

**Consolidated Financial Results for third quarter of the fiscal year ending March 31, 2023
(April 1, 2022 – December 31, 2022)**

Summary of Consolidated Financial Results (Nine months ended December 31, 2022)

1. Summary of consolidated statements of operations

	Millions of yen		Change(%) (A)/(B)	Millions of U.S. dollars
	9 months FY2022 (Apr.-Dec.) (A)	9 months FY2021 (Apr.-Dec.) (B)		9 months FY2022 (Apr.-Dec.)
Net sales	690,776	619,981	111.4%	5,233
Operating income	42,434	32,660	129.9%	321
Ordinary income	41,267	34,122	120.9%	313
Net income attributable to owners of parent	28,960	25,396	114.0%	219
	Yen			U.S. dollars
Net income per share	202.75	177.80		1.54

2. Summary of consolidated financial position

	Millions of yen		Millions of U.S. dollars
	12/31/2022	3/31/2022	12/31/2022
Total assets	1,149,179	1,117,112	8,706
Net assets	535,219	523,729	4,055
Equity ratio (%)	42.1%	42.3%	-

Note: U.S. dollar amounts in this financial report are translated, for convenience only, at the rate of ¥132=U.S.\$1

**3. Forecast of consolidated earnings for the fiscal year ending March 31, 2023
(April 1, 2022 - March 31, 2023)**

	Millions of yen
	FY2022
Net sales	985,000
Operating income	87,000
Ordinary income	88,000
Net income attributable to owners of parent	59,500
	Yen
Net income per share	416.57

< Cautionary Statements With Respect to Forward-Looking Statements >

Statements made in this financial report with respect to Fuji Electric's future performance are forward-looking statements based on management's assumptions and beliefs in light of the information currently available to it. Accordingly, actual results could differ from those contained in any forward-looking statements. Potential risks and uncertainties include :

- Sudden changes in general economic conditions in Fuji Electric's markets and changes in its operating environment such as those resulting from changes in trade regulations
- Exchange rate, particularly between the yen and the U.S. dollar and Asian and European currencies
- The ability of Fuji Electric and its subsidiaries to develop and introduce products that incorporate new technology in a timely manner and to manufacture them in a cost-effective way
- The rapid pace of technological innovation, especially in the field of electronics
- Sudden changes in the supply and demand balance in the markets Fuji Electric serves
- Problems involving the intellectual property of Fuji Electric and other companies
- Stock market conditions in Japan

Consolidated Balance Sheets

	Millions of yen		Millions of U.S. dollars
	<u>12/31/2022</u>	<u>3/31/2022</u>	<u>12/31/2022</u>
Assets			
Current assets:			
Cash and deposits	97,083	92,966	735
Notes receivable-trade	72,263	75,521	547
Accounts receivable-trade	168,757	217,731	1,278
Contract assets	87,844	64,088	665
Merchandise and finished goods	68,496	55,051	519
Work in process	63,609	51,827	482
Raw materials and supplies	78,138	63,415	592
Other	69,494	66,499	526
Allowance for doubtful accounts	(7,250)	(5,121)	(55)
Total Current assets	<u>698,436</u>	<u>681,981</u>	<u>5,291</u>
Noncurrent assets:			
Net Property, plant and equipment	266,690	233,675	2,020
Intangible assets	23,307	22,504	177
Investments and other assets			
Investment securities	104,715	126,316	793
Net defined benefit asset	22,885	22,516	173
Other	33,659	30,514	255
Allowance for doubtful accounts	(573)	(468)	(4)
Total Investments and other assets	<u>160,687</u>	<u>178,878</u>	<u>1,217</u>
Total Noncurrent assets	<u>450,686</u>	<u>435,058</u>	<u>3,414</u>
Deferred assets	<u>56</u>	<u>71</u>	<u>0</u>
Total Assets	<u><u>1,149,179</u></u>	<u><u>1,117,112</u></u>	<u><u>8,706</u></u>

Consolidated Balance Sheets

	Millions of yen		Millions of U.S. dollars
	12/31/2022	3/31/2022	12/31/2022
Liabilities			
Current liabilities:			
Notes and accounts payable-trade	188,080	171,749	1,425
Short-term borrowings	64,627	44,984	490
Current portion of bonds payable	15,000	-	114
Income taxes payable	11,891	14,879	90
Contract liabilities	54,365	39,443	412
Provision for product warranties	4,275	7,280	32
Other	108,338	108,633	821
Total Current liabilities	446,579	386,969	3,383
Noncurrent liabilities:			
Bonds payable	20,000	35,000	152
Long-term borrowings	29,410	66,276	223
Provision for directors' retirement benefits	66	94	1
Net defined benefit liability	60,673	57,590	460
Other	57,229	47,450	434
Total Noncurrent liabilities	167,380	206,413	1,268
Total Liabilities	613,959	593,382	4,651
Net Assets			
Shareholders' equity:			
Share capital	47,586	47,586	361
Capital surplus	45,953	45,955	348
Retained earnings	332,534	319,285	2,519
Treasury shares	(7,368)	(7,359)	(56)
Total Shareholders' equity	418,705	405,467	3,172
Accumulated other comprehensive income:			
Valuation difference on available-for-sale securities	42,768	51,649	324
Deferred gains or losses on hedges	225	507	2
Foreign currency translation adjustments	20,809	14,169	158
Remeasurements of defined benefit plans	749	1,107	6
Total Accumulated other comprehensive income	64,552	67,433	489
Non-controlling interests	51,960	50,829	394
Total Net assets	535,219	523,729	4,055
Total Liabilities and Net assets	1,149,179	1,117,112	8,706

