

May 9, 2024

CONSOLIDATED FINANCIAL REPORT FOR THE FISCAL YEAR ENDED MARCH 31, 2024 [Japanese GAAP]

SCREEN Holdings Co., Ltd. is listed on the Prime Market of the Tokyo Stock Exchange with the securities code number 7735.
(URL <https://www.screen.co.jp/en>)

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Date of the annual shareholders' meeting: June 21, 2024 Date of payment for cash dividends: June 24, 2024
Date planned for the filing of the financial report: June 24, 2024

Figures have been rounded down to eliminate amounts less than one million yen, except per share figures.

PERFORMANCE (APR. 1, 2023-MAR. 31, 2024)

(Millions of yen, except per share figures)
(Percentage are the rate of increase or decrease from the previous fiscal year)

(1) Business Results

	Net Sales	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
Fiscal year ended Mar. 31, 2024	¥ 504,916	9.6%	¥ 94,164	23.2%	¥ 94,279	21.8%
Fiscal year ended Mar. 31, 2023	460,834	11.9	76,452	24.8	77,393	30.2

Note: Comprehensive income

Fiscal year ended Mar. 31, 2024: ¥ 83,988 million (48.9%)

Fiscal year ended Mar. 31, 2023: ¥ 56,408 million (29.7%)

	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)	Diluted Earnings per Share (Yen)	Return on Equity	Return on Assets (Ordinary Income Basis)	Return on Sales (Operating Income Basis)
Fiscal year ended Mar. 31, 2024	¥ 70,579	22.8%	¥ 742.10	¥ 725.54	21.0%	15.2%	18.6%
Fiscal year ended Mar. 31, 2023	57,491	26.4	608.16	592.63	21.0	15.1	16.6

Reference: Equity in earnings (losses) of affiliates accounted for by the equity method

Fiscal year ended Mar. 31, 2024: ¥ (1,048) million

Fiscal year ended Mar. 31, 2023: ¥ (252) million

Note: The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Earnings per share has been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
Mar. 31, 2024	¥ 676,808	¥ 371,911	54.9%	¥ 3,831.10
Mar. 31, 2023	562,816	299,926	53.3	3,162.72

Reference: Equity

As of Mar. 31, 2024: ¥ 371,866 million

As of Mar. 31, 2023: ¥ 299,888 million

Note: The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Net Assets per share has been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.

(3) Cash Flows

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents, End of Period
Fiscal year ended Mar. 31, 2024	¥ 96,255	¥ (43,456)	¥ (35,142)	¥ 195,423
Fiscal year ended Mar. 31, 2023	73,906	(12,514)	(20,961)	173,660

CASH DIVIDENDS

(Yen)

Record date	Cash Dividends per Share					Total Dividends (Annual) (Millions of yen)	Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual			
Fiscal year ended Mar. 31, 2023	¥ —	¥ —	¥ —	¥ 365.00	¥ 365.00	¥ 17,362	30.0 %	6.3 %
Fiscal year ended Mar. 31, 2024	—	167.00	—	140.00	—	21,573	30.1	6.4
Fiscal year ending Mar. 31, 2025 (Forecast)	—	100.00	—	124.00	224.00		30.2	

Note: The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. The dividend for the Second Quarter-end of the fiscal year ending March 31, 2024 is on a pre-split basis and the dividend for the Year-end of the fiscal year ending March 31, 2024 is on a post-split basis. The annual dividend forecast is not shown since it cannot be simply summed up due to the stock split. For details, please refer to "Explanation for appropriate use of forecasts and other notes."

FORECAST OF BUSINESS RESULTS FOR THE FISCAL YEAR ENDING MARCH 31, 2025

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period)

	Net Sales	Percentage Change	Operating Income	Percentage Change
Six months period ending Sept. 30, 2024	¥ 276,000	23.6%	¥ 48,000	24.5%
Fiscal year ending Mar. 31, 2025	560,000	10.9	100,000	6.2

	Ordinary Income	Percentage Change	Profit Attributable to Owners of Parent	Percentage Change	Basic Earnings per Share (Yen)
Six months period ending Sept. 30, 2024	¥ 48,000	21.9%	¥ 32,000	21.5%	¥ 329.68
Fiscal year ending Mar. 31, 2025	100,000	6.1	72,000	2.0	741.77

[Notes]

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation): No

New Company: Not applicable Exclusion: Not applicable

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

1. Changes in accounting policies accompanied by revision of accounting standard etc.: No

2. Changes in accounting policies other than 1: No

3. Changes in accounting estimates: No

4. Retrospective restatement: No

(3) Number of shares outstanding

1. Number of shares outstanding as of end of period (including treasury stock)

As of Mar. 31, 2024: 101,589,732 shares As of Mar. 31, 2023: 101,589,732 shares

2. Number of treasury stock as of end of period

As of Mar. 31, 2024: 4,524,478 shares As of Mar. 31, 2023: 6,770,028 shares

3. Average number of shares outstanding

Fiscal year ended Mar. 31, 2024: 95,108,270 shares Fiscal year ended Mar. 31, 2023: 94,532,208 shares

Please refer to P.18 [Notes to consolidated financial statements – (PER SHARE INFORMATION)] for more information.

*This financial report is exempt from the auditing procedures by certified public accountants or audit firm.

