

Consolidated Financial Results for the Three Months Ended June 30, 2024

August 5, 2024

SHIBAURA MACHINE CO., LTD.

Consolidated Financial Results Overview for the Three Months Ended June 30, 2024

- 1) Key Points of Financial Results**
- 2) Year-on-Year Comparison**

Increased Revenue and Profits Year-on-Year

■ Net Sales

- Significant increase in LiB separator film production lines for EV in China.

■ Operating Profit, Ordinary Profit, Net Profit

- All operating profit, ordinary profit and quarterly net profit increased with a positive effect of boosting profits on the back of increased sales, etc.

■ Orders Received

- Although the spread of EV is predicted to increase in the medium to long term, the order intake for LiB separator film production lines for EV currently decrease significantly compared to last year due to the slowing growth in EV.
- Machine tools decrease due to the impact of the economic downturn in China and for industrial machinery in Japan and North America.
- Medium to large injection molding machines increase mainly for automobiles in North America.

Performance Summary (Year-on-Year)

Shibaura Machine

(Unit: 100 million yen)

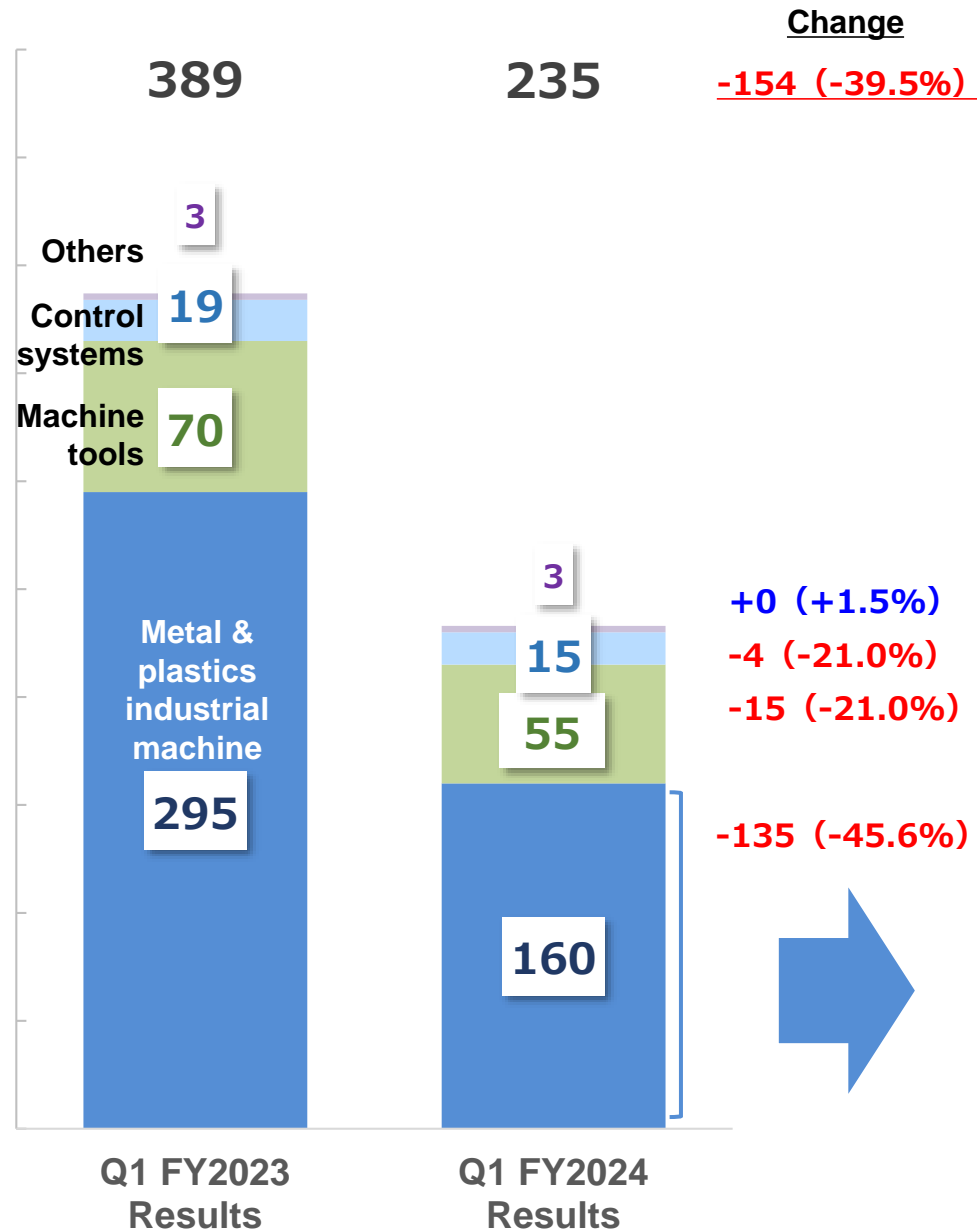
	Q1 FY2024 Results (A)	Q1 FY2023 Results (B)	Change (A-B)
Net sales	423	347	+76
Operating profit	39	26	+13
Profit ratio	9.3%	7.6%	+1.7pt
Ordinary profit	44	34	+10
Profit ratio	10.4%	9.9%	+0.5pt
Net profit attributable to owners of parent	29	26	+3
Profit ratio	6.9%	7.7%	- 0.8pt
Orders received	235	389	- 154
Exchange rate (USD)	161 yen	145 yen	

*Exchange rate sensitivity on operating profit (USD)
 Approximately 70 million yen per 1 yen
 (Profits will increase with yen's depreciation)

Amounts of Orders Received (By Segment)

Shibaura Machine

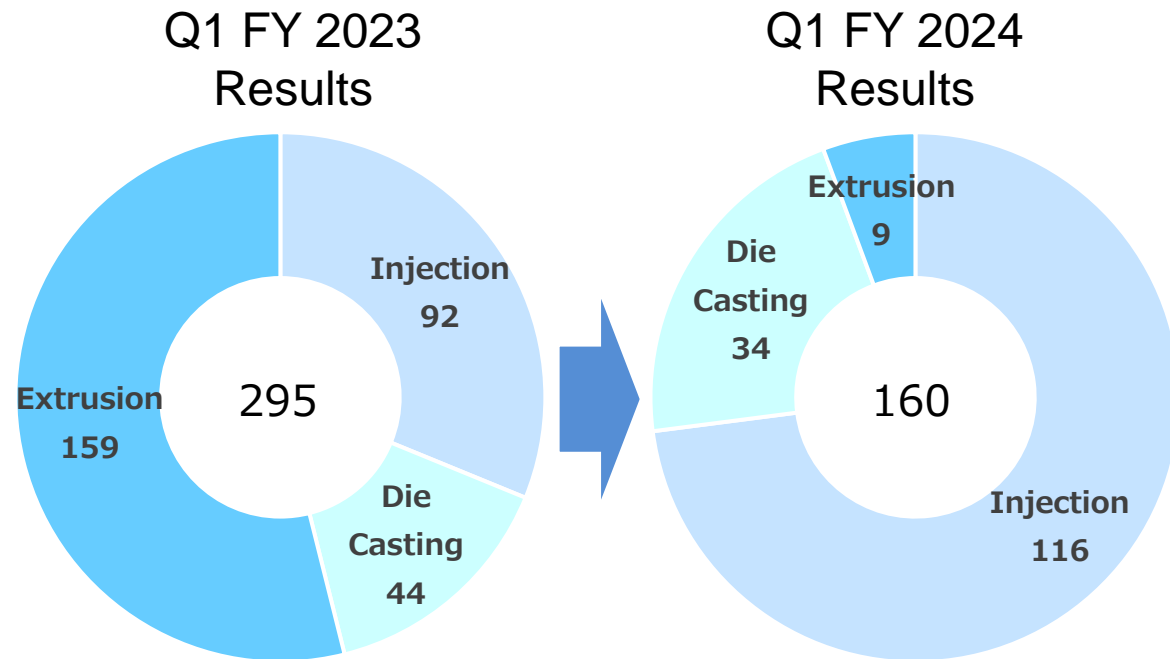
(Unit: 100 million yen)



(Unit: 100 million yen)

Breakdown of Metal & Plastics Industrial Machine

Injection: Injection molding machines
Die Casting: Die casting machines
Extrusion: Extrusion machines



