



March 6, 2024

To Whom It May Concern

Company Name: ZOOM CORPORATION  
Representative: Shunsuke Kudoh, CEO  
Code No: 6694  
Contact: Tatsuzo Yamada, CFO  
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Notice of Partial Correction to Summary of Consolidated Financial Results  
for the Year Ended December 31, 2023

ZOOM CORPORATION hereby announces that it has made partial correction to its consolidated financial results for the Year Ended December 31, 2023 which were announced on February 14, 2024.

1. Reason for the corrections

Goodwill generated at the acquisition of interests in Sound-Service Musikanlagen-Vertriebsgesellschaft mbH on January 1, 2023, was provisionally calculated.

After the announcement on February 14, 2024, the corrections have been made mainly because the amount of goodwill has been fixed due to the completion of the allocation of acquisition costs and certain confirmed obligations that should have been recorded as accrued liabilities were recorded as accrued expenses.

2. Contents of corrections

Please see attached. The corrections are underlined.

Note: This document has been translated from 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.

February 14, 2024

## Consolidated Financial Results for the Fiscal Year Ended December 31, 2023 (Under Japanese GAAP)

Company name: ZOOM CORPORATION  
Listing: Tokyo Stock Exchange  
Securities code: 6694  
URL: <https://www.zoom.co.jp/>  
Representative: Shunsuke Kudoh, CEO  
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Telephone: +81-3-5297-1001  
Scheduled date of annual general meeting of shareholders: March 28, 2024  
Scheduled date to commence dividend payments: March 29, 2024  
Scheduled date to file annual securities report: March 28, 2024  
Preparation of supplementary material on financial results: Yes (in Japanese only)  
Holding of financial results briefing: Yes (for institutional investors and analysts (in Japanese only))

(Yen amounts are rounded down to millions, unless otherwise noted.)

### 1. Consolidated financial results for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023)

#### (1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year 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	%
December 31, 2023	17,901	35.3	<u>573</u>	<u>(13.6)</u>	<u>649</u>	<u>(9.8)</u>	<u>88</u>	(76.4)
December 31, 2022	13,235	(1.4)	664	(47.2)	720	(40.8)	377	(55.8)

Note: Comprehensive income For the fiscal year ended December 31, 2023: ¥ 929 million [ 1.0 %]  
For the fiscal year ended December 31, 2022: ¥ 920 million [(25.4)%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
December 31, 2023	<u>20.64</u>	<u>20.61</u>	1.4	3.9	<u>3.2</u>
December 31, 2022	88.36	87.88	6.1	5.9	5.0

Reference: Share of profit (loss) of entities accounted for using equity method  
For the fiscal year ended December 31, 2023: ¥ - million  
For the fiscal year ended December 31, 2022: ¥ - million

#### (2) Consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2023	<u>19,260</u>	<u>7,923</u>	<u>34.6</u>	<u>1,540.33</u>
December 31, 2022	13,650	6,590	47.5	1,513.92

Reference: Equity  
As of December 31, 2023: ¥6,662 million  
As of December 31, 2022: ¥6,489 million

### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
December 31, 2023	<u>817</u>	<u>(2,443)</u>	2,231	2,826
December 31, 2022	(586)	(175)	726	2,156

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended December 31, 2022	—	0.00	—	50.00	50.00	214	56.6	3.5
Fiscal year ended December 31, 2023	—	0.00	—	30.00	30.00	129	<u>145.3</u>	2.0
Fiscal year ending December 31, 2024 (Forecast)	—	0.00	—	31.00	31.00		33.5	

### 3. Forecast of consolidated financial results for the fiscal year ended December 31, 2024 (from January 1, 2024 to December 31, 2024)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full Year	17,500	(2.2)	1,140	<u>98.7</u>	1,060	<u>63.2</u>	400	<u>349.7</u>	92.47

#### \* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Newly included: One company (Sound-Service Musikanlagen-Vertriebsgesellschaft mbH)

(2) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of issued shares (common shares)

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

As of December 31, 2023	4,594,824 shares
As of December 31, 2022	4,594,824 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2023	269,163 shares
As of December 31, 2022	308,063 shares

(iii) Average number of shares outstanding during the period

Fiscal year ended December 31, 2023	4,309,123 shares
Fiscal year ended December 31, 2022	4,272,696 shares