*Explanation for appropriate use of forecasts and other notes

The forward-looking statements such as operational forecasts contained in this document are based on the information currently available to SCREEN Holdings and certain assumptions that are regarded as legitimate. SCREEN Holdings does not promise that the forecasts or estimates will be accurate.

Large discrepancies may be seen in the actual results due to various factors.

(How to obtain presentation materials of the consolidated earnings presentation and the related information)

The Company will hold a consolidated earnings presentation for institutional investors and analysts on May 9, 2024. The presentation materials and related information will be posted on the Company's official website at around 3:00 p.m. (JST) on the same day.

(Outlook of dividends on a pre-split or post-split basis)

The company, at the Board of Directors' Meeting on May 10, 2023, had resolved to implement a stock split in the ratio of 1 share into 2 shares, with an effective date of October 1, 2023. In addition, at the 82nd Ordinary General Meeting of Shareholders held on June 23, 2023, a proposal for partial amendment to the Articles of Incorporation to introduce an interim dividend, pursuant to the resolution of the Board of Directors, had been passed, and an interim dividend of ¥167 per share was paid on a pre-split basis. Furthermore, the Company, at the Board of Directors meeting held on May 9, 2024, has resolved to propose at the 83rd Ordinary General Meeting of Shareholders scheduled on June 21, 2024, to pay a year-end dividend of ¥140 per share on a post-stock split basis. As a result, the annual dividend for the fiscal year ended March 31, 2024 will be ¥447 per share on a pre-stock split basis and ¥223.50 per share on a post-stock split basis.

BUSINESS RESULTS, etc.

1. Business Results

Consolidated Business Results

During the fiscal year ended March 31, 2024, the global economy showed a gradual recovery mainly in the U.S., despite continued uncertainties such as rising geopolitical risks. On the other hand, the recovery has been sluggish in some regions such as Europe and China, due to price hikes, the impact of global monetary tightening in line with rising inflationary pressures, as well as the effects of the stagnant real estate market in China and other factors.

Regarding the business conditions surrounding the SCREEN Group, capital investments by memory manufacturers and others continued to be limited due to shrinking demand for consumer electronics such as PCs and smartphones, which had benefited from remote working demand. Meanwhile, we saw steady growth of capital investments in the fields of miniaturization, power semiconductors, and packaging technology thanks to decarbonization efforts, expanded use of generated AI and progress in DX and so on. Moreover, due to the impact of the global shift to a block economy against the backdrop of trade friction between the U.S. and China, semiconductors were recognized as a strategic commodity, and there were moves toward supply chain restructuring in all regions. In addition to active investment in China for mature nodes, large-scale projects were implemented in the U.S. and in Japan. On the other hand, display manufacturers continue to face a challenging situation, although there are signs of a turnaround in the supply-demand balance for TV use panel.

Under these circumstances, for the fiscal year ended March 31, 2024, the SCREEN Group posted consolidated net sales of ¥504,916 million, an increase of ¥44,082 million (9.6%) from the previous fiscal year. On the earnings front, as the result of an increase in net sales and an improvement in profitability, although fixed costs increased, operating income totaled ¥94,164 million, an increase of ¥17,712 million (23.2%) from the previous fiscal year. In addition, ordinary income amounted to ¥94,279 million, an increase of ¥16,885 million (21.8%) and profit attributable to owners of parent totaled ¥70,579 million, up ¥13,088 million (22.8%), compared with the previous fiscal year.

Results by Business Segment

Performance by reportable segment is as follows.

The Semiconductor Production Equipment (SPE) Business

In the SPE business, foundry sales increased year on year, despite a decline in sales to memory application. By region, sales to China and North America rose, while sales to Taiwan and Europe declined. As a result, net sales in this segment amounted to ¥417,677 million, up 12.6% year on year. On the earnings front, operating income in this segment came to ¥97,048 million, up 26.1% year on year, mainly reflecting the increase in sales and an improvement in profitability, despite the increased fixed costs.

The Graphic Arts Equipment (GA) Business

In the GA business, net sales in this segment amounted to ¥47,739 million, up 4.7% year on year, due to increased sales of equipment and recurring business, mainly ink, buoyed by weaker yen. On the earnings front, operating income was ¥4,295 million, up 26.4% year on year due mainly to an increase in sales.

The Display Production Equipment and Coater (FT) Business

In the FT business, sales of display production equipment declined due to the sluggish capital investment by display manufacturers. As a result, net sales in this segment amounted to ¥23,247 million, down 11.2% year on year. On the earnings front, operating loss came to ¥425 million, compared with operating loss of ¥1,840 million in the previous fiscal year, mainly reflecting the decrease in net sales, despite our efforts to control fixed costs.

The PCB-Related Equipment (PE) Business

In the PE business, sales of direct patterning system went down in spite of weaker yen. As a result, net sales in this segment amounted to ¥14,672 million, down 12.8% year on year. On the earnings front, operating income in this segment came to ¥1,861 million, down 44.6% year on year, due mainly to a decrease in sales and an increase of fixed costs.

2. Financial Position

Assets, Liabilities and Net Assets

Total assets as of March 31, 2024 stood at ¥676,808 million, an increase of ¥113,992 million, or 20.3%, compared with March 31, 2023. This was largely due to an increase in inventories, securities (certificates of deposits), as well as acquisition of property, plant and equipment, including construction of new factories to increase production capacity.

