

Note: This is an English translation of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

**Summary of Consolidated Financial Statements**  
**for the first half of the fiscal year ending of March 31, 2025**  
 〔Under Japanese GAAP〕



November 11, 2024

Registered Company Name: **V-Technology Co., Ltd.**

Code Number: 7717, Tokyo Stock Exchange

URL: <https://www.vtec.co.jp>

Representative: Shigeto Sugimoto (President & CEO)

Contact: Shogo Yoshimura (Leader of IR Group, Office of the President) TEL: 045-338-1980

Planned Date for Submission of the Semi-annual securities report: November 12, 2024

Supplementary materials for the financial statements: Yes

Briefing session on financial results: None

Planned Date for Start of Dividend Payment: December 5, 2024

(Amounts less than one million yen have been omitted.)

**1. Business Performance(April 1, 2024 through September 30, 2024)**

**(1) Consolidated Results of Operations**

	Six months ended September 30, 2023		Six months ended September 30, 2024	
	Amount	YoY(%)	Amount	YoY(%)
Net sales (Millions of Yen)	12,334	△36.1	22,345	+ 81.2
Operating profit or loss(△) (Millions of Yen)	△880	—	△136	—
Ordinary profit or loss(△) (Millions of Yen)	△592	—	△275	—
Net profit or loss(△) attributable to owners of the parent (Millions of Yen)	△647	—	△218	—
Net profit per share (Yen)	△66.95	—	△22.81	—

**(2) Consolidated Financial Position**

	As of March 31, 2024	As of September 30, 2024
Total assets(Millions of Yen)	75,606	77,483
Net assets(Millions of Yen)	34,639	33,154
Equity ratio(%)	45.5	42.6
*Reference: Shareholders' equity (Millions of Yen)	32,976	34,732

**2. Dividends**

	Year ended March 31 2024	Year ending March 31 2025	FY2025 Forecast
1Q-end dividends per share (Yen)	—	—	—
2Q-end dividends per share (Yen)	30.00	40.00	—
3Q-end dividends per share (Yen)	—	—	—
Year-end dividends per share (Yen)	30.00	—	40.00
Annual dividends per share (Yen)	60.00	—	80.00

Note: Revision of dividend forecast from the most recently announced dividend forecast is None.

**3. Forecast for the Fiscal Year ending March 31, 2024 (April 1, 2024 through March 31, 2025)**

	Amounts	YoY(%)
Net sales (Millions of Yen)	47,000	25.9
Operating profit (Millions of Yen)	1,600	89.1
Ordinary profit (Millions of Yen)	1,400	25.9
Net profit attributable to owners of the parent (Millions of Yen)	1,000	28.5
Net profit per share (Yen)	105.82	—

Note: Revision of the forecast from the most recently announced dividend forecast is None.

**<Notes>**

(1) Changes in significant subsidiaries during the Six months ended(April 1, 2024 through September 30, 2024) : None.

(2) Application of Special Accounting Methods for Preparation of the 1<sup>st</sup> half Consolidated Financial Statements: None

(3) Changes in accounting policies, Changes in accounting estimates, or Restatement

i . Changes in accounting policies due to changes in accounting standards: yes

ii . Changes other than "i." above: None

iii . Changes in accounting estimates: None

iv . Restatements: None

Please refer to Page7 " (4) Notes to the interiem Consolidated Financial Statements " for more information.

(4) Number of Shares Outstanding (Common stock)

	As of	Number of shares	As of	Number of shares
① Number of shares outstanding at end of year (Including treasury stock)	September 30, 2024	10,057,600	March 31, 2024	10,057,600
② Number of treasury shares at end of year	September 30, 2024	607,386	March 31, 2024	433,086
③ Average number of shares outstanding (Cumulative 1 <sup>st</sup> half period)	September 30, 2024	9,594,354	Septeber 30, 2023	9,669,782

**\*This Brief Report "Summary of Consolidated Financial Statements" is not subject to an audit by a certified public accountant or an audit corporation.**

**\*Explanation of the appropriate use of earnings forecasts and other special notes**

The forward-looking statements in this document, including earnings forecasts, are based on information currently available to the Company and certain assumptions that the Company believes to be reasonable. Actual results may differ materially from these statements due to a variety of factors.

