

(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)	158,272	175,771
Selling, general and administrative expenses	79,136	82,631
Operating profit (loss)	79,135	93,140
Non-operating income	26,558	20,251
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	2,026	693
Interest expenses	121	187
Other	1,905	506
Ordinary profit (loss)	103,666	112,698
Extraordinary income	1,545	354
Gain on sale of non-current assets	886	246
Gain on sale of investment securities	659	105
Other	-	2
Extraordinary loss	1,389	259
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	103,823	112,792
Income taxes - current	35,295	38,483
Income taxes - deferred	1,204	2,184
Profit (loss)	67,323	72,125
Profit (loss) attributable to non-controlling interests	0	(0)
Profit (loss) attributable to owners of parent	67,312	72,166

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	8,027	11,687
- operating		
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	<u>148,728</u>	<u>131,503</u>
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	<u>7,998</u>	<u>8,111</u>
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	<u>399,057</u>	<u>463,622</u>
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	<u>30,029</u>	<u>25,487</u>
Total Liabilities and net assets	<u>585,814</u>	<u>628,724</u>

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)	120,383	129,756
Selling, general and administrative expenses	51,806	52,341
Operating profit (loss)	68,576	77,414
Non-operating income	27,596	24,047
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	2,541	533
Interest expenses	97	133
Other	2,443	399
Ordinary profit (loss)	93,632	100,928
Extraordinary income	1,463	14
Gain on sale of non-current assets	878	4
Gain on sale of investment securities	585	9
Extraordinary losses	1,788	203
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	93,307	100,740
Income taxes - current	32,052	34,387
Income taxes - deferred	886	1,548
Profit (loss)	60,368	64,803