Total liabilities amounted to ¥304,897 million, up ¥42,007 million, or 16.0%, compared with the end of the previous fiscal year. This was mainly attributable to an increase in contract liabilities, despite a decrease in notes and accounts payable, including electronically recorded obligations, as well as convertible bond-type bonds with share acquisition rights.

Total net assets amounted to ¥371,911 million, up ¥71,984 million, or 24.0%, compared with the end of the previous fiscal year. This was mainly attributable to the recording of profit attributable to owners of parent and the conversion of convertible bond-type bonds with share acquisition rights – the latter causing both an increase in capital surplus and a decrease in treasury stock, despite the payment of cash dividends.

As a result, the equity ratio as of March 31, 2024 stood at 54.9%.

Financial Indicators

	Fiscal year ended Mar.31, 2020	Fiscal year ended Mar.31, 2021	Fiscal year ended Mar.31, 2022	Fiscal year ended Mar.31, 2023	Fiscal year ended Mar.31, 2024
Equity ratio (%)	50.0	54.5	53.9	53.3	54.9
Return on equity (ROE) (%)	2.8	7.9	19.9	21.0	21.0

3. Cash Flows

The status of cash flows during the fiscal year ended March 31, 2024 is as follows.

Net cash provided by operating activities amounted to ¥96,255 million, compared with ¥73,906 million provided by operating activities in the previous fiscal year. This was because the sum of income before income taxes, an increase in contract liabilities, and other inflows exceeded the sum of an increase in inventories, income taxes paid, a decrease in notes and accounts payable, including electronically recorded obligations, and other outflows.

Net cash used in investing activities amounted to ¥43,456 million, compared with ¥12,514 million used in investing activities in the previous fiscal year. This was largely attributable to payments associated with construction of new factories, the purchase of property, plant and equipment, such as R&D facilities, and other outflows.

Net cash used in financing activities totaled ¥35,142 million, compared with ¥20,961 million used in financing activities in the previous fiscal year. This was due mainly to cash dividends paid and repayment of long-term loans payable.

As a result, cash and cash equivalents as of March 31, 2024 totaled ¥195,423 million, up ¥21,762 million from March 31, 2023, including effect of exchange rate changes on cash and cash equivalents.

4. Outlook

Although a gradual recovery is expected to continue, the global economic outlook is expected to remain uncertain due to concerns over the risk of economic downturn from global monetary tightening and other factors. Meanwhile, with regard to the business environment surrounding the Company in the electronics industry, we saw steady growth of capital investments in the fields of semiconductor miniaturization and packaging technology thanks to decarbonization efforts and expanded use of generated AI.

Based on the current client investment trends, the consolidated business forecasts for the fiscal year ending March 31, 2025 is projecting increase in both sales and profits from the fiscal year ended March 31, 2024.

Consolidated business forecasts for the fiscal year ending March 31, 2025

(Millions of yen)

	The first half ending Sep. 30, 2024	Fiscal year ending Mar. 31, 2025
Net sales	¥276,000	¥560,000
SPE	230,000	460,000
GA	24,000	48,000
FT	13,000	34,000
PE	7,500	15,000
Other and Adjustments	1,500	3,000
Operating income	48,000	100,000
Ordinary income	48,000	100,000
Profit attributable to owners of parent	32,000	72,000

We have drawn up a three-year medium-term management plan, Value Up Further 2026, for the period of from the fiscal year ending March 31, 2025 to fiscal year ending March 31, 2027. Under this plan, our focus will be building a foundation that can sustain long-term growth, while maintaining the high level of growth and profitability achieved under the previous medium-term plan. We will also invest proactively for future growth to achieve our 10-year goals – net sales of ¥1 trillion or more and operating margin of 20% or above – in the fiscal year ending March 31, 2033, as set out in the Management Grand Design announced in September 2023. We will seek to improve our corporate value further through the combination of business growth strategy and business foundation strategy. For details, please see “Notice: SCREEN Formulates the Medium-term Management Plan, Value Up Further 2026,” released today.

Note: The aforementioned forecasts are based on the estimated foreign currency exchange rate of USD1.00 = JPY140 and EUR1.00 = JPY150. Although business forecasts are made in accordance with currently available information and rational assumptions, it should be noted that actual results could differ significantly due to a variety of factors.

5. Basic Policy Regarding Allocation of Profits, and Dividends for the Fiscal Year under Review and Fiscal Year Ending March 31, 2025

(1) Dividends for the Fiscal Year Under Review

In light of the Group’s performance during the fiscal year, SCREEN Holdings expects to distribute a fiscal year-end cash dividend of ¥140 per share on a post-split basis for the fiscal year ended March 31, 2024. The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Moreover, an interim dividend was introduced, which amounted ¥167 per share on a pre-split basis and paid after the end of the second quarter. As a result, the annual dividend will be ¥447 per share on a pre-split basis and ¥223.50 per share on a post-split basis. For details, please see “Notice: Dividends of Surplus,” released today.

(2) Basic Policy Regarding Allocation of Profits for the Fiscal Year Ending March 31, 2025

The SCREEN Group aims to secure the retained earnings necessary for growth investment and for maintaining a sound financial base to respond to future changes in the business environment. Considering these needs and other factors, the SCREEN Group’s basic allocation policy targets a consolidated dividend payout ratio of 30% or above.

