

Consolidated Financial Statements

Consolidated Balance Sheets

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Assets		
Current assets		
Cash and deposits	92,570	87,197
Notes and accounts receivable - trade	86,585	70,372
Merchandise and finished goods	29,504	34,695
Work in process	44,243	46,885
Raw materials and supplies	23,033	23,234
Other	6,981	12,269
Allowance for doubtful accounts	(311)	(258)
Total current assets	282,607	274,396
Non-current assets		
Property, plant and equipment		
Buildings and structures	120,596	129,144
Machinery, equipment and vehicles	335,309	363,035
Tools, furniture and fixtures	33,773	37,483
Land	15,179	15,858
Construction in progress	28,603	47,571
Accumulated depreciation	(348,527)	(372,502)
Total property, plant and equipment	184,936	220,590
Intangible assets		
Other	1,340	1,663
Total intangible assets	1,340	1,663
Investments and other assets		
Investment securities	1,505	1,447
Retirement benefit asset	70	71
Deferred tax assets	2,536	3,825
Other	1,525	1,561
Allowance for doubtful accounts	—	(92)
Total investments and other assets	5,637	6,812
Total non-current assets	191,914	229,066
Total assets	474,522	503,462

(Millions of yen)

	As of March 31, 2022	As of March 31, 2023
Liabilities		
Current liabilities		
Notes and accounts payable - trade	32,828	23,012
Short-term borrowings	20,200	30,200
Current portion of long-term borrowings	4,035	17,958
Accounts payable - other	15,613	24,735
Income taxes payable	13,967	1,550
Provision for bonuses	5,890	4,205
Provision for bonuses for directors	679	60
Other	13,798	10,416
Total current liabilities	107,013	112,140
Non-current liabilities		
Long-term borrowings	48,749	50,777
Deferred tax liabilities	3,835	7,328
Provision for retirement benefits for directors (and other officers)	31	39
Retirement benefit liability	5,315	5,666
Other	9,291	9,030
Total non-current liabilities	67,222	72,843
Total liabilities	174,235	184,984
Net assets		
Shareholders' equity		
Share capital	33,575	33,575
Capital surplus	49,908	49,908
Retained earnings	221,178	233,802
Treasury shares	(13,454)	(13,457)
Total shareholders' equity	291,207	303,829
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	518	631
Deferred gains or losses on hedges	(190)	(0)
Foreign currency translation adjustment	8,246	13,086
Remeasurements of defined benefit plans	(321)	(26)
Total accumulated other comprehensive income	8,252	13,690
Share acquisition rights	826	958
Total net assets	300,286	318,478
Total liabilities and net assets	474,522	503,462

Consolidated Financial Statements

Consolidated Statements of Income

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Net sales	349,636	319,504
Cost of sales	224,654	232,085
Gross profit	124,981	87,419
Selling, general and administrative expenses	56,763	55,438
Operating profit	68,218	31,980
Non-operating income		
Interest income	275	723
Dividend income	24	61
Foreign exchange gains	3,295	1,136
Subsidy income	568	1,591
Other	429	255
Total non-operating income	4,593	3,769
Non-operating expenses		
Interest expenses	390	463
Depreciation of inactive non-current assets	80	52
Compensation expenses	29	267
Other	119	133
Total non-operating expenses	620	916
Ordinary profit	72,191	34,832
Extraordinary income		
Gain on sale of non-current assets	99	171
Gain on sale of investment securities	497	—
Other	91	—
Total extraordinary income	689	171
Extraordinary losses		
Loss on sale and retirement of non-current assets	506	886
Impairment losses	180	20
Loss on disaster	291	—
Loss related to anti-monopoly act	—	2,927
Other	28	67
Total extraordinary losses	1,008	3,902
Profit before income taxes	71,872	31,102
Income taxes - current	17,682	5,767
Income taxes - deferred	(172)	2,118
Total income taxes	17,510	7,886
Profit	54,361	23,216
Profit attributable to owners of parent	54,361	23,216

Consolidated Statements of Comprehensive Income

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Profit	54,361	23,216
Other comprehensive income		
Valuation difference on available-for-sale securities	(572)	113
Deferred gains or losses on hedges	(83)	189
Foreign currency translation adjustment	14,916	4,840
Remeasurements of defined benefit plans, net of tax	639	295
Total other comprehensive income	14,898	5,438
Comprehensive income	69,260	28,654
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	69,260	28,654

