

(English Translation)

**AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 2025**

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MURATA MACHINERY, LTD.

Murata Machinery, Ltd.
Consolidated Balance Sheet
March 31, 2024 and 2025

| | (Millions of Yen) | |
|---------------------------------------|-------------------|----------------|
| | 2024 | 2025 |
| Assets | | |
| Current assets | 524,342 | 563,918 |
| Cash and deposits | 171,950 | 210,036 |
| Notes and accounts receivable - trade | 215,490 | 226,148 |
| Securities | 13,817 | 11,927 |
| Merchandise and finished goods | 13,786 | 11,529 |
| Work in process | 19,691 | 17,241 |
| Raw materials and supplies | 64,400 | 65,505 |
| Other | 25,422 | 21,880 |
| Allowance for doubtful accounts | (216) | (352) |
| Non-current assets | 186,635 | 205,377 |
| Property, plant and equipment | 56,054 | 63,889 |
| Buildings and structures | 29,033 | 33,630 |
| Machinery, equipment and vehicles | 7,154 | 8,543 |
| Tools, furniture and fixtures | 2,826 | 3,076 |
| Land | 8,249 | 8,224 |
| Leased assets | 500 | 614 |
| Construction in progress | 8,084 | 9,765 |
| Other | 205 | 33 |
| Intangible assets | 3,016 | 2,720 |
| Software | 1,754 | 1,820 |
| Goodwill | 730 | 548 |
| Other | 532 | 350 |
| Investments and other assets | 127,563 | 138,767 |
| Investment securities | 108,069 | 113,762 |
| Investments in capital | 3,142 | 2,575 |
| Retirement benefit asset | 15,250 | 18,703 |
| Deferred tax assets | 2,063 | 2,400 |
| Other | 1,558 | 1,942 |
| Allowance for doubtful accounts | (70) | (298) |
| Allowance for investment loss | (2,449) | (318) |
| Total assets | 710,978 | 769,295 |

Murata Machinery, Ltd.
Consolidated Balance Sheet
March 31, 2024 and 2025

| | (Millions of Yen) | |
|--|-------------------|----------------|
| | 2024 | 2025 |
| Liabilities | 187,263 | 176,614 |
| Current liabilities | 174,901 | 162,928 |
| Notes and accounts payable - trade | 76,830 | 62,162 |
| Short-term borrowings | 10,305 | 4,990 |
| Accrued expenses | 10,004 | 10,338 |
| Income taxes payable | 19,478 | 19,415 |
| Advances received | 35,990 | 47,644 |
| Provision for bonuses | 7,363 | 7,801 |
| Provision for product warranties | 4,878 | 4,514 |
| Provision for loss on construction contracts | 3,798 | 614 |
| Other | 6,250 | 5,447 |
| Non-current liabilities | 12,361 | 13,686 |
| Long-term borrowings | 47 | - |
| Deferred tax liabilities | 10,438 | 11,711 |
| Other | 1,875 | 1,974 |
| Net assets | 523,715 | 592,680 |
| Shareholders' equity | 475,368 | 547,296 |
| Share capital | 900 | 900 |
| Capital surplus | 442 | 442 |
| Retained earnings | 474,026 | 545,953 |
| Accumulated other comprehensive income | 48,189 | 45,258 |
| Valuation difference on available-for-sale securities | 30,224 | 25,665 |
| Foreign currency translation adjustment | 15,089 | 15,000 |
| Remeasurements of defined benefit plans | 2,875 | 4,592 |
| Non-controlling interests | 157 | 125 |
| Total Liabilities and net assets | 710,978 | 769,295 |