Note: The basic allocation policy on profit distribution has been changed from a consolidated total shareholder return ratio of 30% or above to a consolidated dividend payout ratio of 30% or above from the fiscal year ending March 31, 2025, based on the new medium-term management plan, Value Up Further 2026.

(3) Dividends for the Fiscal Year Ending March 31, 2025

Based on the earnings forecast and the basic allocation policy explained above, SCREEN Holdings currently anticipates an interim cash dividend of ¥100 per share and a fiscal year-end cash dividend of ¥124 per share, totaling ¥224 per share on an annual basis, for the fiscal year ending March 31, 2025.

BASIC PREMISE ON ACCOUNTING STANDARDS

In consideration of comparability over time and with other companies, the SCREEN Group produces its consolidated financial statements in accordance with the Japanese accounting standards. With regard to the harmonization with IFRS, its policy is to take appropriate steps in the light of developments within and outside Japan.

CONSOLIDATED BALANCE SHEETS

(Millions of yen)

	Mar. 31, 2023	Mar. 31, 2024
ASSETS		
Current assets:		
Cash and deposits	¥ 175,576	¥ 167,279
Notes and accounts receivable - trade, and contract assets	100,048	98,696
Electronically recorded monetary claims - operating	7,168	9,521
Securities	—	30,000
Merchandise and finished goods	45,865	82,791
Work in process	59,721	58,013
Raw materials and supplies	18,289	22,774
Other	22,467	25,148
Allowance for doubtful accounts	(870)	(564)
Total current assets	428,267	493,661
Non-current assets:		
Property, plant and equipment:		
Buildings and structures	72,649	87,995
Accumulated depreciation	(43,577)	(44,827)
Buildings and structures (Net)	29,072	43,168
Machinery, equipment and vehicles	52,022	59,262
Accumulated depreciation	(33,741)	(35,370)
Machinery, equipment and vehicles (Net)	18,281	23,892
Land	10,911	19,071
Lease assets	3,562	3,627
Accumulated depreciation	(3,512)	(3,516)
Lease assets (Net)	50	110
Construction in progress	7,152	6,651
Other	21,921	25,023
Accumulated depreciation	(14,721)	(15,865)
Other (Net)	7,200	9,157
Total property, plant and equipment	72,667	102,051
Intangible assets:		
Lease assets	36	20
Other	4,842	5,258
Total intangible assets	4,879	5,279
Investments and other assets:		
Investment securities	40,697	52,733
Long-term loans receivable	2	2
Net defined benefit asset	6,395	9,808
Deferred tax assets	5,948	8,595
Other	4,053	4,934
Allowance for doubtful accounts	(96)	(258)
Total investments and other assets	57,001	75,816
Total non-current assets	134,548	183,147
Total assets	562,816	676,808

CONSOLIDATED BALANCE SHEETS

(Millions of yen)

	Mar. 31, 2023	Mar. 31, 2024
LIABILITIES		
Current liabilities:		
Notes and accounts payable - trade	¥ 41,300	¥ 41,617
Electronically recorded obligations - operating	51,669	34,112
Short-term loans payable	17	—
Current portion of long-term loans payable	10,400	672
Lease obligations	1,115	1,350
Income taxes payable	10,617	19,998
Notes payable-facilities	215	4
Electronically recorded obligations - facilities	6,162	889
Contract liabilities	74,674	136,603
Provision for bonuses	6,107	6,857
Provision for directors' bonuses	296	305
Provision for product warranties	10,418	12,345
Provision for loss on order received	1,164	2,697
Other	22,979	28,554
Total current liabilities	237,137	286,007
Non-current liabilities:		
Convertible bond-type bonds with share acquisition rights	15,023	1,771
Long-term loans payable	4	1,328
Lease obligations	2,292	2,062
Deferred tax liabilities	5,089	4,683
Net defined benefit liability	957	1,225
Provision for directors' retirement benefits	146	150
Provision for stock payment	55	83
Provision for management board incentive plan trust	47	76
Asset retirement obligations	100	126
Other	2,034	7,380
Total non-current liabilities	25,751	18,889
Total liabilities	262,889	304,897
NET ASSETS		
Shareholders' equity:		
Capital stock	54,044	54,044
Capital surplus	10,308	18,768
Retained earnings	229,596	274,869
Treasury stock	(14,894)	(10,051)
Total shareholders' equity	279,055	337,631
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	18,616	24,813
Foreign currency translation adjustment	3,036	8,556
Remeasurements of defined benefit plans	(820)	864
Total accumulated other comprehensive income	20,832	34,235
Non-controlling interests	38	44
Total net assets	299,926	371,911
Total liabilities and net assets	562,816	676,808

CONSOLIDATED STATEMENTS OF INCOME

(Millions of yen)

