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November 7, 2023

## Summary of Financial Statements for the Six Months Ended September 30, 2023 (Japanese GAAP) (Consolidated)

Name of listed company: SINFONIA TECHNOLOGY CO., LTD.  
Exchange for listed company: Tokyo Stock Exchange  
Securities Code: 6507  
URL: [https://hibiki.sinfo-t.jp/eng/index\\_a.htm](https://hibiki.sinfo-t.jp/eng/index_a.htm)  
Representative: Shinichi Hirano, Representative Director and President

(Rounded down to the nearest million yen)

### 1. Consolidated financial results for the six months ended September 30, 2023 (April 1, 2023 to September 30, 2023)

(1) Consolidated operating results (cumulative) (Percentage (%) indicates the rate of year-over-year increase or decrease)

Six months ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2023	46,792	(4.6)	2,922	(21.2)	3,363	(22.9)	2,337	(23.3)
September 30, 2022	49,054	22.7	3,709	129.7	4,360	160.7	3,047	174.8

Note: Comprehensive income Six months ended September 30, 2023 ¥3,563 million 26.9 %  
Six months ended September 30, 2022 ¥2,807 million 150.0%

Six months ended	Profit per share	Diluted profit per share
	Yen	Yen
September 30, 2023	82.89	-
September 30, 2022	108.11	-

### (2) Consolidated financial position

As of	Total assets	Net assets	Equity capital ratio
	Millions of yen	Millions of yen	%
September 30, 2023	127,834	64,045	50.1
March 31, 2023	127,321	62,608	49.2

### (Reference) Equity capital

As of September 30, 2023 ¥64,045 million  
As of March 31, 2023 ¥62,608 million

### 2. Cash dividends

	Annual dividends per share				
	End of first quarter	End of second quarter	End of third quarter	End of period	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 2023	-	0.00	-	75.00	75.00
Fiscal year ending March 2024	-	0.00	-	-	-
Fiscal year ending March 2024 (Forecast)	-	-	-	60.00	60.00

Note: Revisions to the most recently announced dividend forecast: Yes

### 3. Consolidated operating results forecast for fiscal year ending March 2024(April 1, 2023 to March 31, 2024)

(Percentage (%) indicates the rate of year-over-year increase or decrease)

Full year	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
	100,000	(8.1)	8,700	(25.2)	9,000	(25.0)	6,200	(23.4)	219.90

Note: Revisions to the most recently announced consolidated operating results forecast: Yes

\*Notes

- (1) Transfer of key subsidiaries during the six months ended September 30, 2023  
(transfer of specific subsidiaries that involve any changes in the scope of consolidation): None
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and/or restatements
- (i) Changes in accounting policies associated with any amendments in accounting standards, etc. No
  - (ii) Other changes in accounting policies: No
  - (iii) Changes in accounting estimates: No
  - (iv) Restatements: No

(4) Number of issued shares (common shares)

a Number of issued shares at the end of the period (including treasury shares)

As of September 30, 2023	29,789,122 shares	As of March 31, 2023	29,789,122 shares
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b Number of treasury shares at the end of the period

As of September 30, 2023	1,594,173 shares	As of March 31, 2023	1,593,904 shares
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c Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2023	28,195,077 shares	Six months ended September 30, 2022	28,191,367 shares
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Note: Number of treasury shares at the end of the period includes Sinfonia Technology's shares held by the Board Benefit Trust (BBT) (167,500 shares in six months ended September 2023 and 167,500 shares in fiscal year ended March 2023). Sinfonia Technology's shares held by the Board Benefit Trust (BBT) are included in the treasury shares deducted in the calculation of the average number of shares during the period (167,500 shares in six months ended September 2023 and 171,900 shares in six months ended September 2022).

\*Summary of Financial Statements is not subject to the audit of a certified public accountant or an auditing firm.

\*Explanation of proper use of financial results forecast and other special notes

The financial results forecast is based on information available as of the date of the announcement of this document. The actual results may differ from this forecast due to different future factors.

