

**Translation**

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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2023 (Based on Japanese GAAP)

February 5, 2024

Company name: SE Corporation  
 Stock exchange listing: Tokyo  
 Stock code: 3423 URL <https://www.se-corp.com/>  
 Representative: President Ichiro Miyahara  
 Inquiries: Managing Executive Officer Hisahiro Nojima TEL 03-3340-5500  
 Scheduled date to file Quarterly Securities Report: February 9, 2024  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2023 (from April 1, 2023 to December 31, 2023)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2023	19,298	8.9	997	42.5	1,016	38.8	628	52.2
Nine months ended December 31, 2022	17,723	0.3	700	(57.9)	732	(56.5)	413	(61.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2023	20.82		–	
Nine months ended December 31, 2022	13.69		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2023	25,228	10,677	42.2	352.10
As of March 31, 2023	25,493	10,428	40.7	343.81

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2023	–	0.00	–	13.00	13.00
Year ending March 31, 2024	–	0.00	–		
Year ending March 31, 2024 (Forecast)				13.00	13.00

3. Forecast of consolidated financial results for the year ending March 31, 2024 (from April 1, 2023 to March 31, 2024)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	26,403	3.7	1,085	(18.8)	1,080	(21.5)	687	(21.0)	22.76

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2023  
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2023	31,256,600 shares	As of March 31, 2023	31,256,600 shares
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Number of treasury shares at the end of the period

As of December 31, 2023	1,048,528 shares	As of March 31, 2023	1,048,528 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2023	30,208,072 shares	Nine months ended December 31, 2022	30,174,739 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	4,630,583	3,958,868
Notes and accounts receivable - trade, and contract assets	7,348,420	6,289,232
Electronically recorded monetary claims - operating	1,649,844	2,387,285
Merchandise and finished goods	758,452	783,227
Work in process	678,279	733,063
Raw materials and supplies	1,674,450	1,760,684
Other	518,470	541,724
Allowance for doubtful accounts	(27,671)	(26,628)
<b>Total current assets</b>	<b>17,230,829</b>	<b>16,427,458</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	2,483,134	2,685,665
Machinery, equipment and vehicles, net	788,817	987,594
Tools, furniture and fixtures, net	88,390	97,689
Land	3,054,542	3,054,542
Leased assets, net	341,761	276,620
Construction in progress	88,006	249,158
<b>Total property, plant and equipment</b>	<b>6,844,652</b>	<b>7,351,270</b>
<b>Intangible assets</b>		
Goodwill	72,898	44,577
Other	109,023	110,186
<b>Total intangible assets</b>	<b>181,922</b>	<b>154,764</b>
<b>Investments and other assets</b>		
Investment securities	215,212	239,269
Other	1,049,560	1,082,647
Allowance for doubtful accounts	(28,254)	(27,187)
<b>Total investments and other assets</b>	<b>1,236,518</b>	<b>1,294,729</b>
<b>Total non-current assets</b>	<b>8,263,093</b>	<b>8,800,764</b>
<b>Total assets</b>	<b>25,493,923</b>	<b>25,228,222</b>

(Thousands of yen)

	As of March 31, 2023	As of December 31, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	3,768,761	3,877,860
Electronically recorded obligations - operating	2,550,907	2,542,944
Short-term borrowings	600,522	700,522
Current portion of long-term borrowings	1,476,214	1,309,583
Income taxes payable	169,506	166,210
Provision for bonuses	176,722	102,396
Asset retirement obligations	–	57,828
Other	1,297,164	1,446,168
<b>Total current liabilities</b>	<b>10,039,798</b>	<b>10,203,514</b>
<b>Non-current liabilities</b>		
Long-term borrowings	3,468,330	2,905,001
Provision for retirement benefits for directors (and other officers)	572,080	591,560
Retirement benefit liability	434,565	438,678
Asset retirement obligations	171,003	105,388
Other	379,609	306,690
<b>Total non-current liabilities</b>	<b>5,025,588</b>	<b>4,347,318</b>
<b>Total liabilities</b>	<b>15,065,386</b>	<b>14,550,833</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	1,228,057	1,228,057
Capital surplus	1,026,676	1,026,676
Retained earnings	8,258,713	8,494,931
Treasury shares	(192,656)	(192,656)
<b>Total shareholders' equity</b>	<b>10,320,791</b>	<b>10,557,009</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	63,320	80,523
Deferred gains or losses on hedges	55	(360)
Remeasurements of defined benefit plans	1,779	(984)
<b>Total accumulated other comprehensive income</b>	<b>65,154</b>	<b>79,178</b>
<b>Non-controlling interests</b>	<b>42,590</b>	<b>41,201</b>
<b>Total net assets</b>	<b>10,428,536</b>	<b>10,677,389</b>
<b>Total liabilities and net assets</b>	<b>25,493,923</b>	<b>25,228,222</b>

## Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

### Consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Net sales	17,723,437	19,298,816
Cost of sales	13,108,788	14,101,517
Gross profit	4,614,648	5,197,298
Selling, general and administrative expenses	3,914,641	4,200,038
Operating profit	700,007	997,260
Non-operating income		
Interest income	118	63
Dividend income	8,075	8,856
Commission income	2,384	536
Rental income from buildings	6,372	6,424
Foreign exchange gains	2,231	–
Reversal of allowance for doubtful accounts	836	2,310
Gain on sale of scraps	36,836	28,415
Other	16,905	22,488
Total non-operating income	73,760	69,094
Non-operating expenses		
Interest expenses	19,910	24,294
Sales discounts	16,220	10,032
Foreign exchange losses	–	10,602
Donations	3,070	3,121
Other	2,255	2,072
Total non-operating expenses	41,456	50,123
Ordinary profit	732,310	1,016,231
Extraordinary income		
Gain on sale of non-current assets	8,762	5,854
Total extraordinary income	8,762	5,854
Extraordinary losses		
Loss on retirement of non-current assets	2,400	521
Retirement benefits for directors (and other officers)	1,500	–
Total extraordinary losses	3,900	521
Profit before income taxes	737,172	1,021,565
Income taxes	321,709	394,031
Profit	415,462	627,533
Profit (loss) attributable to non-controlling interests	2,357	(1,388)
Profit attributable to owners of parent	413,105	628,922

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Nine months ended December 31, 2022	Nine months ended December 31, 2023
Profit	415,462	627,533
Other comprehensive income		
Valuation difference on available-for-sale securities	1,524	17,203
Deferred gains or losses on hedges	(1,288)	(415)
Remeasurements of defined benefit plans, net of tax	(4,417)	(2,764)
Total other comprehensive income	(4,181)	14,024
Comprehensive income	411,281	641,558
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	408,924	642,946
Comprehensive income attributable to non-controlling interests	2,357	(1,388)