	Apr.1, 2022- Mar.31, 2023	Apr.1, 2023- Mar.31, 2024
Net sales	¥ 460,834	¥ 504,916
Cost of sales	305,785	322,399
Gross profit	155,048	182,517
Selling, general and administrative expenses	78,596	88,353
Operating income	76,452	94,164
Non-operating income		
Interest income	230	463
Dividends income	749	850
Subsidy income	623	633
Gain on sales of non-current assets	459	727
Other	505	577
Total non-operating income	2,568	3,252
Non-operating expenses		
Interest expenses	219	197
Foreign exchange losses, net	340	1,223
Share of loss of entities accounted for using equity method	252	1,048
Loss on retirement of non-current assets	355	328
Other	458	339
Total non-operating expenses	1,627	3,137
Ordinary income	77,393	94,279
Extraordinary income		
Gain on sales of investment securities	9	20
Gain on sales of shares of subsidiaries and associates	3,134	—
Gain on sales of businesses	38	—
Total extraordinary income	3,182	20
Extraordinary loss		
Impairment loss	1,993	131
Loss on valuation of investment securities	48	10
Other	18	—
Total extraordinary loss	2,060	141
Income before income taxes	78,515	94,158
Income taxes	20,804	29,893
Income taxes-deferred	254	(6,319)
Total income taxes	21,059	23,574
Profit	57,456	70,583
Profit (loss) attributable to non-controlling interests	(34)	3
Profit attributable to owners of parent	57,491	70,579

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of yen)

	Apr.1, 2022- Mar.31, 2023	Apr.1, 2023- Mar.31, 2024
Profit	¥ 57,456	¥ 70,583
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,634)	6,197
Foreign currency translation adjustment	3,022	5,501
Remeasurements of defined benefit plans	(1,446)	1,684
Share of other comprehensive income of entities accounted for using equity method	10	20
Total other comprehensive income	(1,048)	13,404
Comprehensive income	56,408	83,988
Comprehensive income attributable to:		
Owners of parent	56,442	83,982
Non-controlling interests	(34)	5

CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

Apr.1, 2022- Mar.31, 2023

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of beginning of current period	¥ 54,044	¥ 4,488	¥ 185,804	¥ (18,503)	¥ 225,834
Increase (decrease) during the period					
Dividends from surplus			(13,699)		(13,699)
Profit attributable to owners of parent			57,491		57,491
Acquisition of treasury stock				(7)	(7)
Disposal of treasury stock		0		116	116
Conversion of convertible bond-type bonds with share acquisition rights		5,820		3,499	9,320
Net changes in items other than shareholders' equity					
Total changes during the period	—	5,820	43,792	3,608	53,221
Balance as of end of current period	54,044	10,308	229,596	(14,894)	279,055

	Accumulated other comprehensive income					
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	Non-controlling interests	Total net assets
Balance as of beginning of current period	¥ 21,250	¥ 4	¥ 626	¥ 21,881	¥ 72	¥ 247,788
Increase (decrease) during the period						
Dividends from surplus				—		(13,699)
Profit attributable to owners of parent				—		57,491
Acquisition of treasury stock				—		(7)
Disposal of treasury stock				—		116
Conversion of convertible bond-type bonds with share acquisition rights				—		9,320
Net changes in items other than shareholders' equity	(2,634)	3,032	(1,446)	(1,048)	(34)	(1,082)
Total changes during the period	(2,634)	3,032	(1,446)	(1,048)	(34)	52,138
Balance as of end of current period	18,616	3,036	(820)	20,832	38	299,926

CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY

Apr.1, 2023- Mar.31, 2024

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of beginning of current period	¥ 54,044	¥ 10,308	¥ 229,596	¥ (14,894)	¥ 279,055
Increase (decrease) during the period					
Dividends from surplus			(25,306)		(25,306)
Profit attributable to owners of parent			70,579		70,579
Acquisition of treasury stock				(19)	(19)
Disposal of treasury stock				92	92
Conversion of convertible bond-type bonds with share acquisition rights		8,459		4,770	13,230
Net changes in items other than shareholders' equity					
Total changes during the period	—	8,459	45,273	4,842	58,575
Balance as of end of current period	54,044	18,768	274,869	(10,051)	337,631

	Accumulated other comprehensive income					
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	Non-controlling interests	Total net assets
Balance as of beginning of current period	¥ 18,616	¥ 3,036	¥ (820)	¥ 20,832	¥ 38	¥ 299,926
Increase (decrease) during the period						
Dividends from surplus				—		(25,306)
Profit attributable to owners of parent				—		70,579
Acquisition of treasury stock				—		(19)
Disposal of treasury stock				—		92
Conversion of convertible bond-type bonds with share acquisition rights				—		13,230
Net changes in items other than shareholders' equity	6,197	5,520	1,684	13,402	5	13,408
Total changes during the period	6,197	5,520	1,684	13,402	5	71,984
Balance as of end of current period	24,813	8,556	864	34,235	44	371,911

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of yen)