## [Reference] Overview of non-consolidated financial results

### 1. Non-consolidated financial results for the fiscal year ended December 31, 2023 (from January 1, 2023 to December 31, 2023)

#### (1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2023	8,405	6.5	<u>353</u>	<u>(1.7)</u>	<u>498</u>	<u>(20.8)</u>	436	<u>(14.6)</u>
December 31, 2022	7,896	(17.7)	359	(64.4)	629	(36.5)	511	(34.1)

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
December 31, 2023	<u>101.23</u>	<u>101.09</u>
December 31, 2022	119.60	118.94

#### (2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
December 31, 2023	<u>12,408</u>	<u>5,122</u>	41.3	<u>1,184.28</u>
December 31, 2022	9,566	4,864	50.9	1,134.83

Reference: Equity

As of December 31, 2023: ¥5,122 million

As of December 31, 2022: ¥4,864 million

\* Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

The forecasted financial information described above are based on information currently available to and assumption considered to be reasonable. Actual financial results may differ significantly due to potential risks and uncertainties.

The Company plans to hold a financial results meeting for institutional investors and analysts on February 22, 2024. The materials for this financial results meeting shall be posted on the Company's website after the meeting has been held as soon as possible.

# **Contents of the Attached Materials**

## **1. Consolidated financial statements**

- (1) Consolidated balance sheets
- (2) Consolidated income statements
- (3) Consolidated comprehensive income statements
- (4) Consolidated cash flow statements

# 1. Consolidated financial statements

## (1) Consolidated balance sheets

(Million yen)

	As of December 31, 2022	As of December 31, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	2,171	2,847
Notes and accounts receivable- trade	2,109	2,267
Merchandise and finished goods	4,013	<u>6,668</u>
Raw materials and supplies	1,288	1,106
Income taxes receivable	45	<u>315</u>
Accounts receivable - other	938	268
Other	293	308
Allowance for doubtful accounts	(18)	(60)
Current assets total	10,841	<u>13,721</u>
Non-currents assets		
Property, plant and equipment		
Buildings and structures, net	65	74
Machinery, equipment and vehicles, net	5	10
Tools, furniture and fixtures, net	412	446
Leased assets, net	137	958
Construction in progress	25	2
Property, plant and equipment total	647	1,491
Intangible assets		
Goodwill	1,374	<u>3,241</u>
Other	63	46
Intangible assets total	1,437	<u>3,287</u>
Investments and other assets		
Investment securities	26	1
Deferred tax assets	553	<u>605</u>
Other	341	354
Allowance for doubtful accounts	(197)	(201)
Investments and other assets total	723	<u>759</u>
Non-current assets total	2,808	<u>5,538</u>
Assets total	13,650	<u>19,260</u>

(Million yen)

	As of December 31, 2022	As of December 31, 2023
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	1,080	<u>1,396</u>
Short-term loans payable	2,513	3,410
Current portion of long-term loans payable	177	495
Short-term lease liabilities	32	95
Accounts payable-other	647	<u>1,019</u>
Liabilities related to chargeable subcontracting	1,072	87
Income taxes payable	41	<u>115</u>
Provision for bonuses	34	32
Provision for product warranties	54	79
Other	254	<u>412</u>
Current liabilities total	5,907	<u>7,143</u>
Non-current liabilities		
Long-term loans payable	897	2,966
Long-term lease liabilities	109	957
Retirement benefit liability	145	167
Deferred tax liabilities	-	<u>101</u>
Non-current liabilities total	1,152	<u>4,193</u>
Liabilities total	7,060	<u>11,336</u>
<b>Equity</b>		
Shareholder's equity		
Capital stock	212	212
Capital surplus	261	261
Retained earnings	5,653	5,302
Treasury shares	(366)	(316)
Shareholder's equity total	5,761	5,460
Accumulated other comprehensive income		
Foreign currency translation adjustment	728	1,201
Remeasurements of defined benefit plans	0	1
Accumulated other comprehensive income total	728	1,202
Non-controlling interests	100	<u>1,260</u>
Equity total	6,590	<u>7,923</u>
Liabilities and equities total	13,650	<u>19,260</u>

## (2) Consolidated income statements

(Million yen)