Consolidated Statements of Income

	Millions of yen		Millions of U.S. dollars
	9 months FY2022 (Apr.-Dec.)	9 months FY2021 (Apr.-Dec.)	9 months FY2022 (Apr.-Dec.)
Net sales	690,776	619,981	5,233
Cost of sales	509,851	457,794	3,863
Gross profit	180,924	162,187	1,371
Selling, general and administrative expenses	138,489	129,526	1,049
Operating income	42,434	32,660	321
Non-operating income			
Interest income	531	454	4
Dividends income	2,321	1,962	18
Foreign exchange gains	-	382	-
Other	1,030	1,016	8
Total Non-operating income	3,884	3,816	29
Non-operating expenses			
Interest expense	1,393	1,227	11
Share of loss of entities accounted for using equity method	436	523	3
Foreign exchange losses	807	-	6
Business conversion expenses	1,081	-	8
Other	1,333	603	10
Total Non-operating expenses	5,052	2,354	38
Ordinary income	41,267	34,122	313
Extraordinary income			
Gain on sale of non-current assets	492	89	4
Gain on sale of investment securities	9,152	8,481	69
Total Extraordinary income	9,645	8,571	73
Extraordinary loss			
Loss on disposal of noncurrent assets	380	479	3
Loss on valuation of investment securities	409	109	3
Loss on sales of investment securities	298	-	2
Provision of allowance for investment loss of subsidiaries and associates	246	-	2
Loss on withdrawal from business	-	407	-
Factory integration expenses	-	335	-
Total Extraordinary loss	1,336	1,331	10
Income before income taxes	49,575	41,362	376
Income taxes	16,353	12,736	124
Net income	33,222	28,625	252
Net income attributable to non-controlling interests	4,261	3,229	32
Net income attributable to owners of parent	28,960	25,396	219

Consolidated Statements of Comprehensive Income

	Millions of yen		<i>Millions of U.S. dollars</i>
	9 months FY2022 (Apr.-Dec.)	9 months FY2021 (Apr.-Dec.)	<i>9 months FY2022 (Apr.-Dec.)</i>
Net income	33,222	28,625	252
Other comprehensive income			
Valuation difference on available-for-sale securities	(8,839)	974	(67)
Deferred gains or losses on hedges	(281)	(19)	(2)
Foreign currency translation adjustments	6,579	5,779	50
Remeasurements of defined benefit plans	(482)	(749)	(4)
Share of other comprehensive income of associates accounted for using equity method	65	13	0
Total other comprehensive Income	(2,958)	5,998	(22)
Comprehensive income	30,264	34,624	229
Comprehensive income attributable to owners of parent	26,079	30,904	198
Comprehensive income attributable to non-controlling interests	4,184	3,719	32

Consolidated Segment Information

Information on net sales, and profit or loss by each reporting segment

As of April 1, 2022, reflecting change of organization structure, business segments in the reporting segments of "Power Electronics Energy" and "Power Electronics Industry" were reclassified.

The reporting segment information for the year ended March 31, 2022 has been reclassified to reflect this change.

9 months FY2022 (Apr.-Dec.)

	Millions of yen								
	Power Electronics Energy	Power Electronics Industry	Semiconductors	Power Generation	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
Net Sales									
Sales to third parties	177,990	221,489	143,504	55,595	67,767	24,427	690,776	-	690,776
Inter-segment sales and transfers	2,161	11,634	3,376	63	628	18,776	36,650	(36,650)	-
Total sales	180,152	233,124	146,881	55,659	68,395	43,214	727,427	(36,650)	690,776
Segment profits (losses)	15,345	3,834	22,452	234	2,904	2,474	47,245	(4,810)	42,434

9 months FY2021 (Apr.-Dec.)

	Millions of yen								
	Power Electronics Energy	Power Electronics Industry	Semiconductors	Power Generation	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
Net Sales									
Sales to third parties	152,926	209,332	126,069	44,306	65,047	22,308	619,981	-	619,981
Inter-segment sales and transfers	2,588	11,036	3,374	36	292	17,083	34,410	(34,410)	-
Total sales	155,514	220,358	129,443	44,342	65,340	39,391	654,391	(34,410)	619,981
Segment profits (losses)	9,337	6,380	19,165	(1,126)	1,566	1,673	36,996	(4,335)	32,660

9 months FY2022 (Apr.-Dec.)

