating semiconductor technologies (including the aspects of high capacity, high speed, high reliability, and low power consumption) stemming from the transition to a data society accompanying the expansion of information and communication technology and efforts toward realizing a decarbonized society, the semiconductor production equipment market is expected to further grow in the future. Therefore, the consolidated financial forecasts for the fiscal year ending March 31, 2025 are as follows.

Consolidated Financial Forecast	(Billions of yen, Y/Y change)			
	Year ending March 31, 2025	Interim		Full Year
Net Sales	1,000.0	22.0%	2,200.0	20.2%
Operating Income	243.0	36.1%	582.0	27.6%
Ordinary Income	244.0	34.6%	584.0	26.1%
Net Income Attributable to Owners of Parent	185.0	34.6%	445.0	22.3%

Note: The financial forecasts and estimates stated in this announcement are based on certain assumptions judged to be reasonable by the Company in light of information currently available concerning economic conditions in Japan and overseas, fluctuations in foreign exchange rates, and other factors that may have an impact on performance. The Company does not promise that the forecasts or estimates will be accurate.

They are therefore susceptible to the impact of many uncertainties, including market conditions, competition, the launching of new products (and their success or failure), and global conditions in the semiconductor related industry. Consequently, actual sales and profits may differ substantially from the projections stated in this announcement.

(5) Basic Policy on Profit Allocation and Payment of Dividends for the Current and Next Fiscal Years

TEL utilizes capital reserves to raise corporate value through earnings growth and provide returns directly to shareholders by concentrating investment in high-growth areas and linking dividend payments to business performance. Basic policy concerning shareholder return is as follows.

Shareholder Return Policy

- Our dividend policy is to link dividend payments to business performance on an ongoing basis and a payout ratio is around 50% based on net income attributable to owners of parent, with the conditions that an annual dividend per share is not less than 50 yen. Besides, TEL will review our dividend policy if TEL does not generate net income for two consecutive fiscal years.
- TEL will flexibly consider share buybacks.

The year-end dividends for the current fiscal year (the year ended March 31, 2024) are 245 yen per share. The dividends for the full year are 393 yen per share, which includes the interim dividends of 148 yen per share.

	Dividends per share		
	2Q-end	Year-end	Total
Current fiscal year (ended March 31, 2024)	148 yen	245 yen	393 yen

The dividends are forecasted for the next fiscal year (the year ending March 31, 2025) to be 481 yen per share for the entire year (interim dividends : 200 yen, year-end dividends : 281 yen), in accordance with the above consolidated financial forecast for net income attributable to owners of parent for the next fiscal year.

	Dividends per share		
	2Q-end	Year-end	Total
Next fiscal year (ending March 31, 2025)	200 yen	281 yen	481 yen

2. Basic philosophy on the selection of accounting standards

The consolidated financial statements of TEL group have been prepared in conformity with accounting principles generally accepted in Japan. In regard to the application of IFRS, we will pay close attention to domestic and international implementation adoption trends and respond accordingly.

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
ASSETS		
Current assets		
Cash and deposits	473,099	462,383
Notes and accounts receivable - trade, and contract assets	464,889	391,423
Securities	0	10,165
Merchandise and finished goods	236,795	284,451
Work in process	161,938	173,929
Raw materials and supplies	253,474	304,576
Others	150,946	73,876
Allowance for doubtful accounts	(184)	(353)
Total current assets	1,740,959	1,700,451
Long-term assets		
Property, plant and equipment		
Buildings and structures	248,421	271,442
Accumulated depreciation	(130,524)	(137,472)
Buildings and structures , net	117,896	133,970
Machinery and carriers	204,841	239,161
Accumulated depreciation	(153,330)	(178,899)
Machinery and carriers , net	51,510	60,261
Land	31,283	33,804
Construction in progress	39,605	87,399
Others	61,680	71,548
Accumulated depreciation	(42,887)	(49,617)
Others, net	18,792	21,931
Total property, plant and equipment	259,088	337,366
Intangible assets		
Others	28,559	32,383
Total intangible assets	28,559	32,383
Investments and other assets		
Investment securities	165,507	277,706
Deferred tax assets	58,599	42,096
Net defined benefit assets	19,374	29,426
Others	40,844	38,441
Allowance for doubtful accounts	(1,340)	(1,409)
Total investments and other assets	282,986	386,260
Total long-term assets	570,634	756,011
Total assets	2,311,594	2,456,462

Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
LIABILITIES		
Current liabilities		
Trade notes and accounts payable	116,317	92,359
Income taxes payable	71,177	80,009
Customer advances	289,169	289,905
Accrued employees' bonuses	43,337	43,727
Accrued warranty expenses	34,382	33,524
Others	75,509	72,372
Total current liabilities	629,893	611,899
Long-term liabilities		
Net defined benefit liabilities	60,366	56,139
Others	21,808	28,243
Total long-term liabilities	82,175	84,383
Total liabilities	712,069	696,282
NET ASSETS		
Shareholders' equity		
Common stock	54,961	54,961
Capital surplus	78,011	78,011
Retained earnings	1,322,203	1,480,306
Treasury stock, at cost	(22,033)	(135,215)
Total shareholders' equity	1,433,141	1,478,063
Accumulated other comprehensive income		
Net unrealized gains (losses) on investment securities	107,452	184,934
Net deferred gains (losses) on hedging instruments	(46)	42
Foreign currency translation adjustments	43,091	72,275
Accumulated remeasurements of defined benefit plans	3,954	11,519
Total accumulated other comprehensive income (loss)	154,453	268,771
Share subscription rights	11,929	13,345
Total net assets	1,599,524	1,760,180
Total liabilities and net assets	2,311,594	2,456,462

Consolidated Statements of Income

(Millions of yen)

	Year ended March 31, 2023	Year ended March 31, 2024
Net sales	2,209,025	1,830,527
Cost of sales	1,224,617	1,000,257
Gross profit	984,408	830,269
Selling, general & administrative expenses		
Salaries and allowances	36,079	43,385
Research and development expenses	191,196	202,873
Others	139,407	127,747
Total selling, general and administrative expenses	366,684	374,006
Operating income	617,723	456,263
Non-operating income		
Interest income	1,235	2,567
Share of profit of associates accounted for using the equity method	2,968	3,388
Revenue from grants	2,559	2,430
Others	3,303	3,778
Total non-operating income	10,066	12,164
Non-operating expenses		
Foreign exchange loss	1,401	4,148
Others	1,202	1,094
Total non-operating expenses	2,604	5,242
Ordinary income	625,185	463,185
Unusual or infrequent profit		
Gain on sales of long-term assets	890	10,617
Others	-	220
Total unusual or infrequent profit	890	10,838
Unusual or infrequent loss		
Loss on disposal and sales of long-term assets	781	584
Loss on impairment of property, plant and equipment, goodwill and other assets	438	-
Total unusual or infrequent loss	1,219	584
Income before income taxes	624,856	473,439
Provision for income taxes and enterprise taxes	173,704	124,001
Deferred income taxes	(20,431)	(14,525)
Total income taxes	153,272	109,475
Net income	471,584	363,963
Net income attributable to owners of parent	471,584	363,963

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Year ended March 31, 2023	Year ended March 31, 2024
Net income	471,584	363,963
Other comprehensive income (loss)		
Net unrealized gains (losses) on investment securities	13,951	77,465
Foreign currency translation adjustments	12,320	28,923
Remeasurements of defined benefit plans	3,382	7,543
Share of other comprehensive income of associates accounted for using the equity method	183	385
Total other comprehensive income (loss)	29,837	114,318
Comprehensive income	501,421	478,281
(Breakdown)		
Comprehensive income attributable to owners of parent	501,421	478,281

Consolidated Statements of Changes in Net Assets

Year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	54,961	78,011	1,104,983	(27,418)	1,210,537
Changes of items during the period					
Cash dividends			(252,988)		(252,988)
Net income attributable to owners of parent			471,584		471,584
Repurchase of treasury stock				(1,728)	(1,728)
Disposal of treasury stock			(1,375)	7,113	5,737
Net changes except for shareholders' equity					
Total changes of items during the period	-	-	217,219	5,384	222,604
Balance at end of period	54,961	78,011	1,322,203	(22,033)	1,433,141