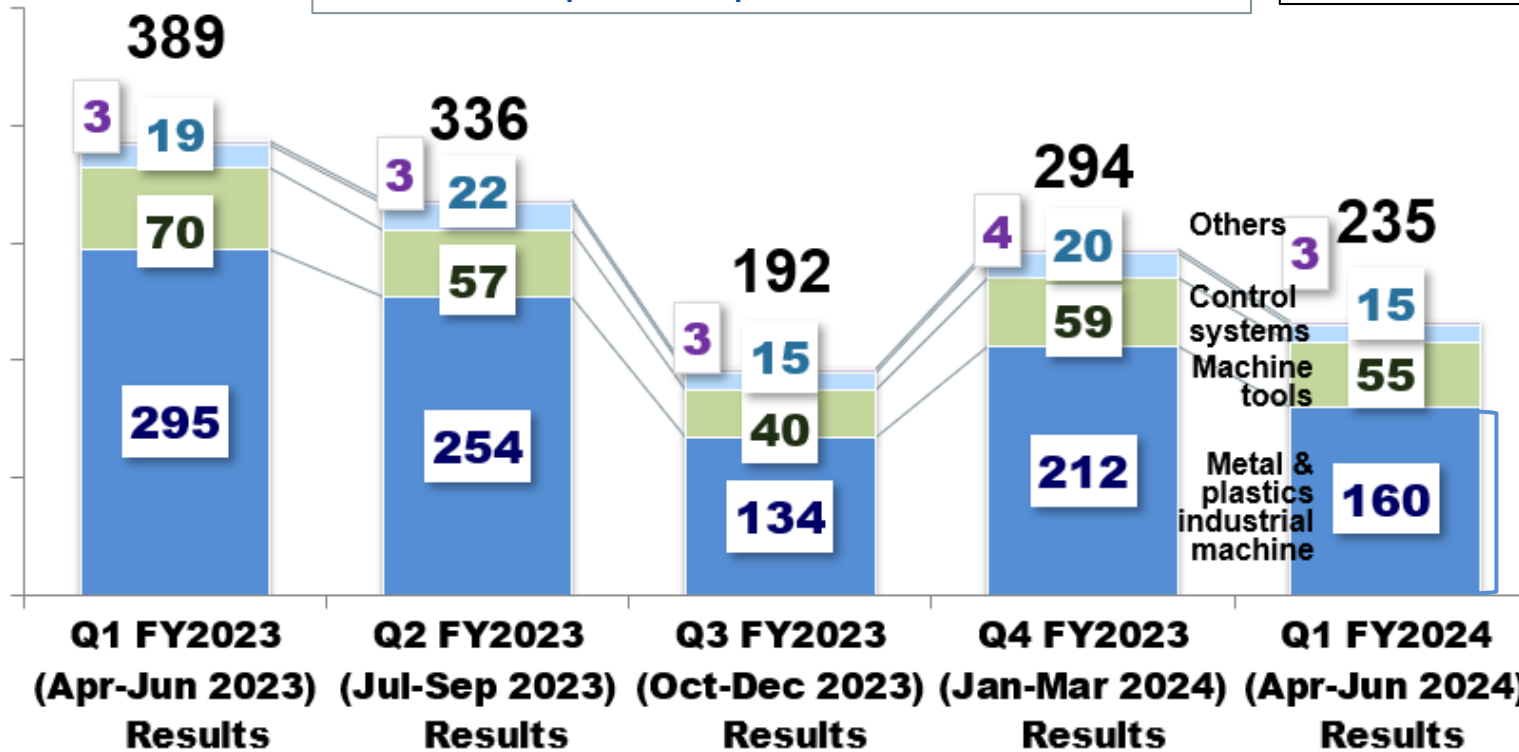
Trends of Orders Received (By Segment)

Shibaura Machine

(Unit: 100 million yen)

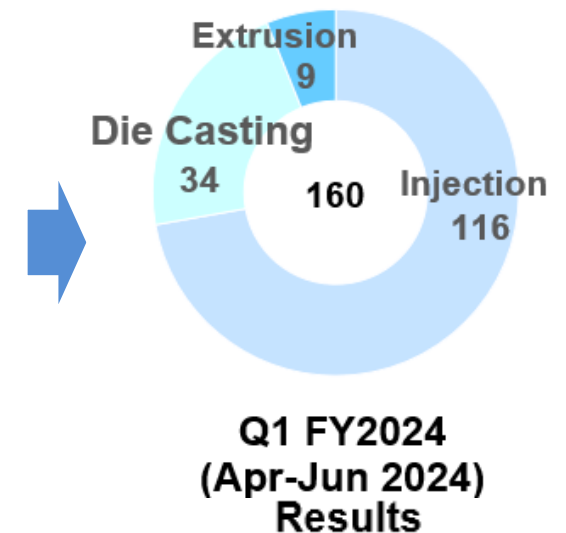
Metal & plastics industrial machine has quarterly fluctuation in amounts of orders received, because of including large volume orders for LiB separator film production lines for EV.

Machine tools: Large machine tools (machine tool segment)
Precision: High-precision machine tools (machine tool segment)
Control: Control systems



Breakdown of Metal & Plastics Industrial Machine

(Unit: 100 million yen)



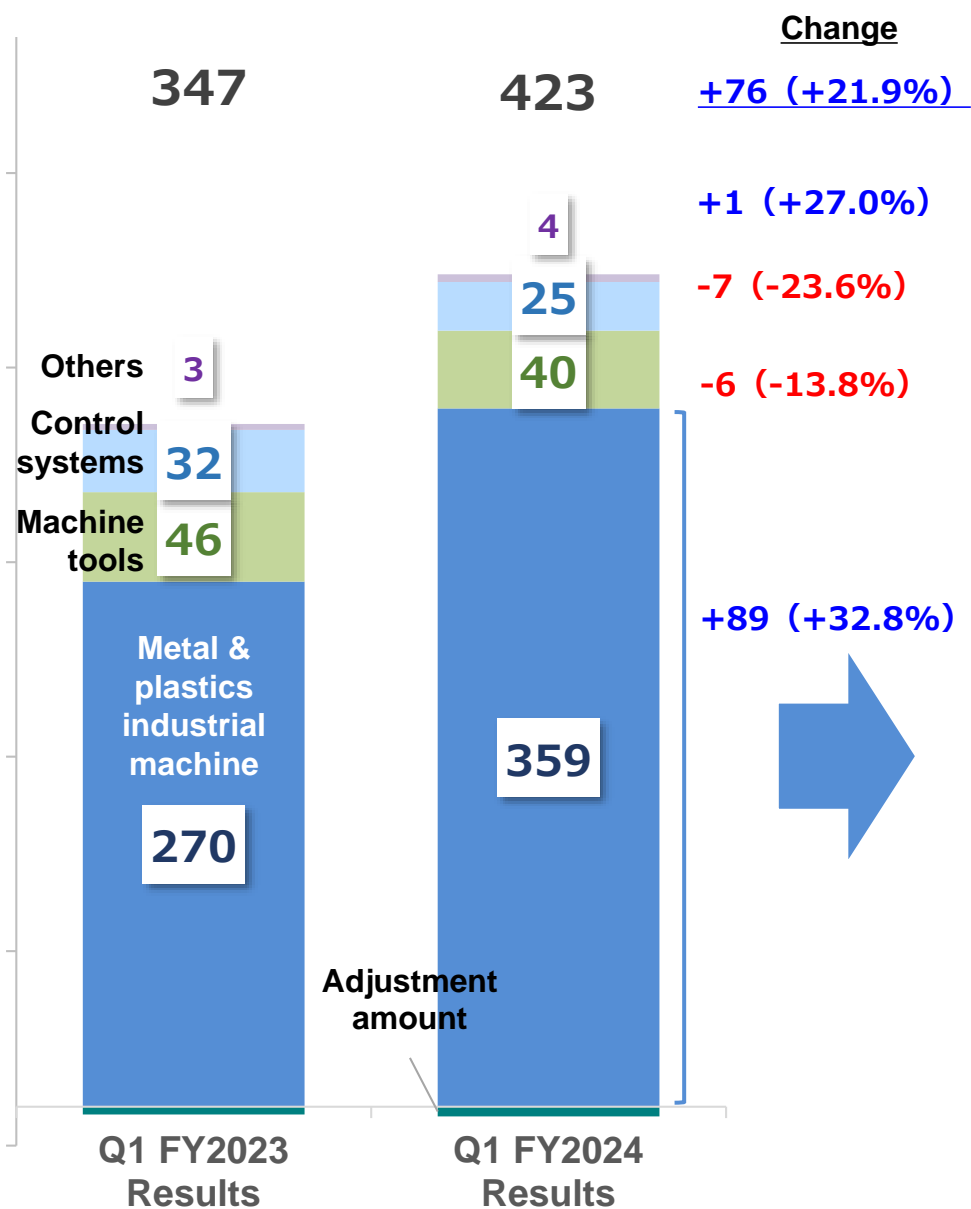
Current Orders

- Injection: Demand for medium to large machine, mainly for automobiles, tends to recover in North America etc. is robust in India.
- Die Casting: Demand continues to recover slowly, but investment for EV-related appears pause.
- Extrusion: Order confirm for LiB separator film production lines for EV are delayed due to slowing growth in EV demand.
- Machine Tools: Demand decrease for industrial machinery in Japan and North America and decrease due to the impact of the economic downturn in China.
- Precision: Demand increase vehicle-mounted optical molds, semiconductor manufacturing equipment and medical in Japan.
- Control: Demand for industrial robot and electronic control systems in Japan decrease.