	Apr.1, 2022- Mar.31, 2023	Apr.1, 2023- Mar.31, 2024
Cash flow from operating activities:		
Income before income taxes	¥ 78,515	¥ 94,158
Depreciation and amortization	8,799	10,837
Impairment loss	1,993	131
Loss (gain) on valuation of investment securities	48	10
Loss (gain) on sales of investment securities	(9)	(20)
Gain on sales of non-current assets	(459)	(727)
Loss on retirement of non-current assets	355	328
Share of loss (profit) of entities accounted for using equity method	252	1,048
Increase (decrease) in net defined benefit asset and liability	(910)	(743)
Increase (decrease) in provision for bonuses	648	750
Increase (decrease) in provision for directors' bonuses	23	9
Increase (decrease) in provision for stock payment	6	27
Increase (decrease) in provision for management board incentive plan trust	5	28
Increase (decrease) in provision for product warranties	1,644	1,882
Increase (decrease) in provision for loss on order received	411	1,533
Loss (gain) on sales of shares of subsidiaries and associates	(3,134)	—
Loss (gain) on sales of businesses	(38)	—
Interest and dividend income	(980)	(1,313)
Interest expenses	219	197
Decrease (increase) in notes and accounts receivable including electronically recorded monetary claims	(17,053)	(544)
Decrease (increase) in inventories	(21,169)	(37,083)
Decrease (increase) in other current assets	(1,664)	(557)
Increase (decrease) in notes and accounts payable including electronically recorded obligations	10,153	(17,706)
Increase (decrease) in contract liabilities	18,108	61,483
Increase (decrease) in other current liabilities	23,554	4,843
Other, net	(703)	(503)
Subtotal	98,618	118,070
Interest and dividend income received	949	1,309
Interest expenses paid	(221)	(200)
Income taxes paid	(25,440)	(22,923)
Net cash provided by (used in) operating activities	73,906	96,255
Cash flow from investing activities:		
Decrease (increase) in time deposits	195	230
Purchase of property, plant and equipment	(18,821)	(38,105)
Proceeds from sales of property, plant and equipment	2,119	1,395
Purchase of intangible assets	(1,974)	(2,232)
Purchase of investment securities	(316)	(4,044)
Proceeds from sales of investment securities	41	72
Proceeds from sales of shares of subsidiaries and associates resulting in change in scope of consolidation	5,398	—
Proceeds from sales of businesses	520	—
Other, net	324	(771)
Net cash provided by (used in) investing activities	(12,514)	(43,456)
Cash flow from financing activities:		
Net increase (decrease) in short-term loans payable	17	(16)
Proceeds from long-term loans payable	3	2,000
Repayments of long-term loans payable	(400)	(10,404)
Repayments of lease obligations	(1,210)	(1,431)
Redemption of convertible bond-type bonds with share acquisition rights	(5,681)	—
Net decrease (increase) in treasury stock	(5)	(19)
Cash dividends paid	(13,685)	(25,270)
Net cash provided by (used in) financing activities	(20,961)	(35,142)
Effect of exchange rate changes on cash and cash equivalents	2,217	4,105
Net increase (decrease) in cash and cash equivalents	42,649	21,762
Cash and cash equivalents at beginning of period	131,011	173,660
Cash and cash equivalents at end of period	173,660	195,423

[Notes to consolidated financial statements]

(Note for going concern assumption)

Not Applicable

SEGMENT INFORMATION

1. Segment Overview

(1) Reportable Segments

The SCREEN Group's reportable segments are the business units for which the Company obtains financial information separately in order for the Board of Directors to conduct periodic investigations to determine distribution of management resources and evaluate their business results.

The Group utilizes a holding company structure under which it has established business operating companies organized by categories of products and services. Each business operating company establishes a comprehensive strategy and implements business activities related to the products and services it handles for both domestic and overseas markets.

Accordingly, the SCREEN Group comprises four reportable segments based on said business operating companies and organized by products and services. The four segments are as follows: Semiconductor Production Equipment Business (SPE), Graphic Arts Equipment Business (GA), Display Production Equipment and Coater Business (FT), and PCB-Related Equipment Business (PE).

(2) Products and Services of Reportable Segments

The SPE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. In the GA segment, graphic arts equipment is developed, manufactured, sold and maintained. The FT segment develops, manufactures and markets display production equipment and coater equipment, and it also conducts maintenance services. In the PE segment, PCB related equipment is developed, manufactured, sold and maintained.

2. Measurement of Net Sales, Income (loss), Assets and Other amounts by Reportable Segment

The method of accounting for each reportable segment is in accordance with the accounting policies adopted for the preparation of the consolidated financial statements.

Income for each reportable segment is based on operating income.

Intersegment revenues and transfers are based on market prices.

SEGMENT INFORMATION**3. Net Sales, Income (loss), Assets and Other amounts by Reportable Segment****Apr.1, 2022- Mar.31, 2023**

(Millions of yen)

	Reportable segment					Other *1	Total	Adjustments *2	Consolidated *3
	SPE	GA	FT	PE	Total				
Sales									
(1) Sales to outside customers	¥ 370,934	¥ 45,332	¥ 25,766	¥ 16,735	¥ 458,769	¥ 2,064	¥ 460,834	¥ —	¥ 460,834
(2) Intersegment sales and transfers	—	277	422	99	799	16,474	17,273	(17,273)	—
Total	370,934	45,609	26,189	16,835	459,569	18,538	478,108	(17,273)	460,834
Segment income (loss)	76,950	3,397	(1,840)	3,358	81,865	(443)	81,422	(4,970)	76,452
Segment assets	349,632	47,208	22,174	15,925	434,941	8,074	443,016	119,799	562,816
Other									
Depreciation and amortization	4,786	481	200	140	5,607	196	5,804	2,995	8,799
Impairment loss	—	—	420	—	420	8	429	1,564	1,993
Increase in the amount of tangible fixed assets and intangible fixed assets	5,343	1,332	564	402	7,642	112	7,754	21,261	29,015

Notes:

*1 The “Other” category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in the life science business, software development, planning and production of printed matter and other businesses.

*2 Segment operating income (loss) adjustment of ¥ (4,970) million is the Company’s profit (loss) not attributable to a reportable segment.

Segment assets adjustment of ¥ 119,799 million consists of the corporate assets not apportioned to each reportable segment and the elimination of intersegment transactions.

*3 Segment income (loss) is reconciled to operating income in the consolidated statements of income.

