

# Quarterly Report

2nd Quarter : 3 months ended September 30,2023  
Interim(1st Half) : 6 months ended September 30,2023

Consolidated (HOYA CORPORATION and Consolidated Subsidiaries)

## Part .1

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## Part .2

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#### Notes:

1. HOYA's fiscal year (FY) : from April 1 to March 31 of the following year.
2. These financial statements are excerpt translation of Japanese "Kessan Tanshin"and have been prepared for the references only of foreign investors.

## HOYA CORPORATION

This report is provided solely for the information of professional analysts who are expected to make their own evaluation of the company. This report contains forward-looking statements that are based on management's assumptions and beliefs in light of the information currently available to it and therefore you should not place undue reliance on them.

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to differ materially from that anticipated in these statements. These factors include changes in economic conditions, trends in our major markets, currency exchange rates, etc.

We accept no liability whatsoever for any direct or consequential loss arising from any use of this report.

## 1. Quarterly Consolidated Financial Highlights

HOYA CORPORATION and Consolidated Subsidiaries

### 1. Performance for the three months ended September 30, 2022 and 2023 (All operations \*Notes)

( The yen amounts shown therein are rounded off to the nearest million.)

	Three months ended		Variance (%)
	Sep.30,2022	Sep.30,2023	
(1)Revenue and Profit before tax			
Revenue	184,112	188,701	2.5
Profit before tax	61,820	63,615	2.9
Ratio of profit before tax(%)	33.6%	33.7%	
Profit for the quarter	47,316	47,710	0.8
Ratio of profit for the quarter(%)	25.7%	25.3%	
Profit attributable to owners of the Company	47,101	47,418	0.7
Ratio of profit attributable to owners of the Company(%)	25.6%	25.1%	
Basic earnings per share (yen)	130.95	134.43	
Diluted earnings per share (yen)	130.86	134.37	

	As of	
	Jun.30,2023	Sep.30,2023
(2)Financial Position		
Total assets	1,094,924	1,115,754
Total equity	865,603	883,528
Equity attributable to owners of the Company	868,117	885,384
Ratio of assets attributable to owners of the Company	79.3%	79.4%
Assets attributable to owners of the Company per share (yen)	2,454.94	2,522.12

	Three months ended	
	Sep.30,2022	Sep.30,2023
(3) Conditions of Cash Flows		
Net cash generated from operating activities	58,883	58,927
Net cash used in investing activities	-10,785	-13,984
Free cash flow	48,098	44,942
Net cash provided by (used in ) financing activities	-59,728	-44,225
Cash and cash equivalents at end of period	424,125	465,601

### 2.Dividends per Share

	Year ended/ending	
	Mar.31,2023	Mar.31,2024
Interim (Yen)	45.00	45.00
Year-end (Yen)	65.00	TBD
Annual (Yen)	110.00	TBD

### 3.Other

	Three months ended	
	Sep.30,2022	Sep.30,2023
Capital expenditure	11,503	14,313
R&D expenses	7,425	8,106

Notes:

"All operations" means here that the figures are including not only "Continuing operations" but also "Discontinued operations".

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to differ materially from that anticipated in these statements. These factors include changes in economic conditions, trends in our major markets, or currency exchange rates.

## 2. Results of Operations

### Qualitative Information on Quarterly Financial Results

Our operating results for the second quarter of the consolidated fiscal year under review (three months from July 1 to September 30, 2023) are as follows. The Information Technology business was sluggish, but the Life Care business was performing well, and as a result, revenue increased from the previous year.

(Millions of yen)	Three months ended		Variance (%)
	Sep.30,2022	Sep.30,2023	
Revenue	184,112	188,701	2.5
Profit before tax	61,820	63,615	2.9
Profit for the quarter	47,316	47,710	0.8
Ratio of profit for the quarter	33.6%	33.7%	0.1pt

As there were no discontinued operations in both the second quarter and the same period of the consolidated fiscal year, all figures and rates of change display are solely from continuing operations.

Results by reportable segment are as follows. (Revenue for each segment is from external customers.)

#### ①Life Care Business

(Millions of yen)	Three months ended		Variance (%)
	Sep.30,2022	Sep.30,2023	
Revenue	118,798	132,059	11.2
Segment profit before tax	27,410	31,020	13.2

#### <Health care related products>

Sales of eyeglass lenses increased as a result of an increase in sales of high value-added products such as myopia management lenses for children(MiYOSMART), and an increase in sales to chain stores in the United States.

Sales of contact lenses increased due to strong sales of private brand products (hoyaONE) and online services.

#### <Medical related products>

Sales of medical endoscopes increased mainly due to foreign exchange tailwinds.

Sales of intraocular lenses for cataracts grew substantially, thanks to the strong momentum in all regions.

In other medical-related products, sales increased due to continued strong customer demand for chromatography media used in pharmaceuticals and other applications, as well as strong sales of metal implants.

②Information Technology Business

(Millions of yen)	Three months ended		Variance (%)
	Sep.30,2022	Sep.30,2023	
Revenue	64,182	55,548	-13.5
Segment profit before tax	34,427	26,035	-24.4

<Electronics related products>

Amidst an unstable business environment, EUV blanks sales have recovered to a level close to that of the previous year. However, the overall mask blanks sales were still a decline on a year-on-year basis.

Sales of FPD photomasks increased due to ongoing design activities for panels.

Sales of HDD substrates decreased substantially. Demand for 3.5-inch products were weak due to sluggish investments in storage solutions, against the backdrop of the global economic slowdown.

<Imaging related products>

Sales of imaging products increased due to firm sales of interchangeable lenses for mirrorless cameras on the back of increased demand for travel demand and new camera launches

③Other

(Millions of yen)	Three months ended		Variance (%)
	Sep.30,2022	Sep.30,2023	
Revenue	1,131	1,094	-3.3
Segment profit before tax	238	3,659	1438.3

Segment profit before tax of the others segment increased substantially due to the impact of a sale of business.

### 3. Quarterly Consolidated Financial Statements

#### (1) Quarterly Consolidated Statement of Financial Position

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	As of Jun.30,2023		As of Sep.30,2023		Variance		As of Sep.30,2022	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>ASSETS</b>								
<b>NON-CURRENT ASSETS</b>								
Property, plant and equipment-net	177,572		184,031		6,459		181,878	
Goodwill	50,493		52,002		1,509		51,122	
Intangible assets	36,832		36,264		-568		40,890	
Investments in associates	1,111		1,404		293		1,030	
Long-term financial assets	45,847		45,878		31		53,011	
Other non-current assets	665		682		17		655	
Deferred tax assets	10,945		11,038		94		10,262	
Total non-current assets	323,465	29.5	331,299	29.7	7,834	2.4	338,850	32.1
<b>CURRENT ASSETS</b>								
Inventories	115,033		116,254		1,221		108,492	
Trade and other receivables	139,390		140,155		765		139,441	
Other short-term financial assets	21,290		21,425		134		10,344	
Income tax receivables	5,417		6,272		855		4,232	
Other current assets	33,522		33,534		12		30,608	
Cash and cash equivalents	455,470		465,601		10,131		424,125	
Sub total	770,123		783,241		13,118		717,242	
Assets held for sale	1,337		1,215		-122		—	
Total current assets	771,460	70.5	784,455	70.3	12,996	1.7	717,242	67.9
Total assets	1,094,924	100.0	1,115,754	100.0	20,830	1.9	1,056,093	100.0