Net Sales (By Segment)

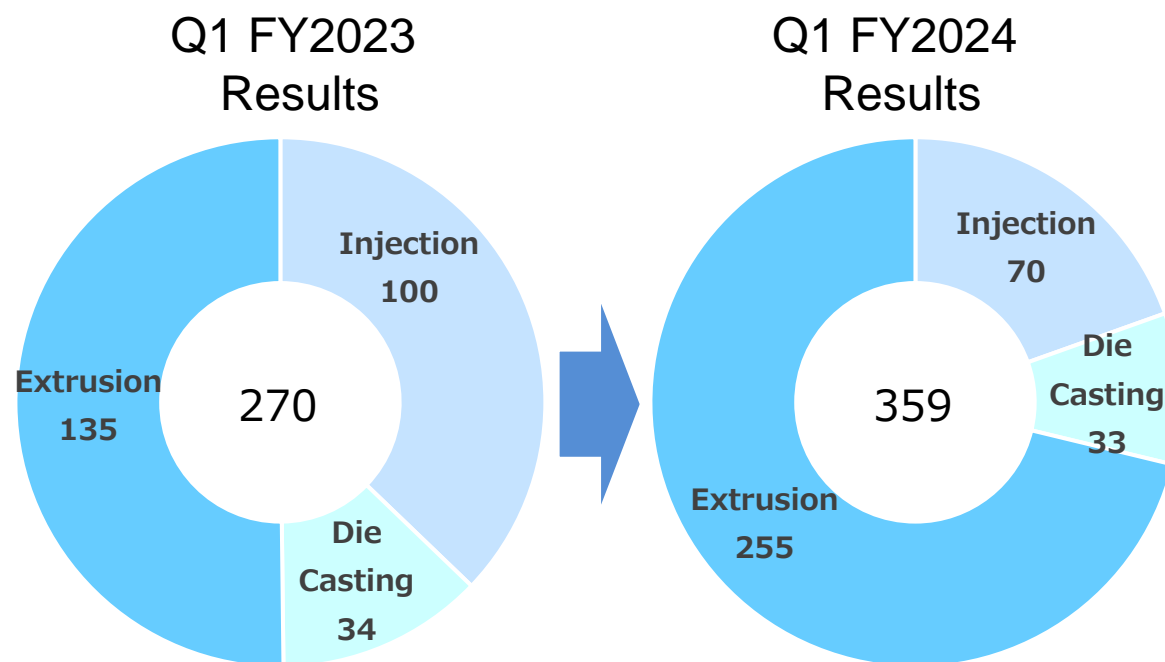
Shibaura Machine

(Unit: 100 million yen)



(Unit: 100 million yen)

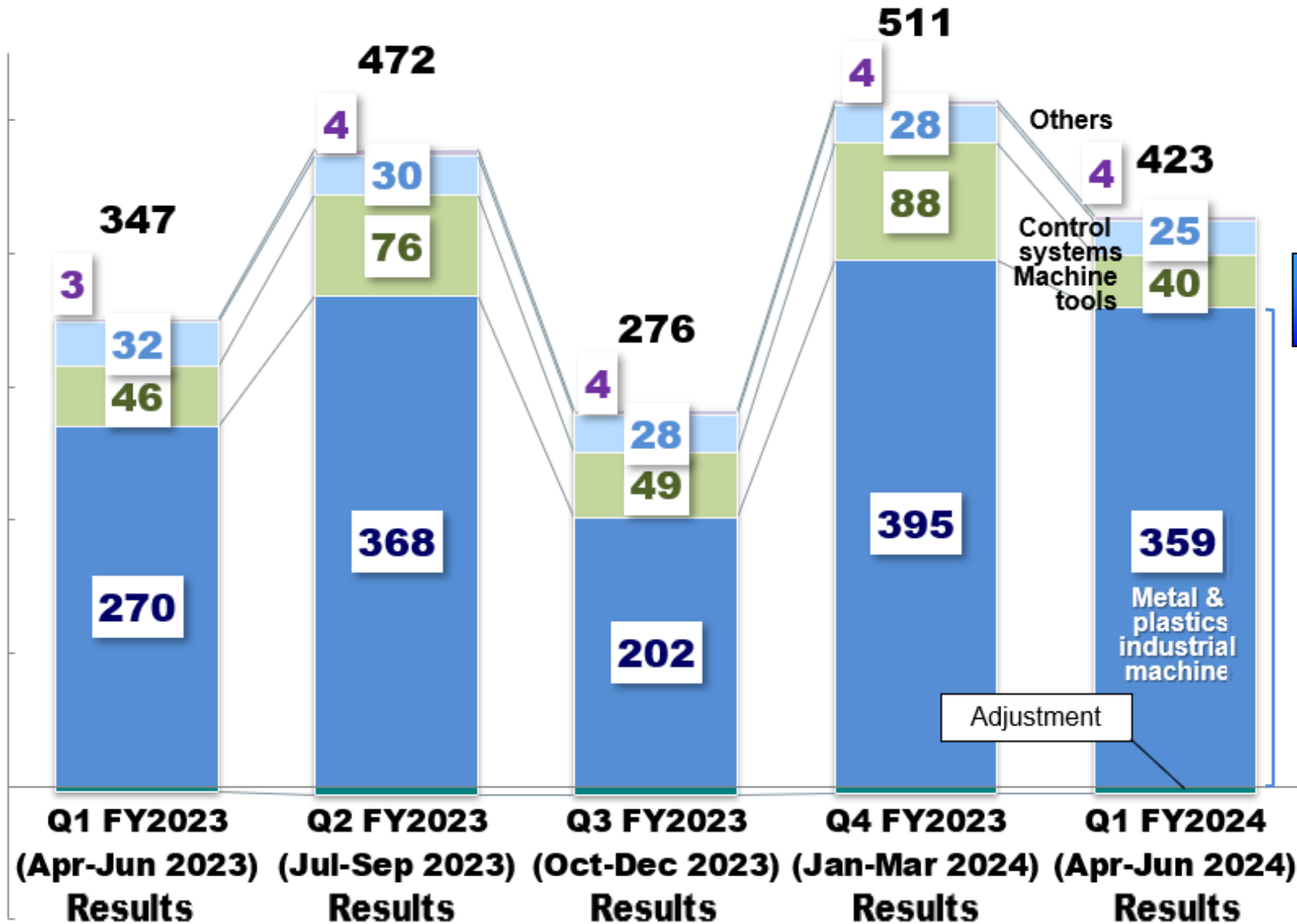
Breakdown of Metal & Plastics Industrial Machine



Trends of Net Sales (By Segment)

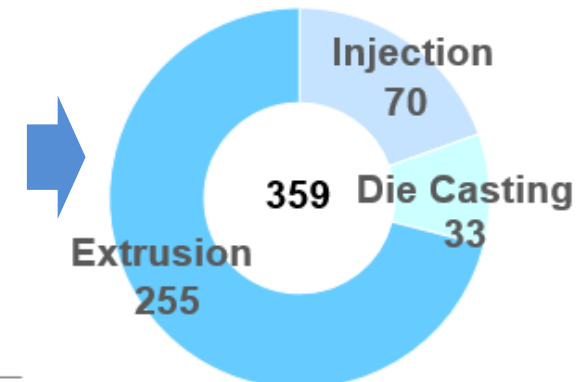
Shibaura Machine

(Unit: 100 million yen)



Breakdown of Metal & Plastics Industrial Machine

(Unit: 100 million yen)

