

(English Translation)

**AUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED MARCH 31, 2026**

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**MURATA MACHINERY, LTD.**

Murata Machinery, Ltd.  
Consolidated Balance Sheet  
March 31, 2025 and 2026

	(Millions of Yen)	
	2025	2026
<b>Assets</b>		
<b>Current assets</b>	<b>563,918</b>	<b>652,723</b>
Cash and deposits	210,036	244,827
Notes and accounts receivable - trade	226,148	208,165
Securities	11,927	79,949
Merchandise and finished goods	11,529	14,768
Work in process	17,241	18,133
Raw materials and supplies	65,505	61,326
Other	21,880	25,796
Allowance for doubtful accounts	(352)	(246)
<b>Non-current assets</b>	<b>205,377</b>	<b>223,140</b>
<b>Property, plant and equipment</b>	<b>63,889</b>	<b>65,622</b>
Buildings and structures	33,630	40,291
Machinery, equipment and vehicles	8,543	9,597
Tools, furniture and fixtures	3,076	3,865
Land	8,224	8,285
Leased assets	614	518
Construction in progress	9,765	3,018
Other	33	45
<b>Intangible assets</b>	<b>2,720</b>	<b>6,586</b>
Software	1,820	2,013
Software in progress	-	4,293
Goodwill	548	-
Other	350	279
<b>Investments and other assets</b>	<b>138,767</b>	<b>150,931</b>
Investment securities	113,762	116,341
Investments in capital	2,575	3,243
Retirement benefit asset	18,703	26,873
Deferred tax assets	2,400	2,011
Other	1,942	6,317
Allowance for doubtful accounts	(298)	(3,806)
Allowance for investment loss	(318)	(48)
<b>Total assets</b>	<b>769,295</b>	<b>875,863</b>

Murata Machinery, Ltd.  
Consolidated Balance Sheet  
March 31, 2025 and 2026

	(Millions of Yen)	
	2025	2026
<b>Liabilities</b>	<b>176,614</b>	<b>194,830</b>
<b>Current liabilities</b>	<b>162,928</b>	<b>174,700</b>
Notes and accounts payable - trade	62,162	49,347
Short-term borrowings	4,990	5,000
Accrued expenses	10,338	14,169
Income taxes payable	19,415	20,067
Advances received	47,644	65,654
Provision for bonuses	7,801	8,327
Provision for product warranties	4,514	4,423
Provision for loss on construction contracts	614	1,874
Other	5,447	5,835
<b>Non-current liabilities</b>	<b>13,686</b>	<b>20,129</b>
Deferred tax liabilities	11,711	18,165
Other	1,974	1,964
<b>Net assets</b>	<b>592,680</b>	<b>681,033</b>
<b>Shareholders' equity</b>	<b>547,296</b>	<b>615,601</b>
Share capital	900	900
Capital surplus	442	442
Retained earnings	545,953	614,259
<b>Accumulated other comprehensive income</b>	<b>45,258</b>	<b>65,281</b>
Valuation difference on available-for-sale securities	25,665	34,859
Foreign currency translation adjustment	15,000	21,040
Remeasurements of defined benefit plans	4,592	9,381
<b>Non-controlling interests</b>	<b>125</b>	<b>149</b>
<b>Total Liabilities and net assets</b>	<b>769,295</b>	<b>875,863</b>

## Murata Machinery, Ltd.

## Consolidated statement of income

Years Ended March 31, 2025 and March 31, 2026

	(Millions of Yen)	
	2025	2026
Net sales	526,076	520,826
Cost of sales	350,304	345,205
Gross profit (loss)	<u>175,771</u>	<u>175,621</u>
Selling, general and administrative expenses	82,631	87,987
Operating profit (loss)	<u>93,140</u>	<u>87,634</u>
Non-operating income	<u>20,251</u>	<u>26,215</u>
Interest and dividend income	6,414	8,528
Share of profit of entities accounted for using equity method	159	1,534
Gain on investments in silent partnerships	8,134	380
Reversal of allowance for investment loss	2,185	269
Foreign exchange gains	1,213	14,766
Other	2,142	736
Non-operating expenses	<u>693</u>	<u>4,054</u>
Interest expenses	187	139
Provision of allowance for doubtful accounts	0	3,485
Other	506	429
Ordinary profit (loss)	<u>112,698</u>	<u>109,794</u>
Extraordinary income	<u>354</u>	<u>3,028</u>
Gain on sale of non-current assets	246	14
Gain on sale of investment securities	105	3,013
Other	2	-
Extraordinary loss	<u>259</u>	<u>1,167</u>
Loss on disposal of non-current assets	167	101
Loss on sale of investment securities	86	-
Loss on valuation of shares of subsidiaries and associates	-	646
Other	5	420
Profit (loss) before income taxes	<u>112,792</u>	<u>111,654</u>
Income taxes - current	38,483	42,941
Income taxes - deferred	2,184	174
Profit (loss)	<u>72,125</u>	<u>68,538</u>
Profit (loss) attributable to non-controlling interests	(41)	(4)
Profit (loss) attributable to owners of parent	<u>72,166</u>	<u>68,542</u>