(Millions of Yen)

	As of Jun.30,2023		As of Sep.30,2023		Variance		As of Sep.30,2022	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>EQUITY AND LIABILITIES</b>								
<b>EQUITY</b>								
Share capital	6,264		6,264		—		6,264	
Capital reserves	15,899		15,899		—		15,899	
Treasury shares	-6,548		-48,128		-41,580		-50,097	
Other capital reserves	-13,233		-13,432		-199		-12,468	
Retained earnings	728,058		775,278		47,220		754,526	
Accumulated other comprehensive income/(loss)	137,677		149,503		11,826		122,953	
Equity attributable to owners of the Company	868,117	79.3	885,384	79.4	17,268	2.0	837,078	79.3
Non-controlling interests	-2,514		-1,856		658		-10,908	
Total equity	865,603	79.1	883,528	79.2	17,926	2.1	826,170	78.2
<b>LIABILITIES</b>								
<b>NON-CURRENT LIABILITIES</b>								
Interest-bearing long-term debt	16,879		16,889		10		16,202	
Other long-term financial liabilities	23,352		24,149		797		28,200	
Retirement benefits liabilities	4,367		4,538		171		4,217	
Provisions	3,287		3,337		50		2,894	
Other non-current liabilities	3,619		3,919		301		2,494	
Deferred tax liabilities	11,453		12,091		639		13,868	
Total non-current liabilities	62,957	5.7	64,924	5.8	1,967	3.1	67,874	6.4
<b>CURRENT LIABILITIES</b>								
Interest-bearing short-term debt	8,781		8,708		-73		7,450	
Trade and other payables	69,896		65,222		-4,674		68,980	
Other short-term financial liabilities	203		141		-62		524	
Income tax payables	16,882		24,439		7,557		23,369	
Provisions	1,687		1,716		29		1,628	
Other current liabilities	68,752		66,952		-1,801		60,096	
Sub total	166,201		167,178		977		162,048	
Liabilities held for sale	163		124		-39		—	
Total current liabilities	166,365	15.2	167,302	15.0	938	0.6	162,048	15.3
Total liabilities	229,321	20.9	232,226	20.8	2,905	1.3	229,923	21.8
Total equity and liabilities	1,094,924	100.0	1,115,754	100.0	20,830	1.9	1,056,093	100.0
Total number of issued shares in thousand	353,620		351,048		-2,572		357,547	
Equity attributable to owner of the Company per share	2,454.94 Yen		2,522.12 Yen		67.18 Yen		2,341.17 Yen	

## (2) Quarterly Consolidated Statement of Cash Flows

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the three months ended		Variance	For the three months ended Jun.30,2023
	Sep.30,2022	Sep.30,2023		
<b>Cash flows from operating activities</b>				
Profit before tax	61,820	63,615	1,795	51,166
Depreciation and amortization	12,286	11,729	-558	12,481
Impairment losses	—	13	13	7,940
Finance income	-1,578	-3,833	-2,255	-3,344
Finance costs	424	495	71	511
Share of (profits)/loss of associates	-32	-196	-165	-55
(Gain)/loss on sales of property, plant and equipment	-287	-68	219	-40
Loss on disposal of property, plant and equipment	28	38	10	24
Foreign exchange (gain)/loss	-4,766	-2,921	1,845	-5,944
Others	2,125	-1,400	-3,525	-1,625
<b>Net cash generated from operating activities (Before adjustment of movements in working capital)</b>	<b>70,021</b>	<b>67,471</b>	<b>-2,549</b>	<b>61,116</b>
<b>Movements in working capital</b>				
Decrease/(increase) in inventories	-2,526	12	2,538	-3,688
Decrease/(increase) in trade and other receivables	909	553	-355	11,047
Increase/(decrease) in trade and other payables	-2,005	-3,362	-1,357	3,353
Increase/(decrease) in retirement benefits liabilities and provisions	0	70	70	133
<b>Sub total</b>	<b>66,398</b>	<b>64,745</b>	<b>-1,653</b>	<b>71,960</b>
Interests received	999	3,117	2,119	2,833
Dividends received	1	1	—	9
Interests paid	-106	-149	-43	-141
Income taxes paid	-8,468	-8,952	-485	-19,528
Income taxes refunded	59	165	106	263
<b>Net cash generated from operating activities</b>	<b>58,883</b>	<b>58,927</b>	<b>44</b>	<b>55,396</b>
<b>Cash flows from investing activities</b>				
Withdrawals of time deposit	—	91	91	280
Payments for time deposit	-669	—	669	-591
Proceeds from sales of property, plant and equipment	962	128	-834	52
Payments for acquisition of property, plant and equipment	-6,272	-10,305	-4,033	-7,216
Proceeds from government grant	—	—	—	2,843
Proceeds from sales of investment	2	65	63	—
Payments for acquisition of investment	—	-90	-90	—
Proceeds from sales of subsidiary	—	3,306	3,306	—
Advances received from sales of subsidiary	—	-3,353	-3,353	3,353
Payments for purchase of subsidiary	-3,814	-3,241	572	—
Payments for business transfer	-166	-214	-47	-57
Other proceeds	53	29	-24	128
Other payments	-880	-400	480	-249
<b>Net cash used in investing activities</b>	<b>-10,785</b>	<b>-13,984</b>	<b>-3,200</b>	<b>-1,456</b>
<b>Cash flows from financing activities</b>				
Dividends paid to owners of the Company	-56	-50	7	-22,941
Dividends paid to non-controlling interests	-50	—	50	—
Increase (decrease) in short-term debt	-100	-100	—	—
Repayments of long-term borrowings	-6	-151	-144	-148
Payments for lease liabilities	-2,137	-2,091	46	-2,213
Payments for purchase of treasury shares	-57,431	-41,925	15,507	-6,042
Proceeds from exercise of stock options	53	91	38	257
<b>Net cash used in financing activities</b>	<b>-59,728</b>	<b>-44,225</b>	<b>15,503</b>	<b>-31,088</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>-11,629</b>	<b>718</b>	<b>12,347</b>	<b>22,852</b>
<b>Cash and cash equivalents at the beginning of the term</b>	<b>420,166</b>	<b>455,470</b>	<b>35,304</b>	<b>405,888</b>
<b>Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies</b>	<b>15,589</b>	<b>9,413</b>	<b>-6,176</b>	<b>26,730</b>
<b>Cash and cash equivalents at the end of the term</b>	<b>424,125</b>	<b>465,601</b>	<b>41,476</b>	<b>455,470</b>