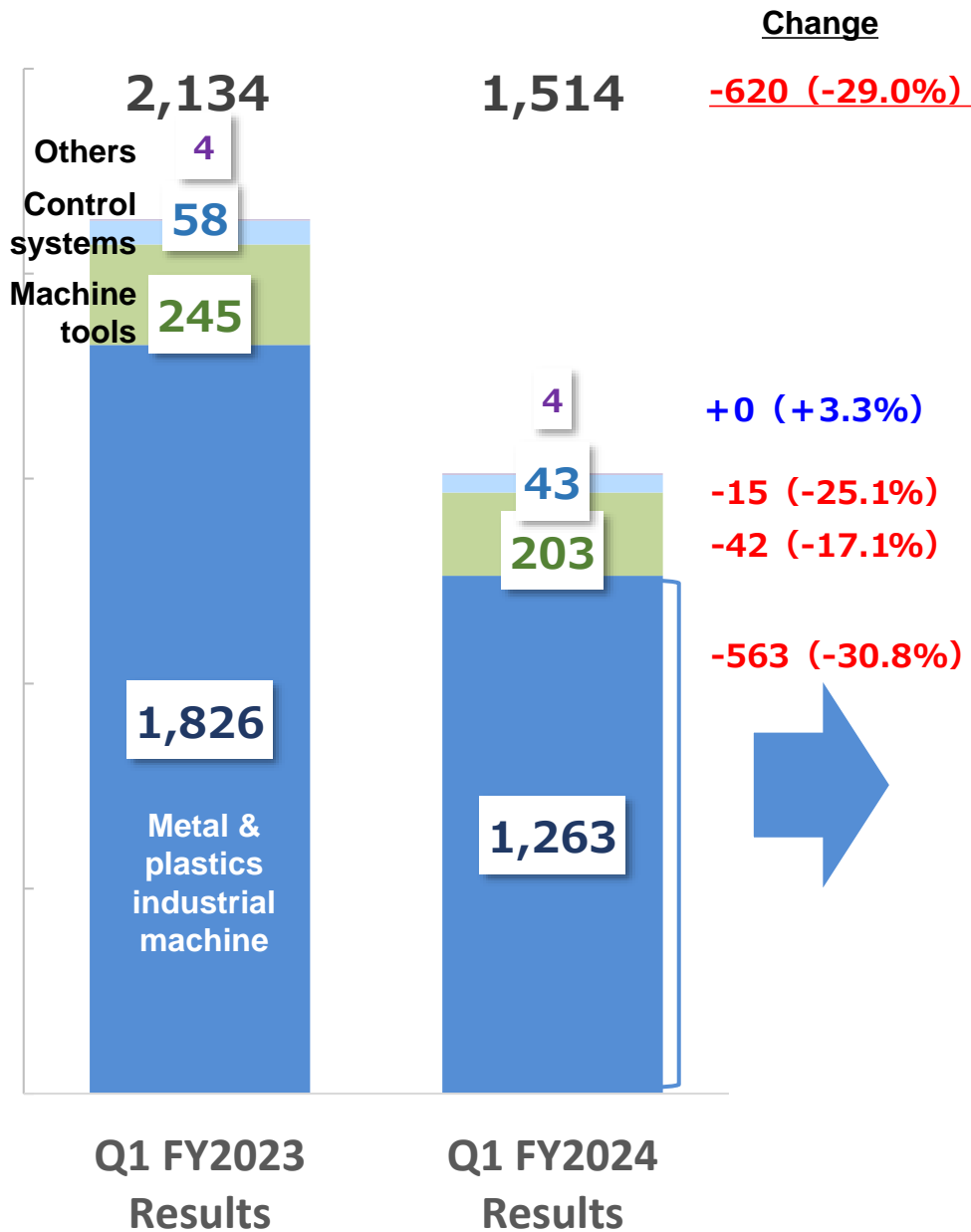


Q1 FY2024 (Apr-Jun 2024) Results

Order Backlog (By Segment)

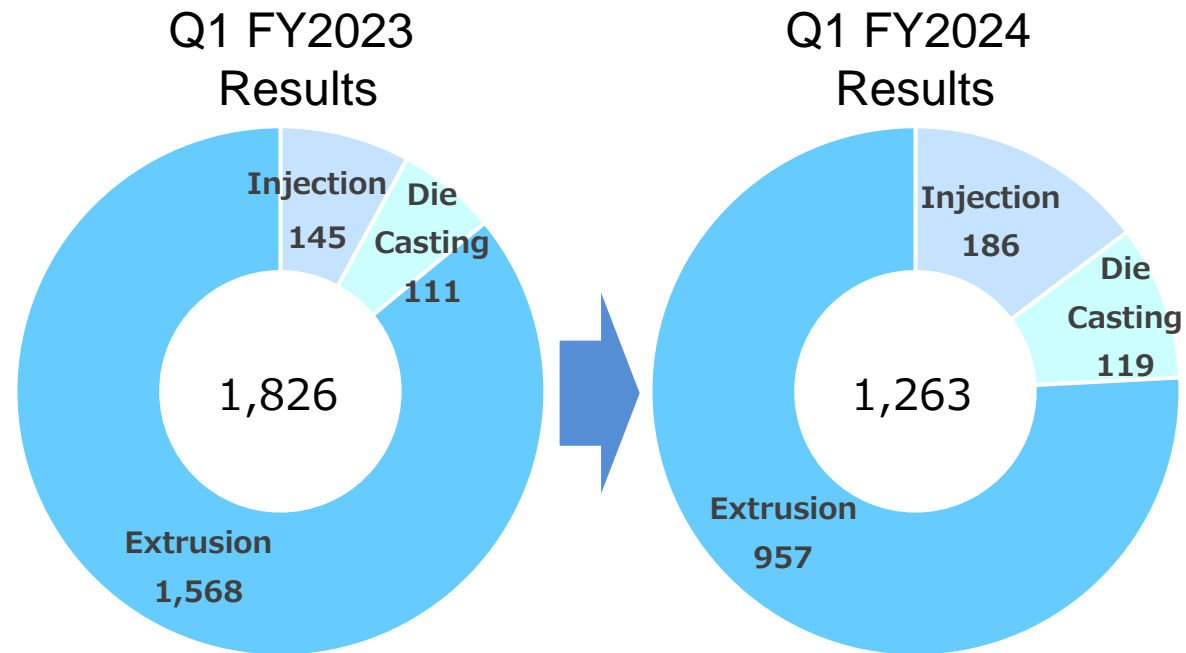
Shibaura Machine

(Unit: 100 million yen)



(Unit: 100 million yen)