Apr.1, 2023- Mar.31, 2024

(Millions of yen)

	Reportable segment					Other *1	Total	Adjustments *2	Consolidated *3
	SPE	GA	FT	PE	Total				
Sales									
(1) Sales to outside customers	¥ 417,677	¥ 47,535	¥ 22,420	¥ 14,514	¥ 502,148	¥ 2,768	¥ 504,916	¥ —	¥ 504,916
(2) Intersegment sales and transfers	—	204	827	157	1,189	18,036	19,225	(19,225)	—
Total	417,677	47,739	23,247	14,672	503,337	20,804	524,142	(19,225)	504,916
Segment income (loss)	97,048	4,295	(425)	1,861	102,780	(888)	101,892	(7,727)	94,164
Segment assets	446,837	50,879	25,851	17,954	541,523	7,739	549,263	127,545	676,808
Other									
Depreciation and amortization	5,450	599	320	188	6,559	193	6,752	4,084	10,837
Impairment loss	—	—	120	—	120	11	131	—	131
Increase in the amount of tangible fixed assets and intangible fixed assets	8,971	1,052	241	406	10,672	433	11,106	28,706	39,812

Notes:

*1 The “Other” category incorporates operations not included in reportable segments, including development, manufacturing and sales of equipment in the life science business, planning and production of documents, development and sales of software and other businesses.

*2 Segment operating income (loss) adjustment of ¥ (7,727) million is the Company’s profit (loss) not attributable to a reportable segment.

Segment assets adjustment of ¥ 127,545 million consists of the corporate assets not apportioned to each reportable segment and the elimination of intersegment transactions.

*3 Segment income (loss) is reconciled to operating income in the consolidated statements of income.

PER SHARE INFORMATION

(Yen)

	Apr. 1, 2022- Mar. 31, 2023	Apr. 1, 2023- Mar. 31, 2024
Net assets per share	3,162.72	3,831.10
Basic earnings per share	608.16	742.10
Diluted earnings per share	592.63	725.54

Notes:

- The Company has introduced a performance-linked share compensation system for directors and corporate officers. The SCREEN Holdings shares remaining in trust are recorded as treasury stock under shareholders' equity and are deducted from the number of shares outstanding as of the fiscal year end for the purpose of calculating net assets per share (289 thousand shares as of March 31, 2024 and 318 thousand shares as of March 31, 2023) and are deducted from the weighted average number of shares outstanding during the year for the purpose of calculating basic earnings per share and diluted earnings per share (298 thousand shares for the year ended March 31, 2024 and 328 thousand shares for the year ended March 31, 2023).
- The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Net assets per share, basic earnings per share and diluted earnings per share have been calculated on the presumption that the stock split was conducted at the beginning of the previous fiscal year.

- The basis for the calculation of net assets per share is as follows.

	Mar. 31, 2023	Mar. 31, 2024
Total net assets (Millions of yen)	299,926	371,911
Amount deducted from Total net assets (Millions of yen)	38	44
[Non-controlling interests (Millions of yen)]	[38]	[44]
Net assets attributable to common stock at the fiscal year-end (Millions of yen)	299,888	371,866
Number of common stock at the fiscal year-end used for the calculation of Net assets per share (Thousands of shares)	94,819	97,065

- The basis for the calculation of basic earnings per share and diluted earnings per share is as follows.

	Apr. 1, 2022- Mar. 31, 2023	Apr. 1, 2023- Mar. 31, 2024
Basic earnings per share		
Profit attributable to owners of parent (Millions of yen)	57,491	70,579
Amount not attributable to common shareholders (Millions of yen)	—	—
Profit attributable to owners of parent related to common stock (Millions of yen)	57,491	70,579
Average number of shares outstanding of common stock during the fiscal year (Thousands of shares)	94,532	95,108
Diluted earnings per share		
Adjustments of profit attributable to owners of parent (Millions of yen)	(9)	(7)
[Interest income (After deduction of tax credit) (Millions of yen)]	[(9)]	[(7)]
Increase in shares of common stock (Thousands of shares)	2,462	2,160
[Convertible bond-type bonds with share acquisition rights (Thousands of shares)]	[2,462]	[2,160]
Summary of potential shares not included in calculation of Diluted earnings per share because there are no dilutive effects	—	—

(Significant subsequent events)

Not applicable

Consolidated Financial Highlights for the Fiscal Year Ended Mar. 31, 2024

(Figures less than one million yen have been omitted and other figures have been rounded.)