	For the year ended December 31, 2022	For the year ended December 31, 2023
Net sales	13,235	17,901
Cost of sales	8,014	<u>10,831</u>
Gross profit	5,221	<u>7,069</u>
Selling, general and administrative expenses	4,557	<u>6,496</u>
Operating profit	664	<u>573</u>
Non-operating income		
Interest income	0	30
Dividends income	-	241
Foreign exchange income	21	-
Refund of import duty	18	13
Subsidy income	4	0
Insurance premiums refunded cancellation	57	0
Other	2	3
Total of non-operating income	<u>103</u>	<u>290</u>
Non-operating expense		
Interest expense	44	101
Foreign exchange losses	-	48
Commission for syndicate loan-trade	-	62
Other	3	1
Total of non-operating expense	<u>47</u>	<u>214</u>
Ordinary profit	720	<u>649</u>
Extraordinary loss		
Loss on disposal of fixed assets	35	11
Total of extraordinary loss	<u>35</u>	<u>11</u>
Profit before income taxes	684	<u>637</u>
Income taxes-current	203	<u>336</u>
Income taxes-deferred	86	<u>(16)</u>
Total income taxes	290	<u>319</u>
Profit	394	<u>318</u>
Profit attributable to non-controlling interests	16	<u>229</u>
Profit attributable to owners of parent	377	<u>88</u>



### (3) Consolidated comprehensive income statements

(Million yen)

	For the year ended December 31, 2022	For the year ended December 31, 2023
Profit	394	<u>318</u>
Other comprehensive income		
Foreign currency translation adjustment	505	<u>609</u>
Remeasurements of defined benefit plans	19	<u>1</u>
Total other comprehensive income	525	<u>610</u>
Comprehensive income	920	<u>929</u>
Comprehensive income attributable to owners of parent	895	563
Comprehensive income attributable to non-controlling interests	24	<u>365</u>

#### (4) Consolidated cash flow statements

(Million yen)

	For the year ended December 31, 2022	For the year ended December 31, 2023
<b>Cash flows from operating activities</b>		
Profit before income taxes	684	<u>637</u>
Depreciation	237	367
Amortization of goodwill	209	<u>437</u>
Increase (decrease) in provision for product warranties	(4)	23
Increase (decrease) in provision for bonus	(3)	(1)
Increase (decrease) in allowance for doubtful accounts	(1)	33
Increase (decrease) in retirement benefit liability	(16)	6
Interest and dividend income	(0)	(272)
Interest expenses	44	101
Foreign exchange losses (gains)	(65)	(76)
Insurance premiums refunded cancellation	(57)	(0)
Loss on disposal of fixed assets	35	11
Decrease (increase) in accounts receivable - trade	18	635
Decrease (increase) in inventory	(899)	<u>(915)</u>
Decrease (increase) in accounts receivable - other	(378)	<u>968</u>
Increase (decrease) in accounts payable - trade	(85)	<u>(798)</u>
Increase (decrease) in accounts payable - other	25	<u>88</u>
Other	18	<u>125</u>
Subtotal	<u>(237)</u>	<u>1,373</u>
Interest and dividends received	0	272
Interest expenses paid	(42)	(100)
Income tax paid	(307)	<u>(728)</u>
<b>Net cash provided by (used in) operating activities</b>	<b>(586)</b>	<b><u>817</u></b>
<b>Cash flows from investing activities</b>		
Decrease (increase) in term deposit	19	(6)
Purchase of property, plant and equipment	(240)	(217)
Proceeds from sales of property, plant and equipment	-	0
Purchase of intangible asset	(26)	<u>(11)</u>
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(2,207)
Proceeds from cancellation of insurance funds	72	-
Other	(0)	(0)
<b>Net cash provided by (used in) investing activities</b>	<b>(175)</b>	<b>(2,443)</b>
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term loan	1,151	134
Proceeds from long-term loans payable	-	3,300
Repayments of long-term loan	(140)	(929)
Repayments of lease obligations	(10)	(66)
Proceeds from disposal of treasury shares	7	7
Purchase of treasury shares	(64)	-
Cash dividends paid	(217)	(214)
<b>Net cash provided by (used in) financing activities</b>	<b>726</b>	<b>2,231</b>
Effect of exchange rate change on cash and cash equivalents	159	159
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>123</b>	<b>764</b>
Cash and cash equivalents at beginning of period	2,032	2,156
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(94)
<b>Cash and cash equivalents at end of period</b>	<b>2,156</b>	<b>2,826</b>