Breakdown of Metal & Plastics Industrial Machine

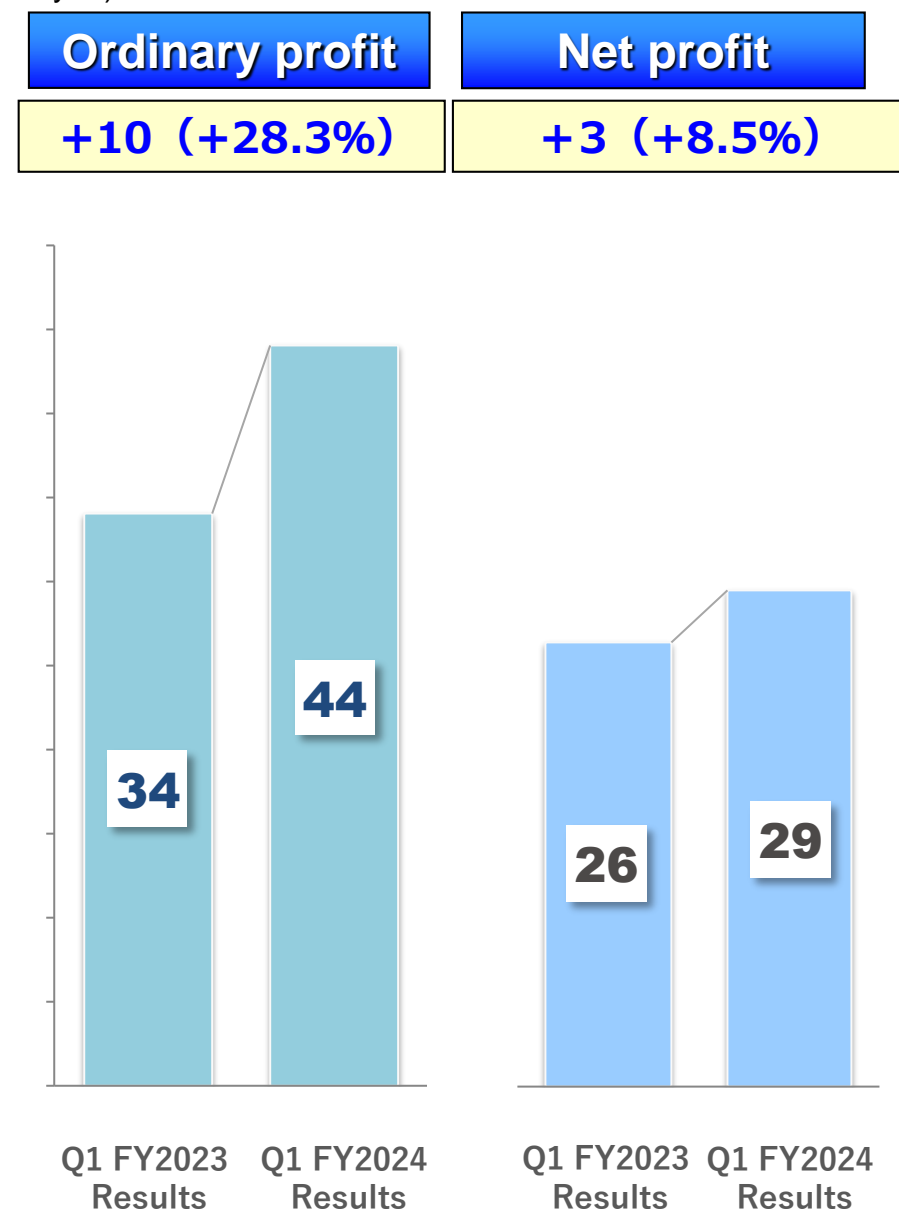
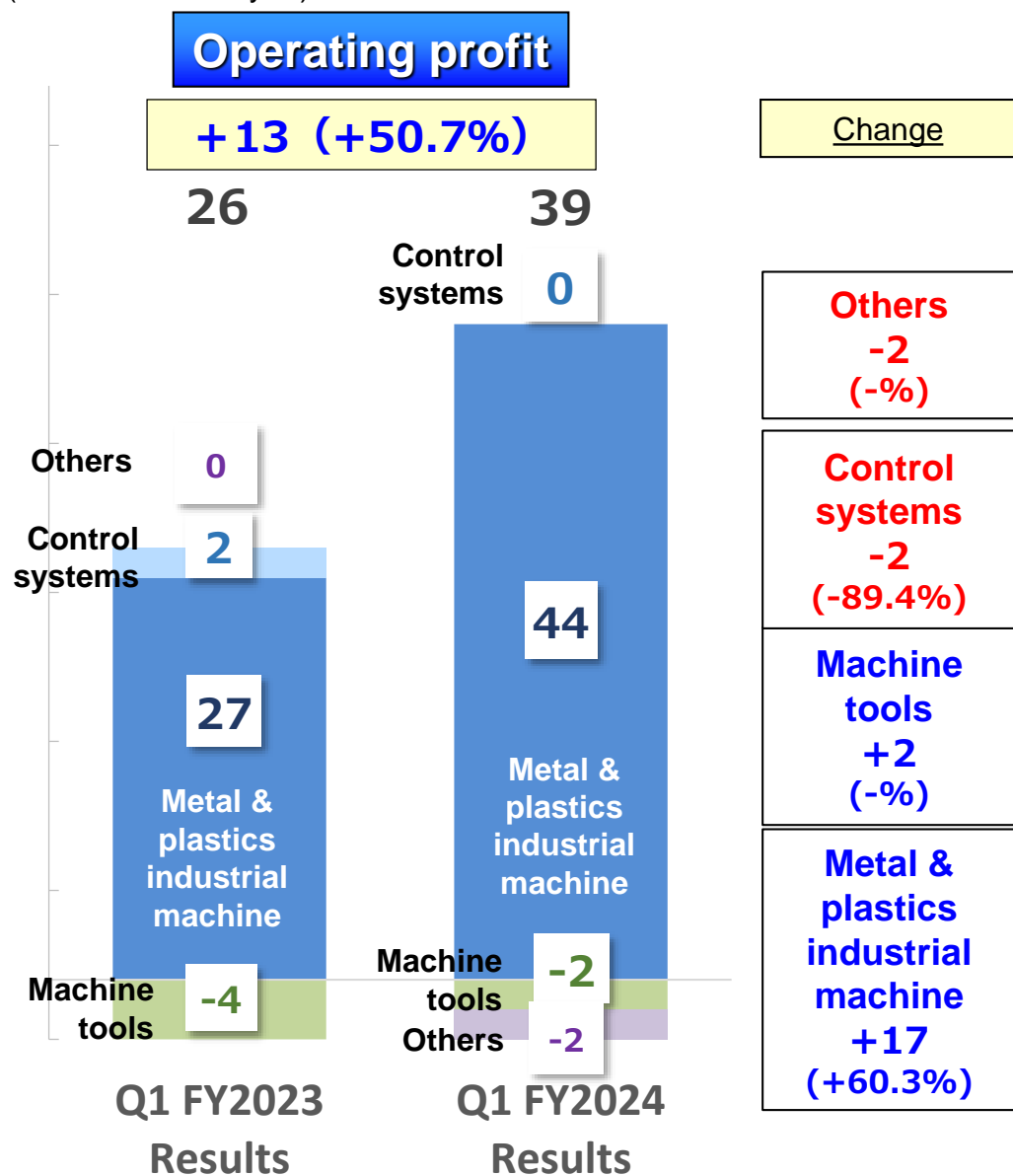


Operating Profit (By Segment), Ordinary Profit, Net Profit

Shibaura Machine

(Unit: 100 million yen)

(Unit: 100 million yen)



(Metal & Plastics Industrial Machine) Segment Results

Shibaura Machine

(Unit: 100 million yen)

(Injection molding machines, die casting machines, extrusion machines, etc.)

	Q1 FY2024 Results	Q1 FY2023 Results	Amount Change	Percentage Change
Net Sales	359	270	+89	+32.8%
Operating Profit	44	27	+17	+60.3%
Profit Ratio	12.3%	10.2%	—	+2.1pt

Performance Factor Analysis



Positive Factors

- Extrusion: Significant increase in LiB separator film production lines for EV in China.



Negative Factors

- Injection: Decrease in Japan and North America etc.

(Machine Tools) Segment Results

Shibaura Machine

(Unit: 100 million yen)

(Machine tools, high-precision machine tools, etc.)

	Q1 FY2024 Results	Q1 FY2023 Results	Amount Change	Percentage Change
Net Sales	40	46	- 6	- 13.8%
Operating Profit	- 2	- 4	+2	—
Profit Ratio	- 5.2%	- 8.8%	—	+3.6pt

Performance Factor Analysis



Positive Factors

- Precision: Increase for optical in Japan.



Negative Factors

- Machine Tools: Decrease in Japan and North America etc.

(Control Systems) Segment Results

Shibaura Machine

(Unit: 100 million yen)

(Industrial robots, electronic control systems, etc.)

	Q1 FY2024 Results	Q1 FY2023 Results	Amount Change	Percentage Change
Net Sales	25	32	- 7	- 23.6%
Operating Profit	0	2	- 2	- 89.4%
Profit Ratio	1.1%	7.7%	—	- 6.6pt

Performance Factor Analysis



Positive Factors

- Engineering solutions reinforce.