### (3) Quarterly Consolidated Statement of Comprehensive Income

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the three months ended				Variance		For the three months ended	
	Sep.30,2022		Sep.30,2023		Amount	Amount	Jun.30,2023	Amount
	Amount	(%)	Amount	(%)				
<b>All operations</b>								
<b>Revenue:</b>								
Sales	184,112	100.0	188,701	100.0	4,589	2.5	182,288	100.0
Finance income	1,578	0.9	3,833	2.0	2,255	143.0	3,344	1.8
Share of profit of associates	32	0.0	196	0.1	165	521.7	55	0.0
Other income	630	0.3	3,398	1.8	2,769	439.8	3,915	2.1
<b>Total Revenue</b>	<b>186,351</b>	<b>101.2</b>	<b>196,128</b>	<b>103.9</b>	<b>9,778</b>	<b>5.2</b>	<b>189,601</b>	<b>104.0</b>
<b>Expenses:</b>								
Changes in inventories of goods, products and work in progress	-1,574	-0.9	2,130	1.1	3,703	—	-1,424	-0.8
Raw materials and consumables used	27,788	15.1	25,310	13.4	-2,478	-8.9	25,998	14.3
Employee benefits expense	40,373	21.9	45,001	23.8	4,628	11.5	44,296	24.3
Depreciation and amortization	12,286	6.7	11,729	6.2	-558	-4.5	12,481	6.8
Subcontracting cost	1,169	0.6	1,150	0.6	-18	-1.6	1,206	0.7
Advertising and promotion expense	4,056	2.2	4,267	2.3	212	5.2	4,398	2.4
Commission expense	11,015	6.0	12,251	6.5	1,235	11.2	11,796	6.5
Impairment losses	—	—	13	0.0	13	—	7,940	4.4
Finance costs	424	0.2	495	0.3	71	16.8	511	0.3
Foreign exchange (gain)/loss	-6,336	-3.4	-3,453	-1.8	2,883	-45.5	-6,704	-3.7
Other expenses	35,329	19.2	33,621	17.8	-1,708	-4.8	37,937	20.8
<b>Total expense</b>	<b>124,531</b>	<b>67.6</b>	<b>132,513</b>	<b>70.2</b>	<b>7,983</b>	<b>6.4</b>	<b>138,435</b>	<b>75.9</b>
Profit before tax	61,820	33.6	63,615	33.7	1,795	2.9	51,166	28.1
Income tax expense	14,504	7.9	15,905	8.4	1,401	9.7	12,772	7.0
<b>Profit for the term from all operations</b>	<b>47,316</b>	<b>25.7</b>	<b>47,710</b>	<b>25.3</b>	<b>394</b>	<b>0.8</b>	<b>38,395</b>	<b>21.1</b>
<b>Other comprehensive income:</b>								
Items that will not be reclassified subsequently to profit or loss								
Assets measured at fair value through other comprehensive income	-64		16		79		180	
Remeasurements of the net defined benefit liability(asset)	—		2		2		—	
Income tax relating to components of other comprehensive income	52		8		-44		-22	
<b>Total Items that will not be reclassified subsequently to profit or loss</b>	<b>-12</b>		<b>26</b>		<b>37</b>		<b>158</b>	
Items that may be reclassified subsequently to profit or loss								
Exchange differences on translation of foreign operations	17,332		11,970		-5,362		41,106	
Share of other comprehensive income of associates	8		6		-2		86	
Income tax relating to components of other comprehensive income	-21		-7		13		17	
<b>Total Items that may be reclassified subsequently to profit or loss</b>	<b>17,320</b>		<b>11,969</b>		<b>-5,351</b>		<b>41,209</b>	
<b>Total other comprehensive income</b>	<b>17,308</b>		<b>11,995</b>		<b>-5,314</b>		<b>41,367</b>	
<b>Total comprehensive income for the quarter</b>	<b>64,625</b>		<b>59,704</b>		<b>-4,920</b>	<b>-7.6</b>	<b>79,761</b>	
<b>Profit attributable to :</b>								
Owners of the Company	47,101	25.6	47,418	25.1	317	0.7	38,215	21.0
Non-controlling interests	215	0.1	292	0.2	77	35.9	179	0.1
<b>Total</b>	<b>47,316</b>	<b>25.7</b>	<b>47,710</b>	<b>25.3</b>	<b>394</b>	<b>0.8</b>	<b>38,395</b>	<b>21.1</b>
<b>Total comprehensive income attributable to :</b>								
Owners of the Company	64,248		59,047		-5,202	-8.1	78,559	
Non-controlling interests	376		658		282	74.8	1,203	
<b>Total</b>	<b>64,625</b>		<b>59,704</b>		<b>-4,920</b>	<b>-7.6</b>	<b>79,761</b>	
<b>Basic earnings per share (yen)</b>	<b>130.95</b>		<b>134.43</b>		<b>3.48</b>		<b>108.07</b>	
<b>Diluted earnings per share (yen)</b>	<b>130.86</b>		<b>134.37</b>		<b>3.51</b>		<b>108.01</b>	

Notes:

- Effect of Exchange Rate Change on Net Sales and Incomes ("2023A" is the actual value of this period. "2023B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2023B	2023A	Influence	Actual change	(%)
Sales	181,736	188,701	6,965	-2,376	-1.3%
Profit before tax	61,787	63,615	1,828	-33	-0.1%
Profit for the quarter	46,291	47,710	1,419	-1,025	-2.2%

- Average rates of major foreign currencies

		For the three months ended		Variance(%)	For the three months ended	
		Sep.30,2022	Sep.30,2023		Sep.30,2022	Jun.30,2023
US\$	Yen	139.35	145.58	-4.5%	139.63	
Euro	Yen	139.53	157.73	-13.0%	151.89	
Thai Baht	Yen	3.77	4.13	-9.5%	4.01	



## (4) Segment Information

### <Overview of major products and services of reportable segments>

Reportable segments are components of the Group for which separate financial information is obtained and examined on a regular basis by the board of directors and the chief operating decision maker to determine the allocation of management resources and evaluate the business performance.

In accordance with its management philosophy, the Group has categorised “life and culture” and “information technology” as its business domains. To achieve sustainable growth in corporate value in these business domains, the Group has been making decisions on the allocation of management resources and monitoring the operating results.

As a result, the Group consists of three reportable business segments: Life Care business, Information Technology business and Other business, which are consistent with the above business domains.

In the Life Care business, the Group produces and sells health care related products that are used routinely in health maintenance fields, and medical related products including medical equipment and medical supplies used in medical treatment. Some unique features of this business segment are that approvals and permits are required from relevant authorities in each country and that advanced technological strength and reliable quality control systems are the key requirement.

In the Information Technology business, the Group produces and sells essential items for digital devices. Included are electronics related products that are indispensable for today's digital information and communication technology, and imaging related products that are necessary to capture images as digital data based on optical technologies.

Other business includes the business that provides mainly speech synthesis software and information system services.

The main products and services for each reportable segment described above are as follows:

Reportable Segment		Major Products and Services
Life Care	Health care related products	Eyeglass lenses, Contact lenses, etc.
	Medical related products	Medical endoscopes, Medical accessories, Automated endoscope reprocessors (AERs), Intraocular lenses, Ophthalmic medical equipment, Artificial bone, Metallic implants for orthopedics, Chromatography media, etc.
Information Technology	Electronics related products	Photomasks and Maskblanks for semiconductors, Photomasks for FPD, Glass disks for hard disk drives (HDDs)
	Imaging related products	Optical lenses, Optical glass material, Laser equipment, Light source, etc.
Other		Speech synthesis software, Design of information systems, etc.