Murata Machinery, Ltd.
Consolidated statement of income
Years Ended March 31, 2024 and March 31, 2025

| | (Millions of Yen) | |
|---|----------------------|----------------------|
| | 2024 | 2025 |
| Net sales | 497,452 | 526,076 |
| Cost of sales | 339,179 | 350,304 |
| Gross profit (loss) | <u>158,272</u> | <u>175,771</u> |
| Selling, general and administrative expenses | 79,136 | 82,631 |
| Operating profit (loss) | <u>79,135</u> | <u>93,140</u> |
| Non-operating income | <u>26,558</u> | <u>20,251</u> |
| Interest and dividend income | 6,434 | 6,414 |
| Share of profit of entities accounted for using equity method | 3,605 | 159 |
| Gain on investments in silent partnerships | - | 8,134 |
| Reversal of allowance for investment loss | - | 2,185 |
| Foreign exchange gains | 15,851 | - |
| Other | 666 | 3,355 |
| Non-operating expenses | <u>2,026</u> | <u>693</u> |
| Interest expenses | 121 | 187 |
| Other | 1,905 | 506 |
| Ordinary profit (loss) | <u>103,666</u> | <u>112,698</u> |
| Extraordinary income | <u>1,545</u> | <u>354</u> |
| Gain on sale of non-current assets | 886 | 246 |
| Gain on sale of investment securities | 659 | 105 |
| Other | - | 2 |
| Extraordinary loss | <u>1,389</u> | <u>259</u> |
| Loss on disposal of non-current assets | - | 167 |
| Loss on sale of investment securities | 796 | 86 |
| Impairment losses | 395 | - |
| Other | 196 | 5 |
| Profit (loss) before income taxes | <u>103,823</u> | <u>112,792</u> |
| Income taxes - current | 35,295 | 38,483 |
| Income taxes - deferred | 1,204 | 2,184 |
| Profit (loss) | <u>67,323</u> | <u>72,125</u> |
| Profit (loss) attributable to non-controlling interests | 0 | (0) |
| Profit (loss) attributable to owners of parent | <u><u>67,312</u></u> | <u><u>72,166</u></u> |

Murata Machinery, Ltd.
Balance Sheet
March 31, 2024 and 2025

| | (Millions of Yen) | |
|--|-------------------|----------------|
| | 2024 | 2025 |
| Assets | | |
| Current assets | 423,319 | 450,925 |
| Cash and deposits | 125,089 | 159,315 |
| Notes receivable - trade | 1,203 | 1,172 |
| Electronically recorded monetary claims - operating | 8,027 | 11,687 |
| Accounts receivable - trade | 175,129 | 178,485 |
| Securities | 8,142 | 4,024 |
| Finished goods | 8,088 | 5,053 |
| Work in process | 11,622 | 11,646 |
| Raw materials | 36,306 | 37,618 |
| Supplies | 234 | 245 |
| Advances paid | 1,757 | 1,844 |
| Short-term loans receivable | 5,256 | 3,373 |
| Accounts receivable - other | 22,042 | 15,898 |
| Other | 20,465 | 20,621 |
| Allowance for doubtful accounts | (46) | (62) |
| Non-current assets | 162,494 | 177,798 |
| Property, plant and equipment | 45,058 | 51,595 |
| Buildings | 22,438 | 24,209 |
| Structures | 1,384 | 1,312 |
| Machinery and equipment | 5,127 | 5,773 |
| Vehicles | 7 | 0 |
| Tools, furniture and fixtures | 2,016 | 2,191 |
| Land | 8,425 | 8,806 |
| Leased assets | 7 | 6 |
| Construction in progress | 5,651 | 9,293 |
| Intangible assets | 1,975 | 1,863 |
| Software | 1,494 | 1,556 |
| Other | 480 | 307 |
| Investments and other assets | 115,460 | 124,340 |
| Investment securities | 86,017 | 92,346 |
| Shares of subsidiaries and associates | 16,830 | 16,830 |
| Investments in capital | 3,142 | 2,575 |
| Long-term loans receivable | 45 | 146 |
| Long-term prepaid expenses | 137 | 415 |
| Prepaid pension costs | 11,374 | 12,223 |
| Other | 403 | 411 |
| Allowance for doubtful accounts | (41) | (291) |
| Allowance for investment loss | (2,449) | (318) |
| Total assets | 585,814 | 628,724 |