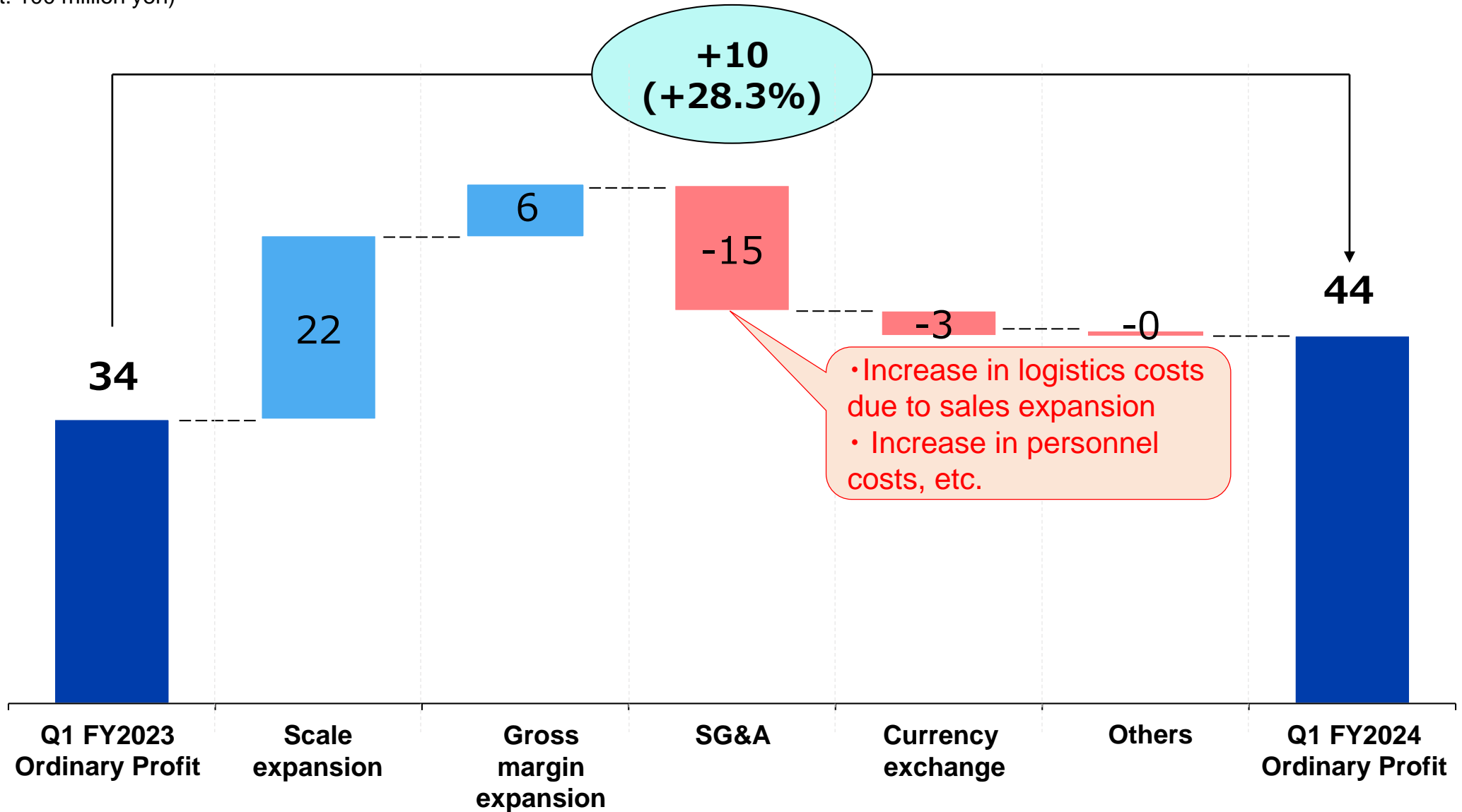
Negative Factors

- Industrial Robot is low in China.

Ordinary Profit Analysis

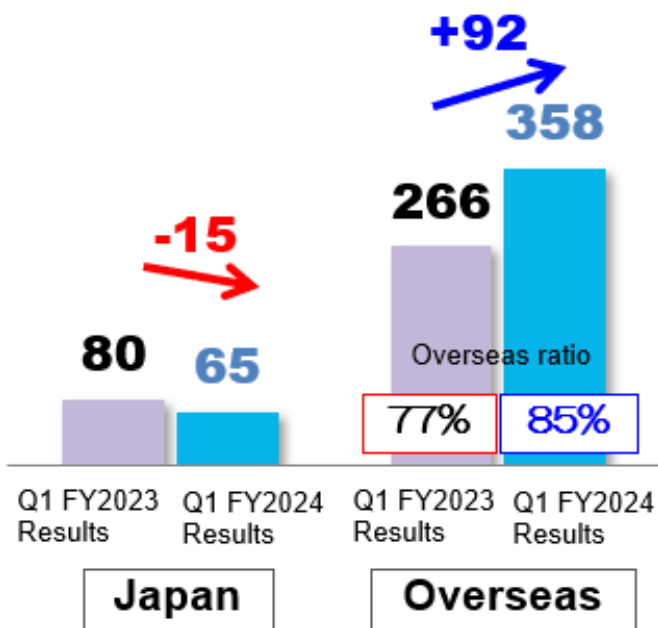
Shibaura Machine

(Unit: 100 million yen)



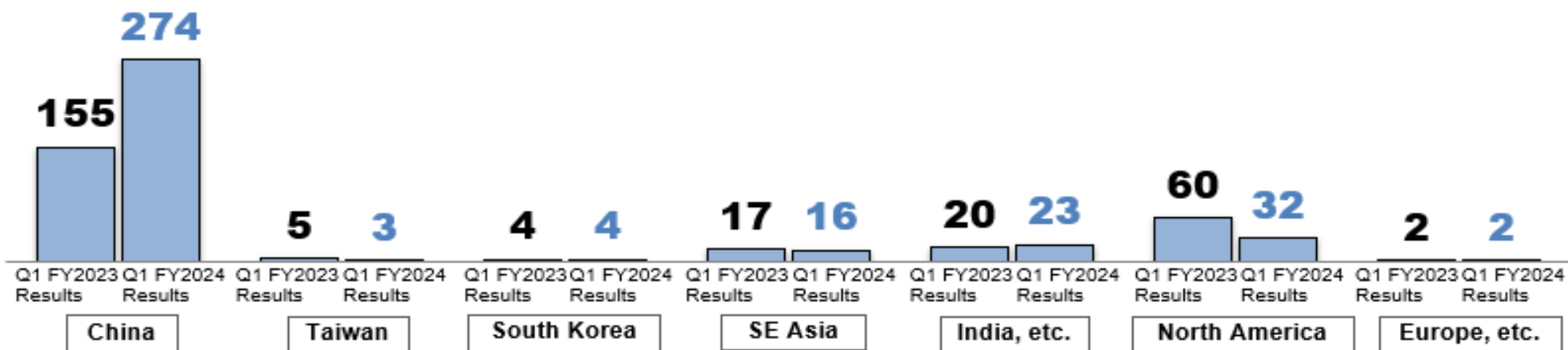
Domestic and Overseas Sales

(Unit: 100 million yen)



- **Japan** : ➔ [Extrusion] [Precision] Increase
➔ [Injection] [Die Casting] [Machine Tools] [Control Systems] Decrease
- **China** : ➔ [Injection] [Extrusion] [Machine Tools] Increase
➔ [Precision] Decrease
- **SE Asia** : ➔ [Injection] Decrease
- **India** : ➔ [Injection] Increase
- **North America** : ➔ [Injection] [Machine Tools] Decrease

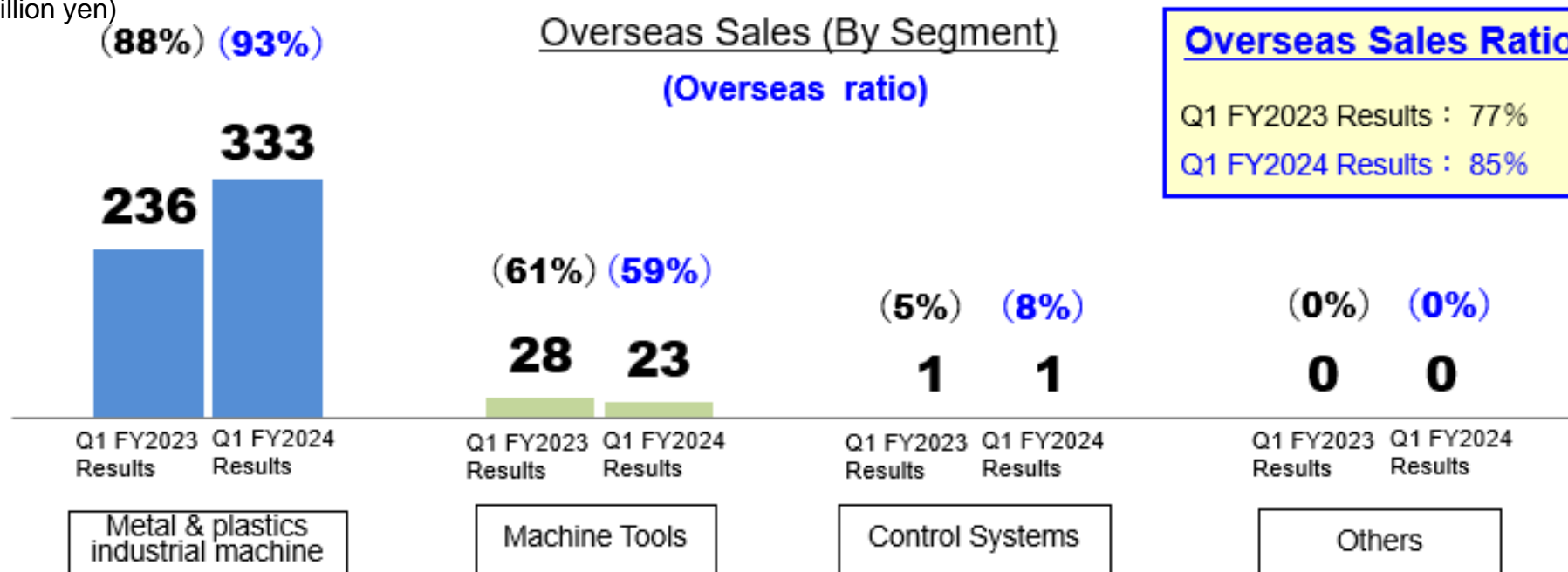
Overseas Sales(By Region)