## 1. Segment revenues and results

(Millions of Yen)

For the three months ended Sep.30,2022	Life Care	Information Technology	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	118,798	64,182	1,131	184,112	—	184,112
Inter-segment	1	24	5	30	-30	—
<b>Total</b>	<b>118,799</b>	<b>64,207</b>	<b>1,137</b>	<b>184,142</b>	<b>-30</b>	<b>184,112</b>
Segment profit before tax	27,410	34,427	238	62,075	-255	61,820
Segment profit before tax ratio	23.1%	53.6%	20.9%	33.7%	—	33.6%
Ref: Profit from ordinary operating activities	23,160	31,685	198	55,043	-1,191	53,852
% of revenue	19.5%	49.3%	17.4%	29.9%	—	29.2%

For the three months ended Sep.30,2023	Life Care	Information Technology	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	132,059	55,548	1,094	188,701	—	188,701
Inter-segment	-0	126	0	126	-126	—
<b>Total</b>	<b>132,059</b>	<b>55,674</b>	<b>1,094</b>	<b>188,827</b>	<b>-126</b>	<b>188,701</b>
Segment profit before tax	31,020	26,035	3,659	60,714	2,901	63,615
Segment profit before tax ratio	23.5%	46.8%	334.4%	32.2%	—	33.7%
Ref: Profit from ordinary operating activities	28,166	25,292	198	53,655	-1,245	52,410
% of revenue	21.3%	45.4%	18.1%	28.4%	—	27.8%

Ref : Difference between the results of the quarter under review and the same period the previous year is as follows:

	Life Care	Information Technology	Other	Total	Adjustments	All operations
<b>Variance</b>						
Revenue from external customers	13,261	-8,634	-37	4,589	—	4,589
Variance	11.2%	-13.5%	-3.3%	2.5%	—	2.5%
Inter-segment	-1	102	-5	96	-96	—
<b>Total</b>	<b>13,260</b>	<b>-8,533</b>	<b>-43</b>	<b>4,685</b>	<b>-96</b>	<b>4,589</b>
Segment profit before tax	3,610	-8,392	3,421	-1,361	3,156	1,795
Variance	13.2%	-24.4%	1438.3%	-2.2%	—	2.9%
Percentage point variance	0.4%	-6.9%	313.5%	-1.6%	—	0.1%
Profit from ordinary operating activities	5,006	-6,394	-0	-1,387	-55	-1,442
Variance	21.6%	-20.2%	-0.1%	-2.5%	4.6%	-2.7%

Note:Effect of Exchange Rate Change on Net Sales and Incomes ("2023 A" is the actual value of this period. "2023 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period the previous year. unit : millions of Yen)

	2023B	2023A	Influences	Actual change	(%)
Life Care					
Revenue from external customers	126,219	132,059	5,840	7,421	6.2%
Profit from ordinary operating activities	26,940	28,166	1,226	3,780	16.3%
Segment profit before tax	29,313	31,020	1,708	1,903	6.9%
Information Technology					
Revenue from external customers	54,494	55,548	1,054	-9,688	-15.1%
Profit from ordinary operating activities	24,939	25,292	352	-6,746	-21.3%
Segment profit before tax	25,975	26,035	60	-8,453	-24.6%

Ref : Results of the previous quarter are as follows:

For the three months ended Jun.30,2023	Life Care	Information Technology	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	127,425	53,738	1,125	182,288	—	182,288
Inter-segment	1	129	8	137	-137	—
<b>Total</b>	<b>127,426</b>	<b>53,866</b>	<b>1,133</b>	<b>182,425</b>	<b>-137</b>	<b>182,288</b>
Segment profit before tax	30,479	20,938	102	51,519	-353	51,166
Segment profit before tax ratio	23.9%	38.9%	9.0%	28.2%	—	28.1%
Ref: Profit from ordinary operating activities	25,281	23,721	105	49,106	-1,332	47,774
% of revenue	19.8%	44.0%	9.2%	26.9%	—	26.2%

Note:Profit from ordinary operating activities is operating profit before finance income/costs, share of profits(loss) of associates, foreign exchange gain/loss and other temporary gain/loss.

## 2. Revenue from major products and services

Revenue from external customers

(Millions of Yen)

	For the three months ended				Variance		For the three months ended Jun.30,2023	
	Sep.30,2022		Sep.30,2023					
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>Revenue from all operations</b>								
Life Care	118,798	64.5	132,059	70.0	13,261	11.2	127,425	69.9
Health care related products	88,314	[ 74.3 ]	98,531	[ 74.6 ]	10,218	11.6	94,928	[ 74.5 ]
Medical related products	30,485	[ 25.7 ]	33,528	[ 25.4 ]	3,043	10.0	32,497	[ 25.5 ]
Information Technology	64,182	34.9	55,548	29.4	-8,634	-13.5	53,738	29.5
Electronics related products	55,124	[ 85.9 ]	45,737	[ 82.3 ]	-9,387	-17.0	44,950	[ 83.6 ]
Imaging related products	9,058	[ 14.1 ]	9,811	[ 17.7 ]	753	8.3	8,788	[ 16.4 ]
Other	1,131	0.6	1,094	0.6	-37	-3.3	1,125	0.6
<b>Total revenue from all operations</b>	<b>184,112</b>	<b>100.0</b>	<b>188,701</b>	<b>100.0</b>	<b>4,589</b>	<b>2.5</b>	<b>182,288</b>	<b>100.0</b>

Notes 1. Figures in [ ] are percentages of each segment.

Notes 2. Effect of Exchange Rate Change on Net Sales and Incomes ("2023 A" is the actual value of this period. "2023 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2023B	2023A	Influence	Actual change	(%)
Life Care	126,219	132,059	5,840	7,421	6.2%
Health care related products	94,614	98,531	3,918	6,300	7.1%
Medical related products	31,605	33,528	1,922	1,121	3.7%
Information Technology	54,494	55,548	1,054	-9,688	-15.1%
Electronics related products	44,834	45,737	903	-10,290	-18.7%
Imaging related products	9,660	9,811	151	602	6.6%

## 3. Information about geographical areas

Revenue from external customers

(Millions of Yen)

	For the three months ended				Variance		For the three months ended Jun.30,2023	
	Sep.30,2022		Sep.30,2023					
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>Revenue from all operations</b>								
Total revenue from all operations	184,112	100.0	188,701	100.0	4,589	2.5	182,288	100.0
Japan	41,986	22.8	44,752	23.7	2,766	6.6	42,841	23.5
Americas	30,626	16.6	35,991	19.1	5,364	17.5	33,904	18.6
Europe	35,009	19.0	39,352	20.9	4,343	12.4	38,563	21.2
Asia/Oceania	73,875	40.1	65,966	35.0	-7,909	-10.7	63,958	35.1
Other	2,614	1.4	2,639	1.4	25	1.0	3,022	1.7

Note: Geographical areas are based on the location of customers.