Refer to page 3, "1. Qualitative Information on Quarterly Results (3) Explanation of Forward-Looking Statements" for the assumptions used and precautions regarding the use of earnings forecasts and more information.

# 1. Qualitative Information on Quarterly Results

## (1) Explanation of Business Results

During the first half of the consolidated accounting period, the global economy continued to face an uncertain outlook, with geopolitical tensions rising worldwide due to the situation in the Middle East and Ukraine, etc., and with regional differences seen in Europe, where stagnation continued, China, where recovery was slowing, and the United States, where the economy was robust.

The US economy remained steady, supported by strong consumer spending and capital investment. In China, the recovery slowed further as consumer spending stagnated amid the prolonged slump in the real estate market. In Japan, the economy continued to grow at a moderate pace, with corporate capital investment remaining strong, but consumer spending weak.

As for the consolidated business results of V Technology group (herein after "the group" or "the company") for the first half of the current fiscal year, net sales amounted to 22,345 million yen (12,334 million in same period last year, hereinafter figures in brackets() refer to the same period of the previous year), and operating loss amounted to 136 million yen (operating loss 880 million), Ordinary loss was 275 million(ordinary loss 592 million yen), Net loss attributable to owners of the parent amounted to 218 million(net loss of 647 million yen).

Orders received by the Group in the first half of the recent consolidated fiscal year totaled 17,561 million yen(20,474 million yen ). As a result, the order backlog at the first half of the recent consolidated fiscal year under review amounted to 32,316 million yen (44,787 million yen).

### Segment results are as follows.

#### (FPD Equipment Business)

In the flat panel display (FPD) equipment business, panel market conditions recovered slightly and capital investment was generally in line with plans. Under these circumstances, orders received in the Group's FPD equipment business during the first half totaled 10,484 million yen (11,510 million yen), with an order backlog of 14,147 million yen (24,978 million yen), net sales amounted to 16,237 million yen (8,436 million yen), and operating profit was 107 million yen (operating loss 544 million yen).

#### (Semiconductor and Photomask Equipment Business)

In the semiconductor and photomask equipment business, capital investment related to our group generally progressed as planned. Under these circumstances, orders received by the Group in the semiconductor and photomask equipment business during the first half of the year totaled 6,374 million yen (8,464 million yen), and the order backlog totaled 18,168 million yen (19,809 million yen), net sales amounted to 5,406 million yen (3,397 million yen), and operating loss was 74 million yen (operating loss 200 million yen).

## (2) Explanation of Financial Condition

### #1 Condition of Assets, Liabilities & Net assets

#### (Assets)

Total assets at the end of the first half of the current fiscal year increased by 1,877 million yen from the end of the last last fiscal year to 77,483 million yen. This was mainly due to an increase in "Cash and deposits" of 5,834 million yen, and a decrease in "Notes and accounts receivable" of 3,034 million yen.

#### (Liabilities)

Total liabilities at the end of the first half of the current fiscal year year increased by 3,362 million yen from the end of the last last fiscal year to 44,329 million yen. This was mainly due to an increase of 6,195 million yen in "Long-term borrowings", and a decreases of 2,711 million yen in "Long-term loans payable due within one year".

#### (Net assets)

Net assets decreased by 1,484 million yen from the end of the last fiscal year to 33,154 million yen. This was mainly due to a decrease of 530 million yen in "Retained earnings " including 467 million yen in "Acquisition of treasury stock".

### #2 Condition of Cash flows

Cash and cash equivalents ('funds') at the end of the first half of financial year increased by 5,619 million compared to the same period of the previous financial year, to 28,512 million. The status of each cash flow is as follows.

#### (Cash flows from operating activities)

Net cash provided by operating activities was 3,033 million yen (compared to 1,568 million yen used in the same period of the previous year). The main factors contributing to the cash inflow were a decrease in notes and accounts receivable-trade of 2,678 million yen and an increase in advances received of 1,147 million yen. The main factor contributing to the cash outflow was a decrease in notes and accounts payable-trade of 1,702 million yen.