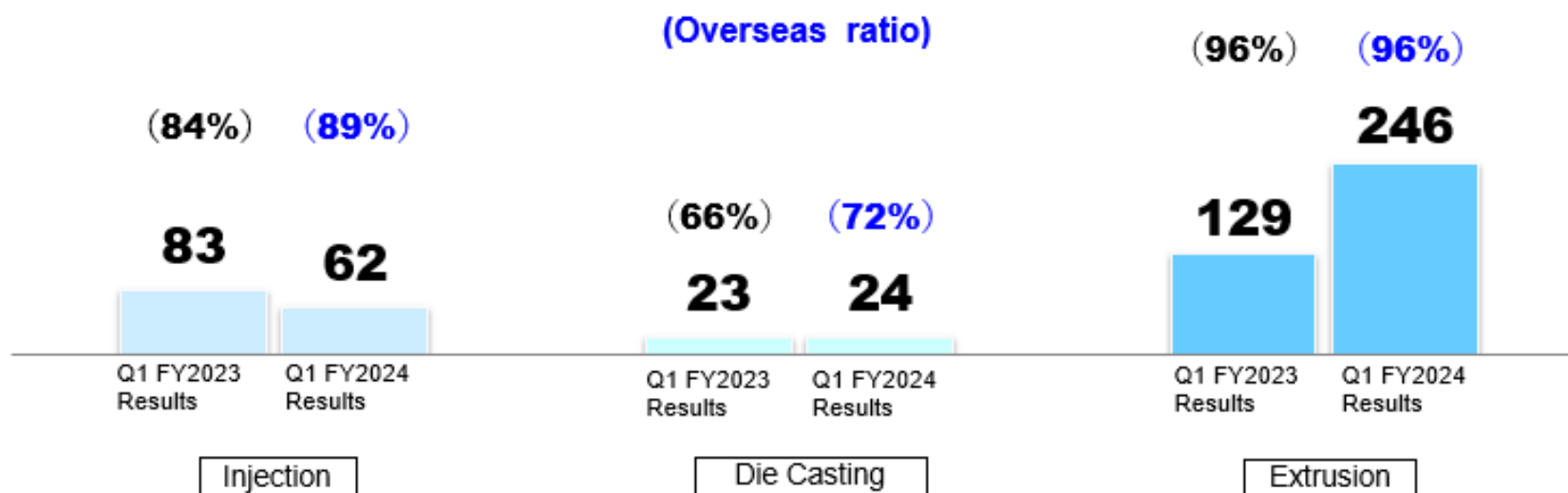
Overseas Sales and Ratio (By Segment)

Shibaura Machine

(Unit: 100 million yen)



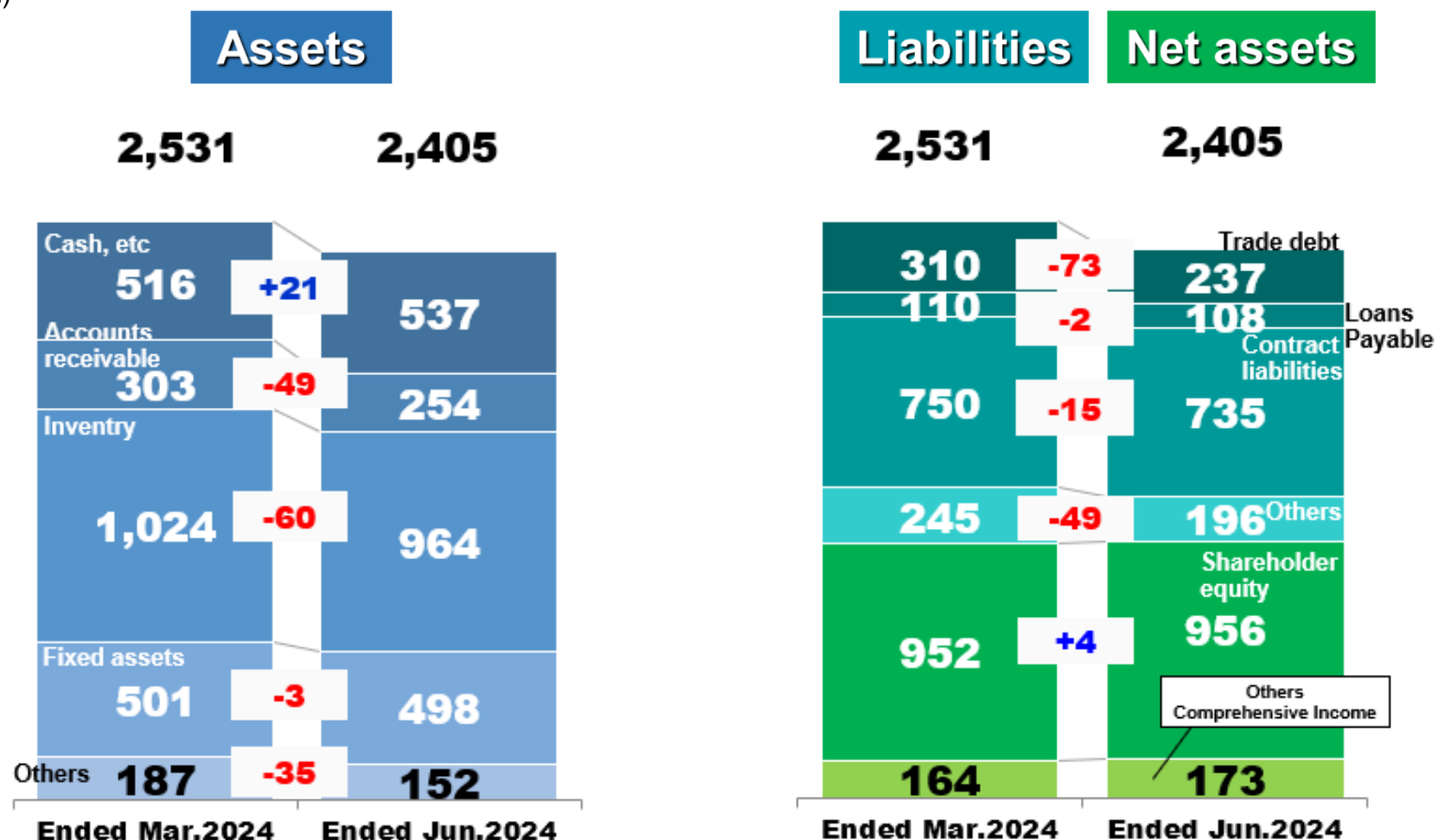
Metal & Plastics Industrial Machine (By Product)



Balance Sheet

Shibaura Machine

(Unit: 100 million yen)



	Ended Mar.2024	Ended Jun.2024
Equity ratio	44.1%	47.0%
D/E ratio	9.9%	9.6%

Forecast of Consolidated Financial Results for the Year Ending March 31, 2025

- 1) Financial Results Forecast**
- 2) R&D Expenses, Capital Expenditures,
Depreciation Expenses**
- 3) Dividend Forecast**
- 4) Purchase and cancellation of own
shares**

FY2024 Financial Results Summary

Shibaura Machine

(Unit: 100 million yen)

FY2024 summary of business results forecast has not been changed from it announced on May 13, 2024.

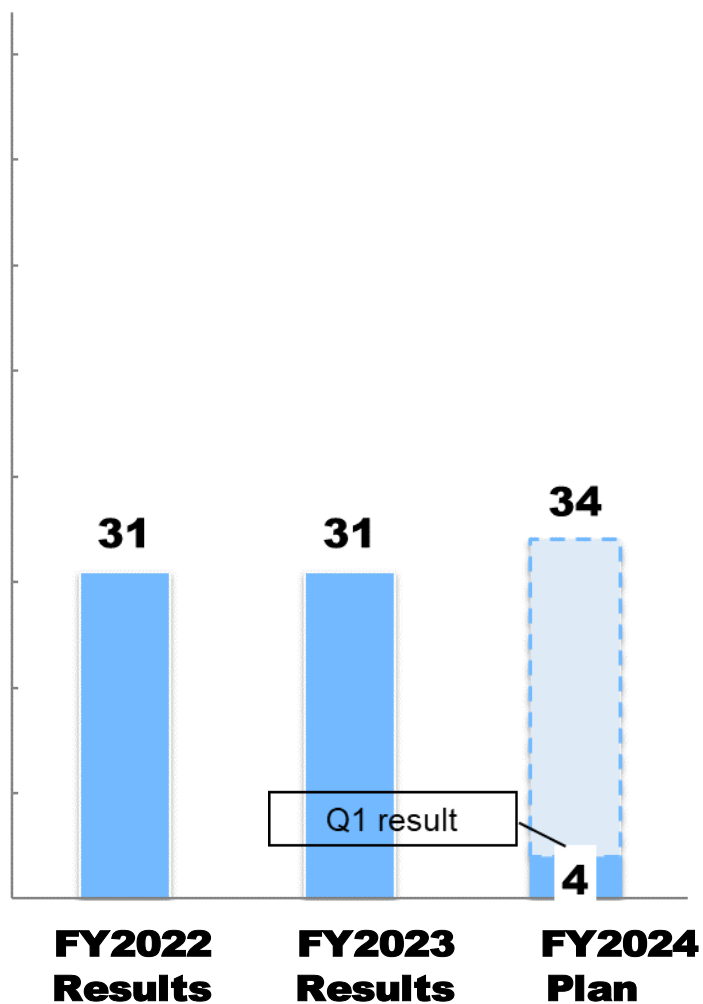
	FY2024 Forecast (Announced on May.13,2024) (A)	FY2023 Results (B)	Change (A)-(B)
Net sales	1,700	1,606	+94
Operating profit	140	136	+4
Profit ratio	8.2%	8.5%	- 0.3pt
Ordinary profit	126	146	- 20
Profit ratio	7.4%	9.1%	- 1.7pt
Net profit attributable to owners of parent	92	179	- 87
Profit ratio	5.4%	11.2%	- 5.8pt
Orders received	1,720	1,211	+509
Exchange rate (USD)	145 yen	151 yen	