<Reference>

**Supplementary data for 2nd Quarter : from July 1 to September 30, 2023**

The breakdown of changes in revenue and profit before tax

(Millions of Yen)

	FY22-2Q	FY23-2Q	Variance	Foreign exchange	
				Foreign exchange	Other
Revenue	184,112	188,701	4,589	6,965	-2,376
Life Care	118,798	132,059	13,261	5,840	7,421
Health care related products	88,314	98,531	10,218	3,918	6,300
Medical related products	30,485	33,528	3,043	1,922	1,121
Information Technology	64,182	55,548	-8,634	1,054	-9,688
Electronics related products	55,124	45,737	-9,387	903	-10,290
Imaging related products	9,058	9,811	753	151	602
Profit from ordinary operating activities	53,852	52,410	-1,442	1,567	-3,009
Life Care	23,160	28,166	5,006	1,226	3,780
Information Technology	31,685	25,292	-6,394	352	-6,746
Other adjustment (Corporate)	-993	-1,048	-55	-12	-43
Profit before tax	61,820	63,615	1,795	1,828	-33
Life Care	27,410	31,020	3,610	1,708	1,903
Information Technology	34,427	26,035	-8,392	60	-8,453
Other adjustment (Corporate)	-17	6,560	6,577	60	6,517

<All operations ~ Adjustments to "Profit from ordinary operating activities">

	All operations		
	FY22-2Q	FY23-2Q	Variance
Profit before tax	61,820	63,615	1,795
Adjustments	7,968	11,205	3,237
Finance income	1,578	3,833	2,255
Finance costs	-424	-495	-71
Share of gain/loss of associates	32	196	165
Foreign exchange (gain)/loss	6,336	3,453	-2,883
Impairment losses	—	-13	-13
Other	447	4,231	3,784
Profit from ordinary operating activities	53,852	52,410	-1,442

<Segment ~ Adjustments to "Profit from ordinary operating activities">

	Life Care			Information Technology			Other adjustment (Corporate)		
	FY22-2Q	FY23-2Q	Variance	FY22-2Q	FY23-2Q	Variance	FY22-2Q	FY23-2Q	Variance
Profit before tax	27,410	31,020	3,610	34,427	26,035	-8,392	-17	6,560	6,577
Adjustments	4,251	2,854	-1,396	2,742	743	-1,999	975	7,608	6,632
Finance income	410	1,482	1,072	262	503	241	906	1,848	943
Finance costs	-333	-809	-477	-155	-391	-236	63	705	642
Share of gain/loss of associates	51	54	3	25	6	-20	-45	137	182
Foreign exchange (gain)/loss	3,982	2,711	-1,271	2,571	665	-1,906	-217	78	295
Impairment losses	—	—	—	—	-13	-13	—	—	—
Other	140	-583	-723	38	-27	-65	268	4,840	4,572
Profit from ordinary operating activities	23,160	28,166	5,006	31,685	25,292	-6,394	-993	-1,048	-55

## 1. Interim Consolidated Financial Highlights

HOYA CORPORATION and Consolidated Subsidiaries

### 1. Performance for the six months ended September 30, 2022 and 2023 (All operations \*Notes)

( The yen amounts shown therein are rounded off to the nearest million.)

	Six months ended		Variance (%)
	Sep.30,2022	Sep.30,2023	
(1)Revenue and Profit before tax			
Revenue	364,291	370,989	1.8
Profit before tax	123,338	114,782	-6.9
Ratio of profit before tax(%)	33.9%	30.9%	
Profit for the term	95,718	86,105	-10.0
Ratio of profit for the term(%)	26.3%	23.2%	
Profit attributable to owners of the Company	95,459	85,633	-10.3
Ratio of profit attributable to owners of the Company(%)	26.2%	23.1%	
Basic earnings per share (yen)	263.80	242.47	
Diluted earnings per share (yen)	263.61	242.35	

	As of	
	Mar.31,2023	Sep.30,2023
(2)Financial Position		
Total assets	1,028,326	1,115,754
Total equity	814,604	883,528
Equity attributable to owners of the Company	818,321	885,384
Ratio of assets attributable to owners of the Company	79.6%	79.4%
Assets attributable to owners of the Company per share (yen)	2,311.72	2,522.12

	Six months ended	
	Sep.30,2022	Sep.30,2023
(3) Conditions of Cash Flows		
Net cash generated from operating activities	106,247	114,323
Net cash used in investing activities	-18,239	-15,441
Free cash flow	88,008	98,882
Net cash provided by (used in ) financing activities	-130,976	-75,312
Cash and cash equivalents at end of period	424,125	465,601

### 2.Dividends per Share

	Year ended/ending	
	Mar.31,2023	Mar.31,2024
Interim (Yen)	45.00	45.00
Year-end (Yen)	65.00	TBD
Annual (Yen)	110.00	TBD

### 3.Other

	Six months ended	
	Sep.30,2022	Sep.30,2023
Capital expenditure	19,440	23,495
R&D expenses	14,503	15,917

Notes:

"All operations" means here that the figures are including not only "Continuing operations" but also "Discontinued operations".

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to differ materially from that anticipated in these statements. These factors include changes in economic conditions, trends in our major markets, or currency exchange rates.

## 2. Interim Consolidated Financial Statements

### (1) Interim Consolidated Statement of Financial Position

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	As of Mar.31,2023		As of Sep.30,2023		Variance		As of Sep.30,2022	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>ASSETS</b>								
<b>NON-CURRENT ASSETS</b>								
Property, plant and equipment-net	178,648		184,031		5,383		181,878	
Goodwill	46,818		52,002		5,184		51,122	
Intangible assets	35,732		36,264		532		40,890	
Investments in associates	971		1,404		433		1,030	
Long-term financial assets	45,303		45,878		575		53,011	
Other non-current assets	747		682		-65		655	
Deferred tax assets	9,953		11,038		1,086		10,262	
Total non-current assets	318,171	30.9	331,299	29.7	13,128	4.1	338,850	32.1
<b>CURRENT ASSETS</b>								
Inventories	105,150		116,254		11,104		108,492	
Trade and other receivables	143,194		140,155		-3,039		139,441	
Other short-term financial assets	20,379		21,425		1,046		10,344	
Income tax receivables	3,798		6,272		2,474		4,232	
Other current assets	30,622		33,534		2,912		30,608	
Cash and cash equivalents	405,888		465,601		59,713		424,125	
Sub total	709,031		783,241		74,210		717,242	
Assets held for sale	1,124		1,215		90		—	
Total current assets	710,155	69.1	784,455	70.3	74,300	10.5	717,242	67.9
Total assets	1,028,326	100.0	1,115,754	100.0	87,428	8.5	1,056,093	100.0

(Millions of Yen)