#### (Cash flows from investing activities)

Net cash used in investing activities was 747 million yen (versus 418 million yen used the previous period). The main use of funds was 336 million yen in expenditure associated with the acquisition of shares in subsidiaries involving a change in the scope of consolidation.

#### (Cash flows from financing activities)

Net cash provided by financing activities was 3,444 million yen (versus 219 million yen used the previous period). The main factor in the increase in cash was a net increase in long-term loans payable of 3,422 million yen.

## (3) Explanation of Forward-Looking Statements

As a result of taking into account the results for the first half of the year under review and future trends, there are currently no changes to the forecast for the year ending 31 March 2025 from the forecast in the 'Summary of financial results for the year ended 13 May 2024'.

## 2. Consolidated Financial Statements and Major Notes

### (1) Consolidated Balance Sheets (Millions of yen)

	(Millions of yen)	
	As of March 31, 2024	As of September 30, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	23,096	28,930
Notes and accounts receivable - trade	24,716	21,681
Electronically recorded monetary claims - operating	165	504
Merchandise and finished goods	477	787
Work in process	12,274	11,374
Raw materials and supplies	2,780	2,891
Other	3,980	3,211
Allowance for doubtful accounts	△445	△308
<b>Total current assets</b>	<b>67,045</b>	<b>69,073</b>
Non-current assets		
Property, plant and equipment	4,098	4,261
Intangible assets		
Goodwill	515	639
Other	371	318
<b>Total intangible assets</b>	<b>886</b>	<b>957</b>
Investments and other assets	3,575	3,190
<b>Total non-current assets</b>	<b>8,560</b>	<b>8,409</b>
<b>Total assets</b>	<b>75,606</b>	<b>77,483</b>
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	5,429	4,778
Electronically recorded obligations - operating	5,956	4,919
Short-term borrowings	866	1,704
Current portion of long-term borrowings	9,009	6,297
Income taxes payable	285	158
Advances received	4,496	5,638
Provision for product warranties	865	724
Other provisions	390	506
Other	2,000	1,745
<b>Total current liabilities</b>	<b>29,299</b>	<b>26,474</b>
Non-current liabilities		
Long-term borrowings	10,550	16,745
Retirement benefit liability	456	484
Asset retirement obligations	208	210
Provisions	310	316
Other	140	96
<b>Total non-current liabilities</b>	<b>11,666</b>	<b>17,854</b>
<b>Total liabilities</b>	<b>40,966</b>	<b>44,329</b>
<b>Net assets</b>		
Shareholders' equity		
Share capital	2,847	2,847
Capital surplus	2,503	2,503
Retained earnings	29,387	28,856
Treasury shares	△2,011	△2,479
<b>Total shareholders' equity</b>	<b>32,727</b>	<b>31,728</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	242	16
Foreign currency translation adjustment	1,402	1,230
<b>Total accumulated other comprehensive income</b>	<b>1,644</b>	<b>1,247</b>
Non-controlling interests	267	178
<b>Total net assets</b>	<b>34,639</b>	<b>33,154</b>
<b>Total liabilities and net assets</b>	<b>75,606</b>	<b>77,483</b>

**(2) Consolidated Statements of Income**

&lt;Consolidated Statements of Income&gt; (Millions of yen)

	(Millions of yen)	
	Six months ended September 30, 2023	Six months ended September 30, 2024
Net sales	12,334	22,345
Cost of sales	8,528	17,196
Gross profit	3,805	5,148
Selling, general and administrative expenses	4,685	5,284
Operating loss	△880	△136
Non-operating income		
Interest and dividend income	18	30
Penalty income	—	48
Foreign exchange gains	357	—
Other	89	54
Total non-operating income	465	133
Non-operating expenses		
Interest expenses	28	49
Share of loss of entities accounted for using equity method	139	154
Foreign exchange losses	—	65
Other	8	2
Total non-operating expenses	176	272
Ordinary loss	△592	△275
Extraordinary income		
Gain on sale of non-current assets	12	58
Gain on change in equity	11	—
Total extraordinary income	24	58
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Impairment losses	2	0
Total extraordinary losses	2	1
Loss before income taxes	△570	△217
Income taxes - current	138	146
Income taxes - deferred	19	△51
Total income taxes	158	95
Loss	△728	△312
Loss attributable to non-controlling interests	△81	△94
Loss attributable to owners of parent	△647	△218