R&D Expenses, Capital Expenditures, Depreciation Expenses

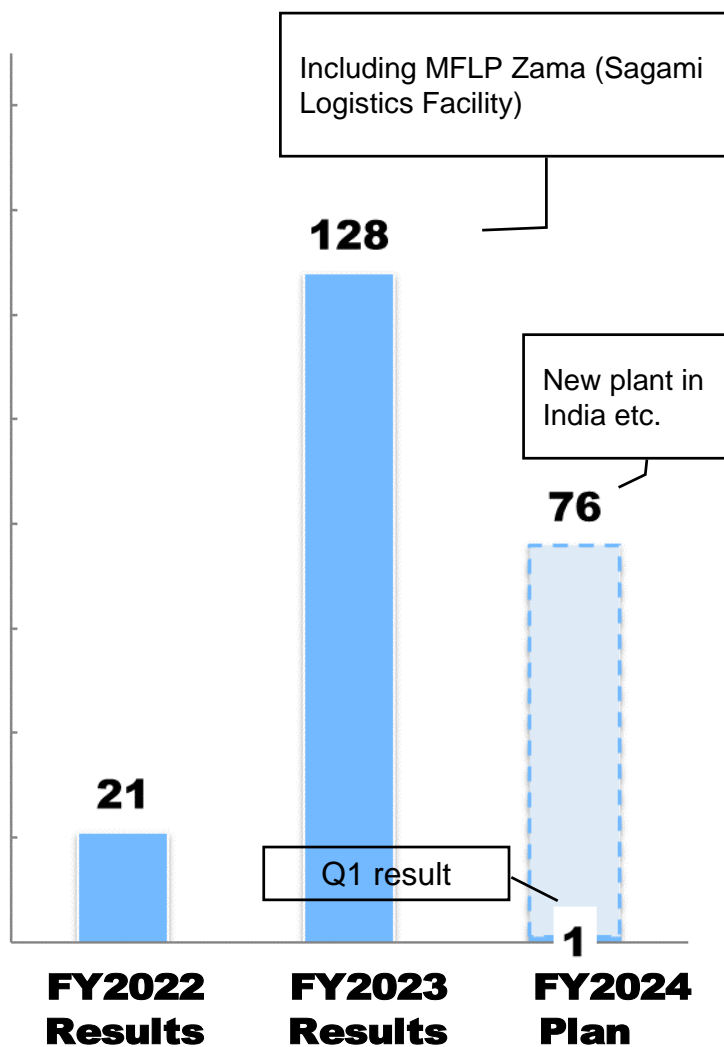
Shibaura Machine

(Unit: 100 million yen)

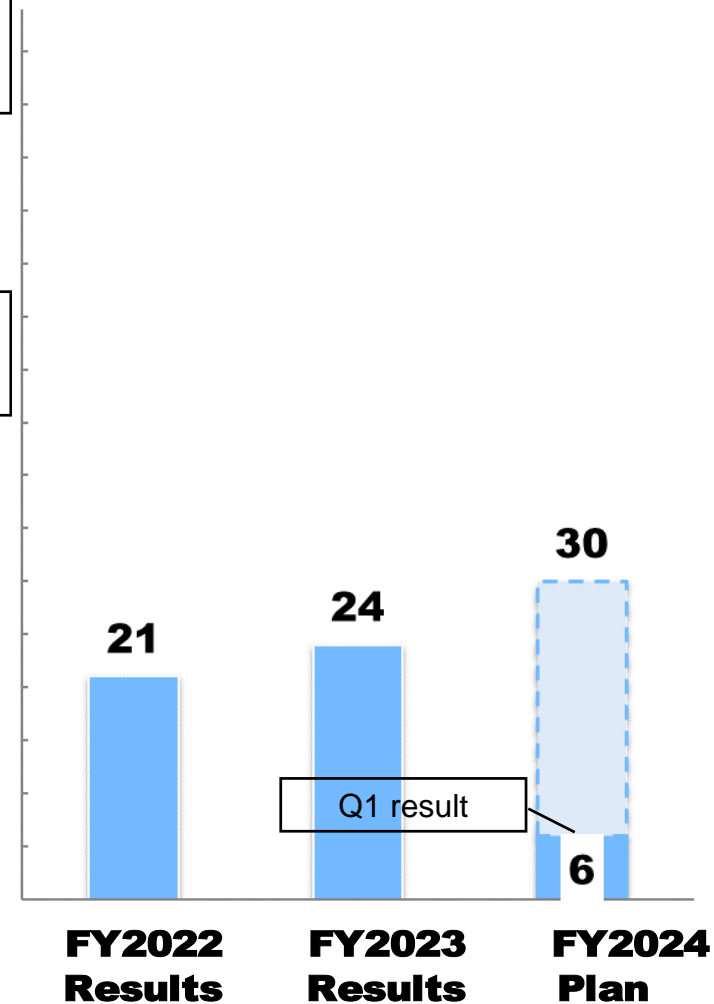
R&D Expenses



Capital Expenditures



Depreciation Expenses



FY2024 dividend forecast has not been changed from it announced on May 13, 2024.

Policy on Determination of Dividends

Our basic policy is to maintain stable dividends and to distribute profits in line with business performance while strengthening our management structure to improve profitability.

With regards to retained earnings, we will make strategic decisions on future business development for the purpose of continuous corporate growth, and effectively invest in strengthening human capital, production facilities, technological development, overseas expansion, and other areas. We will also continue to return profits to shareholders in an appropriate manner.

	Interim	Year-end	Full-year	Dividend payout ratio (Consolidated)
FY ended March 31, 2023	37.5 yen	70.0 yen	107.5 yen	40.3%
FY ended March 31, 2024	70.0 yen	70.0 yen	140.0 yen	※ 52.1%
FY ending March 31, 2025 (Forecast)	70.0 yen	70.0 yen	140.0 yen	35.6%

※ Extraordinary profit (gain on sale of land) related to the commercialization of MFLP Zama (Sagami Logistics Facility) are excluded from net profit because it is used to acquire the equity interest in the building constructed on the land of the transferred asset.

Additionally, the dividend payout ratio was calculated as a total payout ratio which includes treasury stock acquisitions announced on May 13, 2024.

Purchase and cancellation of own shares

The following share purchases and cancellations make to implement a flexible capital policy in response to changes in the business environment, to improve capital efficiency to and enhance shareholder returns.

1.Details of matters relating to the acquisition of Own Shares

- (1) Class of shares to be purchased : Common shares
- (2) Total number of shares to be purchased : 740,000 shares (maximum limit)
(As of 30 June 2024. Total number of shares acquired:239,000 shares)
- (3) Total amount of share purchase costs : 2 billion yen (maximum limit)
(As of 30 June 2024. Total acquisition value of the shares:0.84 billion yen)
- (4) Purchase period : From 14 May 2024 to 30 September 2024

2.Details of matters relating to the partial cancellation of treasury shares held

- (1) Class of shares cancelled : Common shares
- (2) Total number of shares cancelled : 1,600,000 shares
(5.93% of total number of issued shares before cancellation)
- (3) Total number of shares issued after cancellation :
25,377,106 shares (including treasury shares)
- (4) Due date of cancellation : 28 May 2024
- (5) Percentage of issued shares after cancellation : 4.77%

3. Policy of own stock holding

The maximum total number of treasury shares held by SHIBAURA MACHINE shall be set at approximately 5% of the total number of shares issued, and any treasury shares exceeding this limit shall in principle be cancelled.

Shibaura Machine

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