	As of Mar.31,2023		As of Sep.30,2023		Variance		As of Sep.30,2022	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>EQUITY AND LIABILITIES</b>								
<b>EQUITY</b>								
Share capital	6,264		6,264		—		6,264	
Capital reserves	15,899		15,899		—		15,899	
Treasury shares	-41,374		-48,128		-6,754		-50,097	
Other capital reserves	-12,800		-13,432		-631		-12,468	
Retained earnings	752,999		775,278		22,279		754,526	
Accumulated other comprehensive income/(loss)	97,334		149,503		52,170		122,953	
Equity attributable to owners of the Company	818,321	79.6	885,384	79.4	67,063	8.2	837,078	79.3
Non-controlling interests	-3,717		-1,856		1,861		-10,908	
Total equity	814,604	79.2	883,528	79.2	68,924	8.5	826,170	78.2
<b>LIABILITIES</b>								
<b>NON-CURRENT LIABILITIES</b>								
Interest-bearing long-term debt	15,997		16,889		892		16,202	
Other long-term financial liabilities	21,523		24,149		2,625		28,200	
Retirement benefits liabilities	4,028		4,538		510		4,217	
Provisions	3,153		3,337		185		2,894	
Other non-current liabilities	2,820		3,919		1,099		2,494	
Deferred tax liabilities	10,102		12,091		1,989		13,868	
Total non-current liabilities	57,623	5.6	64,924	5.8	7,300	12.7	67,874	6.4
<b>CURRENT LIABILITIES</b>								
Interest-bearing short-term debt	8,585		8,708		123		7,450	
Trade and other payables	64,621		65,222		601		68,980	
Other short-term financial liabilities	264		141		-123		524	
Income tax payables	21,546		24,439		2,893		23,369	
Provisions	1,558		1,716		158		1,628	
Other current liabilities	59,394		66,952		7,558		60,096	
Sub total	155,967		167,178		11,211		162,048	
Liabilities held for sale	132		124		-8		—	
Total current liabilities	156,099	15.2	167,302	15.0	11,203	7.2	162,048	15.3
Total liabilities	213,722	20.8	232,226	20.8	18,504	8.7	229,923	21.8
Total equity and liabilities	1,028,326	100.0	1,115,754	100.0	87,428	8.5	1,056,093	100.0
Total number of issued shares in thousand	353,988		351,048		-2,940		357,547	
Equity attributable to owner of the Company per share	2,311.72 Yen		2,522.12 Yen		210.40 Yen		2,341.17 Yen	

## (2) Interim Consolidated Statement of Cash Flows

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the six months ended		Variance	For the year ended Mar.31,2023
	Sep.30,2022	Sep.30,2023		
<b>Cash flows from operating activities</b>				
Profit before tax	123,338	114,782	-8,557	215,832
Depreciation and amortization	24,244	24,210	-34	49,615
Impairment losses	—	7,952	7,952	1,082
Finance income	-2,379	-7,177	-4,798	-7,666
Finance costs	875	1,006	131	1,816
Share of (profits)/loss of associates	-53	-251	-198	-83
(Gain)/loss on sales of property, plant and equipment	-300	-108	192	-468
Loss on disposal of property, plant and equipment	45	63	18	127
Foreign exchange (gain)/loss	-9,213	-8,864	349	-157
Others	-120	-3,026	-2,906	5,122
<b>Net cash generated from operating activities (Before adjustment of movements in working capital)</b>	<b>136,437</b>	<b>128,587</b>	<b>-7,850</b>	<b>265,221</b>
<b>Movements in working capital</b>				
Decrease/(increase) in inventories	-6,328	-3,676	2,652	-9,216
Decrease/(increase) in trade and other receivables	4,174	11,600	7,426	-2,967
Increase/(decrease) in trade and other payables	-1,514	-9	1,505	-6,507
Increase/(decrease) in retirement benefits liabilities and provisions	255	203	-52	-88
<b>Sub total</b>	<b>133,024</b>	<b>136,705</b>	<b>3,681</b>	<b>246,443</b>
Interests received	1,417	5,951	4,534	5,928
Dividends received	9	10	1	63
Interests paid	-205	-290	-85	-524
Income taxes paid	-28,300	-28,480	-181	-51,304
Income taxes refunded	302	428	126	1,224
<b>Net cash generated from operating activities</b>	<b>106,247</b>	<b>114,323</b>	<b>8,076</b>	<b>201,829</b>
<b>Cash flows from investing activities</b>				
Withdrawals of time deposit	6	370	364	3,946
Payments for time deposit	-669	-591	79	-12,632
Proceeds from sales of property, plant and equipment	2,290	180	-2,110	2,639
Payments for acquisition of property, plant and equipment	-13,703	-17,521	-3,818	-33,473
Proceeds from government grant	—	2,843	2,843	—
Proceeds from sales of investment	86	65	-22	86
Payments for acquisition of investment	—	-90	-90	-108
Proceeds from sales of subsidiary	—	3,306	3,306	-340
Payments for purchase of subsidiary	-4,490	-3,241	1,248	-4,747
Payments for business transfer	-757	-270	486	-757
Other proceeds	81	157	77	279
Other payments	-1,083	-649	434	-2,390
<b>Net cash used in investing activities</b>	<b>-18,239</b>	<b>-15,441</b>	<b>2,798</b>	<b>-47,496</b>
<b>Cash flows from financing activities</b>				
Dividends paid to owners of the Company	-23,713	-22,990	723	-39,794
Dividends paid to non-controlling interests	-50	—	50	-171
Increase (decrease) in short-term debt	-100	-100	—	-200
Repayments of long-term borrowings	-12	-298	-286	-169
Payments for lease liabilities	-4,264	-4,304	-41	-8,618
Proceeds from disposal of treasury shares	1	—	-1	1
Payments for purchase of treasury shares	-103,385	-47,967	55,418	-153,973
Proceeds from exercise of stock options	548	348	-200	769
Proceeds from share issuance to non-controlling shareholders	—	—	—	7,772
Repayments to non-controlling interests	—	—	—	-208
<b>Net cash used in financing activities</b>	<b>-130,976</b>	<b>-75,312</b>	<b>55,664</b>	<b>-194,593</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>-42,968</b>	<b>23,570</b>	<b>66,537</b>	<b>-40,259</b>
<b>Cash and cash equivalents at the beginning of the term</b>	<b>419,404</b>	<b>405,888</b>	<b>-13,517</b>	<b>419,404</b>
Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies	47,689	36,144	-11,545	26,743
<b>Cash and cash equivalents at the end of the term</b>	<b>424,125</b>	<b>465,601</b>	<b>41,476</b>	<b>405,888</b>