	Accumulated other comprehensive income					Share subscription rights	Total net assets
	Net unrealized gains (losses) on investment securities	Net deferred gains (losses) on hedging instruments	Foreign currency translation adjustments	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income (loss)		
Balance at beginning of period	93,492	(52)	30,640	535	124,615	11,895	1,347,048
Changes of items during the period							
Cash dividends							(252,988)
Net income attributable to owners of parent							471,584
Repurchase of treasury stock							(1,728)
Disposal of treasury stock							5,737
Net changes except for shareholders' equity	13,960	6	12,450	3,419	29,837	33	29,871
Total changes of items during the period	13,960	6	12,450	3,419	29,837	33	252,476
Balance at end of period	107,452	(46)	43,091	3,954	154,453	11,929	1,599,524

Consolidated Statements of Changes in Net Assets

Year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at beginning of period	54,961	78,011	1,322,203	(22,033)	1,433,141
Changes of items during the period					
Cash dividends			(202,457)		(202,457)
Net income attributable to owners of parent			363,963		363,963
Repurchase of treasury stock				(120,028)	(120,028)
Disposal of treasury stock			(3,402)	6,846	3,444
Net changes except for shareholders' equity					
Total changes of items during the period	-	-	158,103	(113,181)	44,921
Balance at end of period	54,961	78,011	1,480,306	(135,215)	1,478,063

	Accumulated other comprehensive income					Share subscription rights	Total net assets
	Net unrealized gains (losses) on investment securities	Net deferred gains (losses) on hedging instruments	Foreign currency translation adjustments	Accumulated remeasurements of defined benefit plans	Total accumulated other comprehensive income (loss)		
Balance at beginning of period	107,452	(46)	43,091	3,954	154,453	11,929	1,599,524
Changes of items during the period							
Cash dividends							(202,457)
Net income attributable to owners of parent							363,963
Repurchase of treasury stock							(120,028)
Disposal of treasury stock							3,444
Net changes except for shareholders' equity	77,481	88	29,183	7,564	114,318	1,415	115,733
Total changes of items during the period	77,481	88	29,183	7,564	114,318	1,415	160,655
Balance at end of period	184,934	42	72,275	11,519	268,771	13,345	1,760,180

Consolidated Statements of Cash Flows

(Millions of yen)

	Year ended March 31, 2023	Year ended March 31, 2024
Cash flows from operating activities		
Income before income taxes	624,856	473,439
Depreciation and amortization	42,927	52,339
Amortization of goodwill	168	73
Increase (decrease) in accrued employees' bonuses	(2,301)	(631)
Increase (decrease) in accrued warranty expenses	7,594	(1,271)
Interest and dividend revenue	(2,435)	(3,737)
Loss (gain) on disposal and sales of long-term assets	(109)	(10,032)
Decrease (increase) in notes and accounts receivable - trade, and contract assets	(24,750)	84,848
Decrease (increase) in inventories	(173,487)	(97,712)
Increase (decrease) in trade notes and accounts payable	(11,406)	(29,629)
Decrease (increase) in prepaid consumption tax	(13,390)	88,092
Increase (decrease) in customer advances	185,616	(2,390)
Others	(809)	(4,278)
Subtotal	632,473	549,109
Receipts from interest and dividends	2,907	4,546
Income taxes paid or refund (paid)	(209,111)	(118,935)
Net cash provided by operating activities	426,270	434,720
Cash flows from investing activities		
Payment into time deposits	(713)	(755)
Proceeds from time deposits	731	665
Payment for purchase of short-term investments	-	(20,000)
Proceeds from redemption of short-term investments	35,000	10,001
Payment for purchase of property, plant and equipment	(66,897)	(116,993)
Proceeds from sales of property, plant and equipment	1,428	12,967
Payment for acquisition of intangible assets	(9,416)	(7,987)
Others	(1,887)	(3,046)
Net cash used in investing activities	(41,756)	(125,148)
Cash flows from financing activities		
Payment for purchase of treasury stock	(1,728)	(120,028)
Dividends paid	(252,988)	(202,457)
Others	(1,817)	(2,525)
Net cash used in financing activities	(256,534)	(325,012)
Effect of exchange rate changes on cash and cash equivalents	8,843	4,577
Net increase (decrease) in cash and cash equivalents	136,823	(10,862)
Cash and cash equivalents at beginning of period	335,648	472,471
Cash and cash equivalents at end of period	472,471	461,608