**Quarterly consolidated financial statements**  
**Quarterly consolidated balance sheets**

(Unit: Millions of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	9,494	9,437
Notes and accounts receivable - trade, and contract assets	37,331	33,349
Merchandise and finished goods	2,467	2,281
Work in process	9,582	10,531
Raw materials and supplies	14,725	14,738
Other	777	645
Allowance for doubtful accounts	(80)	(95)
<b>Total current assets</b>	<b>74,297</b>	<b>70,888</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	10,936	13,872
Land	14,619	15,125
Other, net	7,278	6,456
<b>Total property, plant and equipment</b>	<b>32,834</b>	<b>35,454</b>
Intangible assets	1,366	1,087
<b>Investments and other assets</b>		
Investment securities	12,039	13,576
Other	6,913	6,897
Allowance for doubtful accounts	(130)	(71)
<b>Total investments and other assets</b>	<b>18,822</b>	<b>20,403</b>
<b>Total non-current assets</b>	<b>53,024</b>	<b>56,945</b>
<b>Total assets</b>	<b>127,321</b>	<b>127,834</b>

(Unit: Millions of yen)

	As of March 31, 2023	As of September 30, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	20,820	17,167
Short-term borrowings	7,360	9,570
Current portion of long-term borrowings	2,981	3,123
Income taxes payable	1,955	669
Provision for product warranties	395	545
Provision for loss on orders received	324	267
Other	12,255	12,423
<b>Total current liabilities</b>	<b>46,093</b>	<b>43,766</b>
<b>Non-current liabilities</b>		
Long-term borrowings	11,617	12,592
Provision for retirement benefits for directors (and other officers)	123	-
Provision for share awards for directors (and other officers)	100	124
Provision for environmental measures	8	-
Retirement benefit liability	3,056	3,034
Other	3,712	4,270
<b>Total non-current liabilities</b>	<b>18,619</b>	<b>20,022</b>
<b>Total liabilities</b>	<b>64,713</b>	<b>63,789</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	10,156	10,156
Capital surplus	452	452
Retained earnings	40,242	40,452
Treasury shares	(1,955)	(1,956)
<b>Total shareholders' equity</b>	<b>48,896</b>	<b>49,106</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	5,933	7,007
Deferred gains or losses on hedges	(3)	(22)
Revaluation reserve for land	3,913	3,913
Foreign currency translation adjustment	683	1,025
Remeasurements of defined benefit plans	3,185	3,014
<b>Total accumulated other comprehensive income</b>	<b>13,712</b>	<b>14,939</b>
<b>Total net assets</b>	<b>62,608</b>	<b>64,045</b>
<b>Total liabilities and net assets</b>	<b>127,321</b>	<b>127,834</b>

**Quarterly consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)**

**Quarterly consolidated statements of income (cumulative)**

(Unit: Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Net sales	49,054	46,792
Cost of sales	37,600	36,219
Gross profit	11,454	10,572
Selling, general and administrative expenses	7,744	7,650
Operating profit (loss)	3,709	2,922
Non-operating income		
Interest and dividend income	206	225
Foreign exchange gains	544	260
Other	73	87
Total non-operating income	823	573
Non-operating expenses		
Interest expenses	68	73
Other	104	59
Total non-operating expenses	173	132
Ordinary profit (loss)	4,360	3,363
Profit (loss) before income taxes	4,360	3,363
Income taxes	1,312	1,026
Profit (loss)	3,047	2,337
Profit (loss) attributable to owners of parent	3,047	2,337

**Quarterly consolidated statements of comprehensive income (cumulative)**

(Unit: Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023
Profit (loss)	3,047	2,337
Other comprehensive income		
Valuation difference on available-for-sale securities	(579)	1,074
Deferred gains or losses on hedges	–	(19)
Foreign currency translation adjustment	452	342
Remeasurements of defined benefit plans, net of tax	(112)	(170)
Total other comprehensive income	(239)	1,226
Comprehensive income	2,807	3,563
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,807	3,563
Comprehensive income attributable to non-controlling interests	–	–

## Supplementary Information of the Financial Results for the Six Months Ended September 30, 2023 [Fiscal 2023] (Consolidated)

November 7, 2023  
SINFONIA TECHNOLOGY CO., LTD.