Murata Machinery, Ltd.
Balance Sheet
March 31, 2024 and 2025

| | (Millions of Yen) | |
|--|-------------------|----------------|
| | 2024 | 2025 |
| Liabilities | 156,727 | 139,614 |
| Current liabilities | 148,728 | 131,503 |
| Electronically recorded obligations - operating | 28,360 | 21,017 |
| Accounts payable - trade | 46,114 | 37,539 |
| Short-term borrowings | 10,000 | 5,000 |
| Accounts payable - other | 49 | 90 |
| Accrued expenses | 6,482 | 6,054 |
| Income taxes payable | 17,637 | 16,903 |
| Accrued business office tax | 37 | 39 |
| Advances received | 21,496 | 30,889 |
| Provision for bonuses | 4,699 | 4,888 |
| Provision for product warranties | 4,526 | 4,260 |
| Provision for loss on construction contracts | 3,798 | 614 |
| Other | 5,525 | 4,204 |
| Non-current liabilities | 7,998 | 8,111 |
| Provision for retirement benefits | 1,170 | 1,188 |
| Deferred tax liabilities | 5,582 | 5,581 |
| Other | 1,246 | 1,341 |
| Net assets | 429,086 | 489,109 |
| Shareholders' equity | 399,057 | 463,622 |
| Share capital | 900 | 900 |
| Capital surplus | 442 | 442 |
| Legal capital surplus | 442 | 442 |
| Retained earnings | 397,715 | 462,280 |
| Legal retained earnings | 225 | 225 |
| Other retained earnings | 397,490 | 462,055 |
| Reserve for special depreciation | 78 | 82 |
| Reserve for tax purpose reduction entry | 1,807 | 1,769 |
| General reserve | 78,720 | 78,720 |
| Retained earnings brought forward | 316,884 | 381,483 |
| Valuation and translation adjustments | 30,029 | 25,487 |
| Valuation difference on available-for-sale securities | 30,029 | 25,487 |
| Total Liabilities and net assets | 585,814 | 628,724 |

Murata Machinery, Ltd.

Statement of income

Years Ended March 31, 2024 and March 31, 2025

| | (Millions of Yen) | |
|---|----------------------|----------------------|
| | 2024 | 2025 |
| Net sales | 391,056 | 392,382 |
| Cost of sales | 270,673 | 262,625 |
| Gross profit (loss) | <u>120,383</u> | <u>129,756</u> |
| Selling, general and administrative expenses | 51,806 | 52,341 |
| Operating profit (loss) | <u>68,576</u> | <u>77,414</u> |
| Non-operating income | <u>27,596</u> | <u>24,047</u> |
| Interest and dividend income | 10,545 | 10,668 |
| Gain on investments in silent partnerships | 213 | 8,134 |
| Foreign exchange gains | 16,080 | 1,305 |
| Other | 757 | 3,938 |
| Non-operating expenses | <u>2,541</u> | <u>533</u> |
| Interest expenses | 97 | 133 |
| Other | 2,443 | 399 |
| Ordinary profit (loss) | <u>93,632</u> | <u>100,928</u> |
| Extraordinary income | <u>1,463</u> | <u>14</u> |
| Gain on sale of non-current assets | 878 | 4 |
| Gain on sale of investment securities | 585 | 9 |
| Extraordinary losses | <u>1,788</u> | <u>203</u> |
| Loss on disposal of non-current assets | 29 | 110 |
| Loss on sale of investment securities | 796 | 86 |
| Loss on valuation of shares of subsidiaries and associates | 812 | - |
| Other | 149 | 6 |
| Profit (loss) before income taxes | <u>93,307</u> | <u>100,740</u> |
| Income taxes - current | 32,052 | 34,387 |
| Income taxes - deferred | 886 | 1,548 |
| Profit (loss) | <u><u>60,368</u></u> | <u><u>64,803</u></u> |