Notes

Going concern: None

Changes in accounting policies, changes in accounting estimates and restatements: None

Segment information

The description of this section has been omitted as TEL Group has a single segment of semiconductor production equipment (SPE).

Changes in reportable segments

While reportable segments of TEL Group were previously classified into SPE and flat panel display (FPD) production equipment, those segments have been changed into a single segment of SPE from the current fiscal year.

This change is due to the judgement that, based on facts that the impact from the FPD production equipment business has become insignificant while SPE market has made steady growth and is expected to grow higher in future and TEL Group implemented a corporate reorganization that combined the FPD production equipment business into the SPE business from April, 2023 for the purpose of efficient resource utilization, disclosing them as a single segment of SPE will more appropriately reflect the management condition of TEL Group from the viewpoint of the business development and the decision-making process for allocating management resources of TEL Group. As a result of this change, the description of segment information for the current fiscal year has been omitted.

Per share information

	Year ended March 31, 2024
Net assets per share (Yen)	3,773.11
Net income per share (Yen)	783.75
Fully diluted net income per share (Yen)	781.20

Notes:

1. The Company implemented a 3-for-1 common stock split on April 1, 2023. "Net assets per share", "Net income per share" and "Fully diluted net income per share" are calculated on the assumption that stock split was implemented at the beginning of the current fiscal year.

2. Net income per share and fully diluted net income per share are calculated based on the following elements.

Net income per share (Yen)	
Net income attributable to owners of parent (Millions of yen)	363,963
Net income not pertaining to owners of common stock (Millions of yen)	-
Net income attributable to owners of parent pertaining to common stock (Millions of yen)	363,963
The average number of common stock (Thousands of share)	464,389
Fully diluted net income per share (Yen)	
The adjustments to net income attributable to owners of parent (Millions of yen)	-
Increase in common stock (Thousands of share)	1,515
[Share subscription rights (Thousands of share)]	[1,515]
Details of dilutive shares, not included in the computation of fully diluted net income per share as there is no dilution effect.	-

3. The shares of the Company held by "Executive compensation Board Incentive Plan (BIP) trust" and "share-delivering Employee Stock Ownership Plan (ESOP) trust", which are recorded in "Treasury stock, at cost" under shareholders' equity, are included in the treasury stock which is deducted from the number of shares issued and outstanding as of the end of the period when calculating net assets per share. The shares held by the trusts are also included in the treasury stock which is deducted from the number of shares used to calculate the average number of shares outstanding in the period when calculating net income per share and fully diluted net income per share.

The number of treasury shares deducted in the calculation of net assets per share was 1,386 thousand shares as of the end of the current fiscal year, and the average number of treasury shares deducted in the calculation of net income per share and fully diluted net income per share was 1,425 thousand shares in the current fiscal year.

Significant subsequent event

Share repurchase

At the Board of Directors meeting held on May 10, 2024, the Company resolved to acquire its own shares under the provisions of its Articles of Incorporation pursuant to paragraph 1, Article 459 of the Companies Act, as follows.

1. Reason for acquisition of own shares

The Company intends to acquire its own shares in accordance with its capital policy while taking into account its current cash position and growth investment capital for medium- to long-term revenue growth.

2. Details of acquisition

- | | |
|--|---|
| (1) Type of shares to be acquired: | Shares of common stock |
| (2) Total number of shares to be acquired: | Up to 3.5 million shares
(Equivalent to 0.8% of outstanding shares excluding treasury stock) |
| (3) Total cost of acquisition: | Up to 80 billion yen |
| (4) Period of acquisition: | From May 13, 2024 to July 31, 2024 |
| (5) Method of acquisition: | Acquisition through market transactions on the Tokyo Stock Exchange |