Murata Machinery, Ltd.  
Balance Sheet  
March 31, 2025 and 2026

	(Millions of Yen)	
	2025	2026
<b>Assets</b>		
<b>Current assets</b>	<b>450,925</b>	<b>531,746</b>
Cash and deposits	159,315	173,948
Notes receivable - trade	1,172	94
Electronically recorded monetary claims		
- operating	11,687	5,940
Accounts receivable - trade	178,485	177,109
Securities	4,024	74,459
Finished goods	5,053	8,404
Work in process	11,646	12,777
Raw materials	37,618	33,932
Supplies	245	274
Advances paid	1,844	2,325
Short-term loans receivable	3,373	1,326
Accounts receivable - other	15,898	20,694
Other	20,621	20,501
Allowance for doubtful accounts	(62)	(43)
<b>Non-current assets</b>	<b>177,798</b>	<b>183,913</b>
Property, plant and equipment	47,971	51,165
Buildings	24,209	30,630
Structures	1,312	1,248
Machinery and equipment	5,773	5,919
Vehicles	0	0
Tools, furniture and fixtures	2,191	2,974
Land	8,806	8,812
Leased assets	6	4
Construction in progress	5,669	1,574
Intangible assets	5,487	6,199
Software	1,556	1,669
Software in progress	3,624	4,292
Other	307	238
Investments and other assets	124,340	126,547
Investment securities	92,346	94,192
Shares of subsidiaries and associates	16,830	14,577
Investments in capital	2,575	3,243
Long-term loans receivable	146	3,920
Long-term prepaid expenses	415	330
Prepaid pension costs	12,223	13,158
Other	411	975
Allowance for doubtful accounts	(291)	(3,801)
Allowance for investment loss	(318)	(48)
<b>Total assets</b>	<b>628,724</b>	<b>715,659</b>

Murata Machinery, Ltd.  
Balance Sheet  
March 31, 2025 and 2026

	(Millions of Yen)	
	2025	2026
<b>Liabilities</b>	<b>139,614</b>	<b>157,890</b>
<b>Current liabilities</b>	<b>131,503</b>	<b>146,188</b>
Electronically recorded obligations - operating	21,017	7,732
Accounts payable - trade	37,539	37,809
Short-term borrowings	5,000	5,000
Accounts payable - other	90	56
Accrued expenses	6,054	8,879
Income taxes payable	16,903	18,057
Accrued business office tax	39	41
Advances received	30,889	53,197
Provision for bonuses	4,888	5,175
Provision for product warranties	4,260	4,124
Provision for loss on construction contracts	614	1,874
Other	4,204	4,239
<b>Non-current liabilities</b>	<b>8,111</b>	<b>11,702</b>
Provision for retirement benefits	1,188	1,159
Deferred tax liabilities	5,581	9,117
Other	1,341	1,425
<b>Net assets</b>	<b>489,109</b>	<b>557,768</b>
<b>Shareholders' equity</b>	<b>463,622</b>	<b>523,103</b>
Share capital	900	900
Capital surplus	442	442
Legal capital surplus	442	442
Retained earnings	462,280	521,761
Legal retained earnings	225	225
Other retained earnings	462,055	521,536
Reserve for special depreciation	82	117
Reserve for tax purpose reduction entry	1,769	1,756
General reserve	78,720	78,720
Retained earnings brought forward	381,483	440,942
Valuation and translation adjustments	25,487	34,665
Valuation difference on available-for-sale securities	25,487	34,665
<b>Total Liabilities and net assets</b>	<b>628,724</b>	<b>715,659</b>

## Murata Machinery, Ltd.

## Statement of income

Years Ended March 31, 2025 and March 31, 2026

	(Millions of Yen)	
	2025	2026
Net sales	392,382	390,595
Cost of sales	262,625	262,201
Gross profit (loss)	<u>129,756</u>	<u>128,393</u>
Selling, general and administrative expenses	52,341	57,785
Operating profit (loss)	<u>77,414</u>	<u>70,608</u>
Non-operating income	<u>24,047</u>	<u>30,721</u>
Interest and dividend income	10,668	14,523
Gain on investments in silent partnerships	8,134	380
Foreign exchange gains	1,305	14,555
Other	3,938	1,261
Non-operating expenses	<u>533</u>	<u>4,595</u>
Interest expenses	133	108
Other	399	4,487
Ordinary profit (loss)	<u>100,928</u>	<u>96,733</u>
Extraordinary income	<u>14</u>	<u>3,107</u>
Gain on sale of investment securities	9	2,989
Other	4	118
Extraordinary losses	<u>203</u>	<u>2,317</u>
Loss on disposal of non-current assets	110	64
Loss on sale of investment securities	86	-
Loss on valuation of shares of subsidiaries and associates	-	2,253
Other	6	-
Profit (loss) before income taxes	<u>100,740</u>	<u>97,523</u>
Income taxes - current	34,387	38,507
Income taxes - deferred	1,548	(703)
Profit (loss)	<u><u>64,803</u></u>	<u><u>59,719</u></u>