### 1. Summary of operating results

(Unit: Millions of yen)

		Six months ended September 30, 2022	Six months ended September 30, 2023	YOY increase/decrease	Increase/Decrease rate
		(A)	(B)	(B) - (A)	
Net sales		49,054	46,792	(2,261)	(4.6)%
Operating profit	(%)	7.6%	6.2%	(1.4)pt	(4.6)%
		3,709	2,922	(787)	(21.2)%
Ordinary profit	(%)	8.9%	7.2%	(1.7) pt	(21.2)%
		4,360	3,363	(996)	(22.9)%
Profit attributable to owners of parent	(%)	6.2%	5.0%	(1.2) pt	(22.9)%
		3,047	2,337	(710)	(23.3)%

### 2. Information by segment

#### (1) Net sales and operating profit

(Unit: Millions of yen)

		Six months ended September 30, 2022	Six months ended September 30, 2023	YOY increase/decrease	Increase/Decrease rate
		(A)	(B)	(B) - (A)	
Motion Equipment	Net sales	17,276	18,081	805	4.7%
	Operating profit	659	1,088	428	65.0%
Power Electronics Equipment	Net sales	8,668	10,076	1,407	16.2%
	Operating profit	124	125	0	0.8%
Clean Transport System	Net sales	15,477	10,105	(5,372)	(34.7)%
	Operating profit	3,188	1,140	(2,048)	(64.2)%
Engineering & Service	Net sales	7,631	8,529	897	11.8%
	Operating profit	(185)	590	775	-
Adjustment amount	Net sales	-	-	-	-
	Operating profit	(78)	(22)	55	-
Total	Net sales	49,054	46,792	(2,261)	(4.6)%
	Operating profit	3,709	2,922	(787)	(21.2)%

Note: Because of a structure change on October 1, 2022, the Clean Transport System business, which was previously included in the Power Electronics Equipment business, is now a reportable segment. In addition, the Support & Engineering business is renamed to the Engineering & Service business. As a result, the Company has changed its business classification from the three segments of the Motion Equipment business, Power Electronics Equipment business and Support & Engineering business to the four segments of Motion Equipment business, Power Electronics Equipment business, Clean Transport System business and Engineering & Service business.

Segment information for the second quarter of the fiscal year ended March 31, 2023 is based on the reportable segment classification after the change.

**(2) Orders received**

(Unit: Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023	YOY increase/decrease	
	(A)	(B)	(B) - (A)	Increase/Decrease rate
Motion Equipment	19,993	18,821	(1,172)	(5.9)%
Power Electronics Equipment	18,461	13,754	(4,707)	(25.5)%
Clean Transport System	18,170	9,817	(8,353)	(46.0)%
Engineering&Service	11,970	11,249	(721)	(6.0)%
Total	68,596	53,642	(14,954)	(21.8)%

**(3) Balance of orders received**

(Unit: Millions of yen)

	As of September 30, 2022	As of September 30, 2023	YOY increase/decrease	
	(A)	(B)	(B) - (A)	Increase/Decrease rate
Motion Equipment	34,308	35,949	1,641	4.8%
Power Electronics Equipment	28,392	34,381	5,988	21.1%
Clean Transport System	11,971	7,649	(4,322)	(36.1)%
Engineering&Service	12,521	12,808	286	2.3%
Total	87,194	90,788	3,594	4.1%

**3. Overseas net sales**

(Unit: Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023	YOY increase/decrease	
	(A)	(B)	(B) - (A)	Increase/Decrease rate
Overseas net sales	14,278	12,633	(1,644)	(11.5)%
Overseas net sales ratio (%)	29.1%	27.0%	(2.1) pt	

**4. Cash flows**

(Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023	YOY increase/decrease	
	(A)	(B)	(B) - (A)	Increase/Decrease rate
Operating cash flow	(647)	2,780	3,427	-
Investing cash flow	(1,351)	(4,088)	(2,737)	-
Free cash flow	(1,998)	(1,307)	690	-
Financing cash flow	1,014	1,164	150	14.9%
Cash and cash equivalents at the end of the period	7,846	9,436	1,590	20.3%

**5. Capital expenditures, depreciation, and research and development expenses**

(Unit: Millions of yen)

	Six months ended September 30, 2022	Six months ended September 30, 2023	YOY increase/decrease	
	(A)	(B)	(B) - (A)	Increase/Decrease rate
Capital expenditures	2,443	3,887	1,444	59.1%
Depreciation	1,585	1,691	106	6.7%
Research and development expenses	1,898	1,662	(236)	(12.4)%