	FY2023	FY2024	Difference		FY2025	
	12 months ended Mar. 31, 2023	12 months ended Mar. 31, 2024			6 months ending Sept. 30, 2024	12 months ending Mar. 31, 2025
	Result	Result	Amount	Percentage	Forecast	Forecast
Net sales	¥ 460,834	¥ 504,916	¥ 44,082	9.6%	¥ 276,000	¥ 560,000
Operating income	76,452	94,164	17,712	23.2%	48,000	100,000
[to net sales ratio]	16.6 %	18.6 %	2.0 pt	—	17.4 %	17.9 %
Ordinary income	77,393	94,279	16,885	21.8%	48,000	100,000
[to net sales ratio]	16.8 %	18.7 %	1.9 pt	—	17.4 %	17.9 %
Profit attributable to owners of parent	57,491	70,579	13,088	22.8%	32,000	72,000
[to net sales ratio]	12.5 %	14.0 %	1.5 pt	—	11.6 %	12.9 %
Total assets	562,816	676,808	113,992	20.3%	—	—
Net assets	299,926	371,911	71,984	24.0%	—	—
Equity	299,888	371,866	71,978	24.0%	—	—
Equity ratio	53.3 %	54.9 %	1.6 pt	—	—	—
Net assets per share (yen)	3,162.72	3,831.10	668.38	21.1%	—	—
Interest-bearing debt	28,852	7,184	(21,667)	-75.1%	—	—
Net cash	146,723	190,094	43,370	29.6%	—	—
Return on equity (ROE)	21.0 %	21.0 %	0.0 pt	—	—	—
Cash flow from operating activities	73,906	96,255	—	—	—	—
Cash flow from investing activities	(12,514)	(43,456)	—	—	—	—
Cash flow from financing activities	(20,961)	(35,142)	—	—	—	—
Depreciation and amortization	8,799	10,837	2,037	23.2%	6,000	13,000
Capital expenditures	29,015	39,812	10,797	37.2%	12,000	30,000
R&D expenses	24,760	27,025	2,265	9.2%	16,500	33,000
Number of employees	5,987	6,264	277	4.6%	—	—
Number of consolidated subsidiaries	55	52	(3)	—	—	—
[Domestic]	[26]	[23]	[(3)]	—	—	—
[Overseas]	[29]	[29]	[—]	—	—	—
Number of non-consolidated subsidiaries	4	6	2	—	—	—
[Number of non-consolidated subsidiaries accounted for by equity method]	[1]	[3]	[2]	—	—	—
Number of affiliates	1	2	1	—	—	—
[Number of affiliates accounted for by equity method]	[1]	[2]	[1]	—	—	—

Notes:

*1 The Company implemented a stock split of common stock in the ratio of 1 share into 2 shares on October 1, 2023. Net assets per share shown above are calculated based on the assumption that the consolidation of shares had been implemented at the beginning of the fiscal year ended March 31, 2023.

*2 Net cash is calculated by subtracting balance of interest-bearing debt from cash and cash equivalents and time deposits.

*3 The decrease in the number of consolidated subsidiaries was due to the liquidation of SCREEN MFG Service Co., Ltd. and two other companies in the second quarter of the current fiscal year.

Sales Breakdown (Consolidated)

(Millions of yen)

	FY2023				FY2024				FY2025		
	6 months ended Sept. 30, 2022	12 months ended Mar. 31, 2023	3 months ended Jun. 30, 2023	3 months ended Sept. 30, 2023	6 months ended Sept. 30, 2023	3 months ended Dec. 31, 2023	3 months ended Mar. 31, 2024	12 months ended Mar. 31, 2024	6 months ending Sept. 30, 2024	12 months ending Mar. 31, 2025	
	Result	Result	Result	Result	Result	Result	Result	Result	Forecast	Forecast	
Semiconductor Production Equipment Business (SPE)	Domestic	28,314	58,347	8,981	12,130	21,112	21,375	16,465	58,953	—	—
	Overseas	148,233	312,587	73,362	91,584	164,947	80,551	113,225	358,723	—	—
	Total	176,548	370,934	82,343	103,715	186,059	101,926	129,691	417,677	230,000	460,000
Graphic Arts Equipment Business (GA)	Domestic	9,488	19,979	5,073	5,155	10,228	5,114	4,955	20,297	—	—
	Overseas	12,741	25,630	6,518	7,197	13,715	6,909	6,816	27,441	—	—
	Total	22,230	45,609	11,591	12,352	23,944	12,023	11,772	47,739	24,000	48,000
Display Production Equipment and Coater Business (FT)	Domestic	748	1,658	771	491	1,262	1,199	591	3,054	—	—
	Overseas	10,792	24,530	1,619	2,902	4,521	5,534	10,136	20,192	—	—
	Total	11,540	26,189	2,391	3,393	5,784	6,734	10,728	23,247	13,000	34,000
PCB-Related Equipment Business (PE)	Domestic	1,757	3,831	603	1,686	2,290	911	1,124	4,326	—	—
	Overseas	5,856	13,004	2,803	2,157	4,960	2,317	3,068	10,346	—	—
	Total	7,613	16,835	3,407	3,843	7,250	3,228	4,193	14,672	7,500	15,000
Other	Domestic	662	1,758	356	358	715	619	894	2,229	—	—
	Overseas	180	306	132	119	251	155	132	539	—	—
	Total	842	2,064	489	477	967	774	1,026	2,768	2,500	6,000
Intersegment sales	Domestic	(369)	(799)	(533)	(213)	(746)	(116)	(326)	(1,189)	—	—
	Overseas	—	—	—	—	—	—	—	—	—	—
	Total	(369)	(799)	(533)	(213)	(746)	(116)	(326)	(1,189)	△1,000	△3,000
Grand Total	Domestic	40,600	84,775	15,253	19,609	34,863	29,103	23,706	87,672	—	—
	Overseas	177,803	376,058	84,436	103,960	188,397	95,467	133,379	417,244	—	—
	Total	218,404	460,834	99,690	123,569	223,260	124,570	157,085	504,916	276,000	560,000
	Overseas Ratio	81.4%	81.6%	84.6%	84.1%	84.3%	76.6%	84.9%	82.6%	—	—