Consolidated Financial Statements

Consolidated Statements of Changes in Equity

TAIYO YUDEN CO., LTD. and Subsidiaries

Fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	33,575	49,903	174,977	(8,576)	249,879
Changes during period					
Dividends of surplus			(8,161)		(8,161)
Profit attributable to owners of parent			54,361		54,361
Purchase of treasury shares				(5,008)	(5,008)
Disposal of treasury shares		4		131	136
Net changes in items other than shareholders' equity					
Total changes during period	—	4	46,200	(4,877)	41,328
Balance at end of period	33,575	49,908	221,178	(13,454)	291,207

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,090	(106)	(6,669)	(960)	(6,646)	708	243,941
Changes during period							
Dividends of surplus							(8,161)
Profit attributable to owners of parent							54,361
Purchase of treasury shares							(5,008)
Disposal of treasury shares							136
Net changes in items other than shareholders' equity	(572)	(83)	14,916	639	14,898	117	15,016
Total changes during period	(572)	(83)	14,916	639	14,898	117	56,344
Balance at end of period	518	(190)	8,246	(321)	8,252	826	300,286

Fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	33,575	49,908	221,178	(13,454)	291,207
Changes during period					
Dividends of surplus			(10,591)		(10,591)
Profit attributable to owners of parent			23,216		23,216
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares					—
Net changes in items other than shareholders' equity					
Total changes during period	—	—	12,624	(2)	12,621
Balance at end of period	33,575	49,908	233,802	(13,457)	303,829

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	518	(190)	8,246	(321)	8,252	826	300,286
Changes during period							
Dividends of surplus							(10,591)
Profit attributable to owners of parent							23,216
Purchase of treasury shares							(2)
Disposal of treasury shares							—
Net changes in items other than shareholders' equity	113	189	4,840	295	5,438	132	5,570
Total changes during period	113	189	4,840	295	5,438	132	18,192
Balance at end of period	631	(0)	13,086	(26)	13,690	958	318,478

Consolidated Financial Statements

Consolidated Statements of Cash Flows

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from operating activities		
Profit before income taxes	71,872	31,102
Depreciation	31,287	34,903
Impairment losses	180	20
Loss on disaster	291	—
Loss related to anti-monopoly act	—	2,927
Increase (decrease) in allowance for doubtful accounts	37	30
Increase (decrease) in provision for bonuses	720	(1,702)
Increase (decrease) in provision for bonuses for directors	290	(618)
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(12)	8
Interest and dividend income	(299)	(785)
Interest expenses	390	463
Loss (gain) on sale and retirement of non-current assets	407	714
Loss (gain) on sale of investment securities	(469)	—
Subsidy income	(258)	(1,289)
Decrease (increase) in trade receivables	(1,148)	19,556
Decrease (increase) in inventories	(24,214)	(6,063)
Increase (decrease) in trade payables	571	(10,087)
Other, net	(2,157)	(6,627)
Subtotal	77,490	62,552
Interest and dividends received	291	775
Interest paid	(384)	(415)
Payments associated with disaster loss	(187)	—
Payments for loss related to anti-monopoly act	—	(390)
Income taxes refund (paid)	(9,893)	(23,061)
Net cash provided by (used in) operating activities	67,315	39,460
Cash flows from investing activities		
Purchase of non-current assets	(51,551)	(63,338)
Proceeds from sale of non-current assets	230	171
Decrease (increase) in time deposits	(1,018)	948
Proceeds from sale of investment securities	885	189
Subsidies received	458	1,244
Other, net	373	346
Net cash provided by (used in) investing activities	(50,622)	(60,438)

(Millions of yen)

	Fiscal year ended March 31, 2022	Fiscal year ended March 31, 2023
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	1,700	10,000
Proceeds from long-term borrowings	11,000	20,000
Repayments of long-term borrowings	(13,465)	(4,049)
Purchase of treasury shares	(5,008)	(2)
Dividends paid	(8,146)	(10,573)
Repayments of lease liabilities	(791)	(889)
Other, net	(0)	(0)
Net cash provided by (used in) financing activities	(14,711)	14,485
Effect of exchange rate change on cash and cash equivalents	4,841	2,006
Net increase (decrease) in cash and cash equivalents	6,823	(4,485)
Cash and cash equivalents at beginning of period	81,785	88,609
Cash and cash equivalents at end of period	88,609	84,124