&lt;Consolidated statement of comprehensive income&gt; (Millions of yen)

	(Millions of yen)	
	Six months ended September 30, 2023	Six months ended September 30, 2024
Loss	△728	△312
Other comprehensive income		
Valuation difference on available-for-sale securities	19	△225
Foreign currency translation adjustment	317	△154
Share of other comprehensive income of entities accounted for using equity method	103	△17
Total other comprehensive income	440	△397
Comprehensive income	△288	△710
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	△190	△611
Comprehensive income attributable to non-controlling interests	△97	△99

**(3) Consolidated Statements of Cash flows**

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
<b>Cash flows from operating activities</b>		
Loss before income taxes	△570	△217
Depreciation	367	384
Amortization of goodwill	292	196
Impairment losses	2	0
Increase (decrease) in allowance for doubtful accounts	△17	△107
Increase (decrease) in provision for bonuses	28	79
Increase (decrease) in provision for product warranties	△381	△140
Increase (decrease) in retirement benefit liability	28	18
Increase (decrease) in provision for loss on orders received	△46	13
Increase (decrease) in provision for share awards	40	38
Interest and dividend income	△18	△30
Interest expenses	28	49
Loss on sale of notes receivable - trade	0	0
Share of loss (profit) of entities accounted for using equity method	139	154
Loss (gain) on change in equity	△11	—
Foreign exchange losses (gains)	△0	7
Loss (gain) on sale of property, plant and equipment	△1	△58
Loss (gain) on sale of intangible assets	△11	—
Loss on retirement of property, plant and equipment	0	0
Loss on retirement of intangible assets	0	0
Loss (gain) on valuation of investment securities	△19	△17
Decrease (increase) in trade receivables	4,939	2,678
Decrease (increase) in inventories	△4,761	544
Decrease (increase) in advance payments to suppliers	△354	△524
Decrease (increase) in other current assets	545	1,039
Decrease (increase) in other non-current assets	△58	△63
Increase (decrease) in trade payables	2,182	△1,720
Increase (decrease) in advances received	△3,726	1,147
Increase (decrease) in other current liabilities	△57	△283
Other, net	4	△76
Subtotal	△1,435	3,114
Interest and dividends received	18	30
Interest paid	△24	△57
Income taxes paid	△423	△302
Income taxes refund	296	248
Net cash provided by (used in) operating activities	△1,568	3,033

(Millions of yen)

	Six months ended September 30, 2023	Six months ended September 30, 2024
<b>Cash flows from investing activities</b>		
Payments into time deposits	△0	△168
Purchase of property, plant and equipment	△238	△473
Proceeds from sale of property, plant and equipment	2	32
Purchase of intangible assets	△106	△8
Proceeds from sale of investment securities	—	33
Proceeds from redemption of investment securities	—	175
Purchase of shares of subsidiaries and associates	△124	—
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	△336
Loan advances	—	△2
Proceeds from collection of short-term loans receivable	40	1
Other, net	9	△1
<b>Net cash provided by (used in) investing activities</b>	<b>△418</b>	<b>△747</b>
<b>Cash flows from financing activities</b>		
Proceeds from short-term borrowings	968	2,451
Repayments of short-term borrowings	△728	△1,610
Proceeds from long-term borrowings	2,700	10,562
Repayments of long-term borrowings	△3,030	△7,140
Repayments of lease liabilities	△20	△26
Proceeds from share issuance to non-controlling shareholders	185	—
Dividends paid	△294	△292
Purchase of treasury shares	△0	△499
<b>Net cash provided by (used in) financing activities</b>	<b>△219</b>	<b>3,444</b>
Effect of exchange rate change on cash and cash equivalents	173	△110
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>△2,032</b>	<b>5,619</b>
Cash and cash equivalents at beginning of period	26,295	22,893
Cash and cash equivalents at end of period	24,263	28,512