### (3) Interim Consolidated Statement of Comprehensive Income

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the six months ended				Variance		For the year ended	
	Sep.30,2022		Sep.30,2023				Mar.31,2023	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>All operations</b>								
<b>Revenue:</b>								
Sales	364,291	100.0	370,989	100.0	6,698	1.8	723,582	100.0
Finance income	2,379	0.7	7,177	1.9	4,798	201.7	7,666	1.1
Share of profit of associates	53	0.0	251	0.1	198	377.2	83	0.0
Other income	983	0.3	7,313	2.0	6,331	644.3	2,764	0.4
<b>Total Revenue</b>	<b>367,705</b>	<b>100.9</b>	<b>385,730</b>	<b>104.0</b>	<b>18,025</b>	<b>4.9</b>	<b>734,095</b>	<b>101.5</b>
<b>Expenses:</b>								
Changes in inventories of goods, products and work in progress	-2,418	-0.7	706	0.2	3,124	-	-1,953	-0.3
Raw materials and consumables used	54,548	15.0	51,308	13.8	-3,240	-5.9	104,193	14.4
Employee benefits expense	79,894	21.9	89,297	24.1	9,403	11.8	160,698	22.2
Depreciation and amortization	24,244	6.7	24,210	6.5	-34	-0.1	49,615	6.9
Subcontracting cost	2,294	0.6	2,356	0.6	62	2.7	4,674	0.6
Advertising and promotion expense	8,143	2.2	8,665	2.3	522	6.4	16,004	2.2
Commission expense	21,267	5.8	24,047	6.5	2,780	13.1	43,974	6.1
Impairment losses	-	-	7,952	2.1	7,952	-	1,082	0.1
Finance costs	875	0.2	1,006	0.3	131	15.0	1,816	0.3
Foreign exchange (gain)/loss	-13,144	-3.6	-10,157	-2.7	2,987	-22.7	-55	-0.0
Other expenses	68,664	18.8	71,558	19.3	2,894	4.2	138,213	19.1
<b>Total expense</b>	<b>244,367</b>	<b>67.1</b>	<b>270,948</b>	<b>73.0</b>	<b>26,581</b>	<b>10.9</b>	<b>518,263</b>	<b>71.6</b>
Profit before tax	123,338	33.9	114,782	30.9	-8,557	-6.9	215,832	29.8
Income tax expense	27,621	7.6	28,677	7.7	1,057	3.8	47,044	6.5
<b>Profit for the term from all operations</b>	<b>95,718</b>	<b>26.3</b>	<b>86,105</b>	<b>23.2</b>	<b>-9,613</b>	<b>-10.0</b>	<b>168,788</b>	<b>23.3</b>
<b>Other comprehensive income:</b>								
Items that will not be reclassified subsequently to profit or loss								
Assets measured at fair value through other comprehensive income	-45		196		241		-5,711	
Remeasurements of the net defined benefit liability(asset)	56		2		-54		152	
Income tax relating to components of other comprehensive income	32		-14		-46		1,708	
<b>Total Items that will not be reclassified subsequently to profit or loss</b>	<b>43</b>		<b>184</b>		<b>141</b>		<b>-3,852</b>	
Exchange differences on translation of foreign operations	65,384		53,077		-12,307		43,481	
Share of other comprehensive income of associates	45		92		47		2	
Income tax relating to components of other comprehensive income	-50		9		59		-17	
<b>Total Items that may be reclassified subsequently to profit or loss</b>	<b>65,378</b>		<b>53,177</b>		<b>-12,200</b>		<b>43,466</b>	
<b>Total other comprehensive income</b>	<b>65,421</b>		<b>53,361</b>		<b>-12,060</b>		<b>39,615</b>	
<b>Total comprehensive income for the term</b>	<b>161,139</b>		<b>139,466</b>		<b>-21,673</b>	<b>-13.4</b>	<b>208,403</b>	
<b>Profit attributable to :</b>								
Owners of the Company	95,459	26.2	85,633	23.1	-9,826	-10.3	168,638	23.3
Non-controlling interests	259	0.1	471	0.1	213	82.3	150	0.0
<b>Total</b>	<b>95,718</b>	<b>26.3</b>	<b>86,105</b>	<b>23.2</b>	<b>-9,613</b>	<b>-10.0</b>	<b>168,788</b>	<b>23.3</b>
<b>Total comprehensive income attributable to :</b>								
Owners of the Company	159,707		137,605		-22,102	-13.8	207,342	
Non-controlling interests	1,431		1,861		430	30.0	1,060	
<b>Total</b>	<b>161,139</b>		<b>139,466</b>		<b>-21,673</b>	<b>-13.4</b>	<b>208,403</b>	
<b>Basic earnings per share (yen)</b>	<b>263.80</b>		<b>242.47</b>		<b>-21.33</b>		<b>469.76</b>	
<b>Diluted earnings per share (yen)</b>	<b>263.61</b>		<b>242.35</b>		<b>-21.26</b>		<b>469.47</b>	

Notes:

1. Effect of Exchange Rate Change on Net Sales and Incomes ("2023A" is the actual value of this period. "2023B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2023B	2023A	Influences	Actual change	(%)
Sales	357,833	370,989	13,155	-6,458	-1.8%
Profit before tax	111,022	114,782	3,759	-12,316	-10.0%
Profit for the term	83,102	86,105	3,003	-12,616	-13.2%

2. Average rates of major foreign currencies

		For the six months ended		Variance(%)
		Sep.30,2022	Sep.30,2023	
US\$	Yen	135.30	142.61	-5.4%
Euro	Yen	139.14	154.81	-11.3%
Thai Baht	Yen	3.78	4.07	-7.8%

## (4) Segment Information

### <Overview of major products and services of reportable segments>

Reportable segments are components of the Group for which separate financial information is obtained and examined on a regular basis by the board of directors and the chief operating decision maker to determine the allocation of management resources and evaluate the business performance.

In accordance with its management philosophy, the Group has categorised “life and culture” and “information technology” as its business domains. To achieve sustainable growth in corporate value in these business domains, the Group has been making decisions on the allocation of management resources and monitoring the operating results.

As a result, the Group consists of three reportable business segments: Life Care business, Information Technology business and Other business, which are consistent with the above business domains.

In the Life Care business, the Group produces and sells health care related products that are used routinely in health maintenance fields, and medical related products including medical equipment and medical supplies used in medical treatment. Some unique features of this business segment are that approvals and permits are required from relevant authorities in each country and that advanced technological strength and reliable quality control systems are the key requirement.

In the Information Technology business, the Group produces and sells essential items for digital devices. Included are electronics related products that are indispensable for today's digital information and communication technology, and imaging related products that are necessary to capture images as digital data based on optical technologies.

Other business includes the business that provides mainly speech synthesis software and information system services.

The main products and services for each reportable segment described above are as follows:

Reportable Segment		Major Products and Services
Life Care	Health care related products	Eyeglass lenses, Contact lenses, etc.
	Medical related products	Medical endoscopes, Medical accessories, Automated endoscope reprocessors (AERs), Intraocular lenses, Ophthalmic medical equipment, Artificial bone, Metallic implants for orthopedics, Chromatography media, etc.
Information Technology	Electronics related products	Photomasks and Maskblanks for semiconductors, Photomasks for FPD, Glass disks for hard disk drives (HDDs)
	Imaging related products	Optical lenses, Optical glass material, Laser equipment, Light source, etc.
Other		Speech synthesis software, Design of information systems, etc.

## 1. Segment revenues and results

(Millions of Yen)

For the six months ended Sep.30,2022	Life Care	Information Technology	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	229,618	132,443	2,230	364,291	—	364,291
Inter-segment	1	34	10	46	-46	—
<b>Total</b>	<b>229,620</b>	<b>132,477</b>	<b>2,240</b>	<b>364,336</b>	<b>-46</b>	<b>364,291</b>
Segment profit before tax	52,432	70,026	414	122,872	466	123,338
Segment profit before tax ratio	22.8%	52.9%	18.5%	33.7%	—	33.9%
Ref: Profit from ordinary operating activities	44,787	65,226	361	110,374	-2,327	108,047
% of revenue	19.5%	49.2%	16.1%	30.3%	—	29.7%

For the six months ended Sep.30,2023	Life Care	Information Technology	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	259,484	109,286	2,219	370,989	—	370,989
Inter-segment	1	255	8	263	-263	—
<b>Total</b>	<b>259,485</b>	<b>109,540</b>	<b>2,227</b>	<b>371,252</b>	<b>-263</b>	<b>370,989</b>
Segment profit before tax	61,500	46,973	3,761	112,233	2,548	114,782
Segment profit before tax ratio	23.7%	42.9%	168.9%	30.2%	—	30.9%
Ref: Profit from ordinary operating activities	53,447	49,012	302	102,762	-2,577	100,184
% of revenue	20.6%	44.7%	13.6%	27.7%	—	27.0%

Ref : Difference between the results of the year under review and the same period the previous year is as follows:

	Life Care	Information Technology	Other	Total	Adjustments	All operations
<b>Variance</b>						
Revenue from external customers	29,866	-23,157	-11	6,698	—	6,698
Variance	13.0%	-17.5%	-0.5%	1.8%	—	1.8%
Inter-segment	-1	220	-2	218	-218	—
<b>Total</b>	<b>29,865</b>	<b>-22,937</b>	<b>-13</b>	<b>6,915</b>	<b>-218</b>	<b>6,698</b>
Segment profit before tax	9,068	-23,053	3,347	-10,639	2,082	-8,557
Variance	17.3%	-32.9%	808.2%	-8.7%	—	-6.9%
	0.9%	-10.0%	150.4%	-3.5%	—	-2.9%
Profit from ordinary operating activities	8,660	-16,214	-59	-7,612	-250	-7,863
Variance	19.3%	-24.9%	-16.3%	-6.9%	10.8%	-7.3%

Note:Effect of Exchange Rate Change on Net Sales and Incomes ("2023 A" is the actual value of this period. "2023 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period the previous year. unit : millions of Yen)

	2023B	2023A	Influences	Actual change	(%)
Life Care					
Revenue from external customers	248,822	259,484	10,662	19,203	8.4%
Profit from ordinary operating activities	51,322	53,447	2,125	6,536	14.6%
Segment profit before tax	58,345	61,500	3,154	5,913	11.3%
Information Technology					
Revenue from external customers	106,906	109,286	2,380	-25,537	-19.3%
Profit from ordinary operating activities	48,170	49,012	842	-17,056	-26.1%
Segment profit before tax	46,356	46,973	617	-23,670	-33.8%

## 2. Revenue from major products and services

Revenue from external customers

(Millions of Yen)

	For the six months ended				Variance		For the year ended	
	Sep.30,2022		Sep.30,2023				Mar.31,2023	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>Revenue from all operations</b>								
Life Care	229,618	63.0	259,484	69.9	29,866	13.0	474,628	65.6
Health care related products	171,034	[ 74.5 ]	193,459	[ 74.6 ]	22,425	13.1	351,617	[ 74.1 ]
Medical related products	58,584	[ 25.5 ]	66,025	[ 25.4 ]	7,440	12.7	123,011	[ 25.9 ]
Information Technology	132,443	36.4	109,286	29.5	-23,157	-17.5	244,338	33.8
Electronics related products	113,424	[ 85.6 ]	90,687	[ 83.0 ]	-22,737	-20.0	208,199	[ 85.2 ]
Imaging related products	19,019	[ 14.4 ]	18,599	[ 17.0 ]	-420	-2.2	36,140	[ 14.8 ]
Other	2,230	0.6	2,219	0.6	-11	-0.5	4,615	0.6
<b>Total revenue from all operations</b>	<b>364,291</b>	<b>100.0</b>	<b>370,989</b>	<b>100.0</b>	<b>6,698</b>	<b>1.8</b>	<b>723,582</b>	<b>100.0</b>

Notes 1. Figures in [ ] are percentages of each segment.

Notes 2. Effect of Exchange Rate Change on Net Sales and Incomes ("2023 A" is the actual value of this period. "2023 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2023B	2023A	Influences	Actual change	(%)
Life Care	248,822	259,484	10,662	19,203	8.4%
Health care related products	186,249	193,459	7,210	15,215	8.9%
Medical related products	62,572	66,025	3,452	3,988	6.8%
Information Technology	106,906	109,286	2,380	-25,537	-19.3%
Electronics related products	88,587	90,687	2,101	-24,837	-21.9%
Imaging related products	18,319	18,599	279	-699	-3.7%

## 3. Information about geographical areas

Revenue from external customers

(Millions of Yen)

	For the six months ended				Variance		For the year ended	
	Sep.30,2022		Sep.30,2023				Mar.31,2023	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
<b>Revenue from all operations</b>								
Total revenue from all operations	364,291	100.0	370,989	100.0	6,698	1.8	723,582	100.0
Japan	84,907	23.3	87,593	23.6	2,686	3.2	170,056	23.5
Americas	60,766	16.7	69,894	18.8	9,129	15.0	127,245	17.6
Europe	69,686	19.1	77,915	21.0	8,229	11.8	144,417	20.0
Asia/Oceania	143,894	39.5	129,925	35.0	-13,969	-9.7	271,115	37.5
Other	5,038	1.4	5,662	1.5	623	12.4	10,749	1.5

Note: Geographical areas are based on the location of customers.

<Reference>

**Supplementary data for Interim Period : from April 1 to September 30, 2023**

The breakdown of changes in revenue and profit before tax

(Millions of Yen)

	FY2022	FY2023	Variance	Variance	
				Foreign exchange	Other
Revenue	364,291	370,989	6,698	13,155	-6,458
Life Care	229,618	259,484	29,866	10,662	19,203
Health care related products	171,034	193,459	22,425	7,210	15,215
Medical related products	58,584	66,025	7,440	3,452	3,988
Information Technology	132,443	109,286	-23,157	2,380	-25,537
Electronics related products	113,424	90,687	-22,737	2,101	-24,837
Imaging related products	19,019	18,599	-420	279	-699
Profit from ordinary operating activities	108,047	100,184	-7,863	2,903	-10,766
Life Care	44,787	53,447	8,660	2,125	6,536
Information Technology	65,226	49,012	-16,214	842	-17,056
Other adjustment (Corporate)	-1,966	-2,275	-309	-63	-246
Profit before tax	123,338	114,782	-8,557	3,759	-12,316
Life Care	52,432	61,500	9,068	3,154	5,913
Information Technology	70,026	46,973	-23,053	617	-23,670
Other adjustment (Corporate)	880	6,309	5,429	-12	5,441

<All operations ~ Adjustments to "Profit from ordinary operating activities">

	All operations		
	FY2022	FY2023	Variance
Profit before tax	123,338	114,782	-8,557
Adjustments	15,291	14,597	-694
Finance income	2,379	7,177	4,798
Finance costs	-875	-1,006	-131
Share of gain/loss of associates	53	251	198
Foreign exchange (gain)/loss	13,144	10,157	-2,987
Impairment losses	—	-7,952	-7,952
Other	590	5,971	5,381
Profit from ordinary operating activities	108,047	100,184	-7,863

<Segment ~ Adjustments to "Profit from ordinary operating activities">

	Life Care			Information Technology			Other adjustment (Corporate)		
	FY2022	FY2023	Variance	FY2022	FY2023	Variance	FY2022	FY2023	Variance
Profit before tax	52,432	61,500	9,068	70,026	46,973	-23,053	880	6,309	5,429
Adjustments	7,645	8,053	407	4,800	-2,039	-6,839	2,846	8,584	5,738
Finance income	598	2,810	2,211	452	1,184	732	1,328	3,183	1,855
Finance costs	-614	-1,493	-879	-266	-746	-480	5	1,232	1,228
Share of gain/loss of associates	103	99	-4	27	15	-12	-77	137	214
Foreign exchange (gain)/loss	7,359	6,801	-559	4,485	2,726	-1,759	1,299	631	-669
Impairment losses	—	—	—	—	-7,952	-7,952	—	—	—
Other	199	-164	-362	101	2,734	2,633	291	3,401	3,110
Profit from ordinary operating activities	44,787	53,447	8,660	65,226	49,012	-16,214	-1,966	-2,275	-309