#### (4) Notes to the Interim Consolidated Financial Statements

##### <Note on the change of accounting policies>

###### Application of 'Accounting Standards for Corporate Tax, Local Tax and Business Tax, etc.'

The Accounting Standard for Corporate, Inhabitant and Business Taxes (ASBJ Statement No. 27, 28 October 2022; hereafter 'the 2022 Revised Accounting Standard') has been adopted. Hereafter referred to as the 'Revised 2022 Accounting Standard'. and others have been applied from the beginning of the first half of the current financial year.

With regard to amendments to the classification of income taxes (taxation on other comprehensive income), the transitional treatment stipulated in the proviso of paragraph 20-3 of the Revised Accounting Standard 2022 and the 'Guidance on Accounting Standard for Tax Effect Accounting' (ASBJ Guidance No. 28, 28 October 2022; hereinafter 'Guidance on Accounting Standard 2022') were applied. Hereinafter referred to as the '2022 Revised Application Guidelines'. The transitional treatment stipulated in the proviso of paragraph 65-2 (2) is followed. This has no impact on the quarterly consolidated financial statements.

With regard to amendments relating to the revised treatment in the consolidated financial statements of the deferral for tax purposes of gains or losses on the sale of shares in subsidiaries and other assets arising on the sale of shares in subsidiaries between consolidated companies, the revised 2022 Application Guidance has been applied from the beginning of the first half of the current financial year. The change in accounting policy has been applied retrospectively and the quarterly consolidated financial statements and consolidated financial statements for the previous year's quarter and the previous financial year have been applied retrospectively.

The change has no impact on the quarterly consolidated financial statements for the previous year's quarter and the consolidated financial statements for the previous financial year.

**<Note on the segment information>****I. Previous financial year (1 April 2023 - 30 September 2023)**

Information on sales, income (loss) by reportable segment

(Millions of yen)

	Reportable segments			Other *1	Adjustments *2	Consolidated *3
	FPD equipment business	Semiconductor, photomask equipment business	Total			
Sales						
Revenues from external customers	8,436	3,397	11,833	500	–	12,334
Transactions with other segments	174	–	174	–	△174	–
total	8,610	3,397	12,088	500	△174	12,334
Segment income (△loss)	△544	△200	△745	△135	–	△880

## Note

\*1. "Other" is a business segment that is not included in the reportable segments and includes OLED lighting and agriculture business.

\*2. "Adjustment" refers to elimination of intersegment transactions.

\*3. Segment income (loss) is adjusted with operating income in the consolidated financial statements.

**II. Current financial year (1 April 2024 - 30 September 2024)>**

(Millions of yen)

	Reportable segments			Other *1	Adjustments *2	Consolidated *3
	FPD equipment business	Semiconductor, photomask equipment business	Reportable segments			
Sales						
Revenues from external customers	16,237	5,406	21,643	701	–	22,345
Transactions with other segments	15	–	15	161	△176	–
total	16,252	5,406	21,658	862	△176	22,345
Segment income (△loss)	107	△74	33	△169	–	△136

## Note

\*1. "Other" is a business segment that is not included in the reportable segments and includes OLED lighting and agriculture business.

\*2. "Adjustment" refers to elimination of intersegment transactions.

\*3. Segment income (loss) is adjusted with operating income in the consolidated financial statements.

**<Notes on significant changes in shareholders' equity>**

In accordance with a resolution passed at a meeting of the Board of Directors held on 9 August 2024, the Company resolved to acquire treasury stock in accordance with the provisions of Article 156 of the Companies Act, as applied pursuant to Article 165-3 of the same act, and acquired treasury stock in the current interim consolidated accounting period.

As a result, treasury stock increased by 499 million yen in the current interim consolidated accounting period. In addition, it decreased by 32 million yen due to disposal by the stock delivery trust system.

As a result of the above, treasury stock was 2,479 million yen at the end of the current interim consolidated accounting period.

**<Notes on going concern assumption>**

None