	Millions of U.S. dollars								
	Power Electronics Energy	Power Electronics Industry	Semiconductors	Power Generation	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
Net Sales									
Sales to third parties	1,348	1,678	1,087	421	513	185	5,233	-	5,233
Inter-segment sales and transfers	16	88	26	0	5	142	278	(278)	-
Total sales	1,365	1,766	1,113	422	518	327	5,511	(278)	5,233
Segment profits (losses)	116	29	170	2	22	19	358	(36)	321

Supplemental Consolidated Financial Materials

1. Financial summary

	Billions of yen					
	3 months 3Q FY2022 (Oct.-Dec.)	9 months FY2022 (Apr.-Dec.)	[Forecast] FY2022 (Apr.-Mar.)	3 months 3Q FY2021 (Oct.-Dec.)	9 months FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Net sales	243.6	690.8	985.0	222.3	620.0	910.2
Operating income	15.7	42.4	87.0	16.4	32.7	74.8
Ordinary income	12.4	41.3	88.0	17.2	34.1	79.3
Net income attributable to owners of parent	8.7	29.0	59.5	11.4	25.4	58.7

2. Number of consolidated subsidiaries

	Billions of yen					
	3 months 3Q FY2022 (Oct.-Dec.)	9 months FY2022 (Apr.-Dec.)	[Forecast] FY2022 (Apr.-Mar.)	3 months 3Q FY2021 (Oct.-Dec.)	9 months FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Number of consolidated subsidiaries	71	71	71	72	72	71
Japan	21	21	21	21	21	21
Overseas	50	50	50	51	51	50
Number of equity-method associates	4	4	4	4	4	4

3. Net income per share

	Yen					
	3 months 3Q FY2022 (Oct.-Dec.)	9 months FY2022 (Apr.-Dec.)	[Forecast] FY2022 (Apr.-Mar.)	3 months 3Q FY2021 (Oct.-Dec.)	9 months FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Net income per share	60.92	202.75	416.57	79.93	177.80	410.68

4. Average exchange rates (Yen)

	Yen					
	3 months 3Q FY2022 (Oct.-Dec.)	9 months FY2022 (Apr.-Dec.)	[Forecast] FY2022 (Apr.-Mar.)	3 months 3Q FY2021 (Oct.-Dec.)	9 months FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
US\$	141.59	136.51	136.13	113.71	111.10	112.38
EURO	144.30	140.59	139.19	130.07	130.62	130.56
RMB	19.87	19.88	19.78	17.78	17.25	17.51

5. Net sales by reporting segment

	Billions of yen					
	3 months 3Q FY2022 (Oct.-Dec.)	9 months FY2022 (Apr.-Dec.)	[Forecast] FY2022 (Apr.-Mar.)	3 months 3Q FY2021 (Oct.-Dec.)	9 months FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Power Electronics Energy	64.5	180.2	252.0	56.8	155.5	231.0
Power Electronics Industry	83.0	233.1	355.0	80.6	220.4	324.1
Semiconductors	49.9	146.9	204.0	44.4	129.4	178.8
Power Generation	20.9	55.7	82.0	17.7	44.3	78.6
Food and Beverage Distribution	23.6	68.4	93.0	21.0	65.3	90.8
Others	14.6	43.2	55.0	13.9	39.4	54.7
Subtotal	256.4	727.4	1,041.0	234.4	654.4	958.0
Elimination	(12.8)	(36.7)	(56.0)	(12.1)	(34.4)	(47.8)
Total	243.6	690.8	985.0	222.3	620.0	910.2

6. Operating income by reporting segment

	Billions of yen					
	3 months	9 months	[Forecast]	3 months	9 months	
	3Q FY2022 (Oct.-Dec.)	FY2022 (Apr.-Dec.)	FY2022 (Apr.-Mar.)	3Q FY2021 (Oct.-Dec.)	FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Power Electronics Energy	5.8	15.3	26.6	5.1	9.3	21.2
Power Electronics Industry	2.7	3.8	25.6	4.0	6.4	23.8
Semiconductors	7.5	22.5	31.3	7.4	19.2	27.1
Power Generation	0.7	0.2	4.1	0.0	(1.1)	3.1
Food and Beverage Distribution	(0.3)	2.9	4.2	0.7	1.6	3.0
Others	0.9	2.5	3.3	0.7	1.7	2.8
Subtotal	17.3	47.2	95.1	17.9	37.0	81.1
Elimination	(1.6)	(4.8)	(8.1)	(1.5)	(4.3)	(6.3)
Total	15.7	42.4	87.0	16.4	32.7	74.8

7. Net overseas sales

	Billions of yen					
	3 months	9 months	[Forecast]	3 months	9 months	
	3Q FY2022 (Oct.-Dec.)	FY2022 (Apr.-Dec.)	FY2022 (Apr.-Mar.)	3Q FY2021 (Oct.-Dec.)	FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Asia (except for China)	35.7	102.2	-	27.2	80.9	116.8
China	16.7	64.6	-	24.1	72.5	100.5
Europe	8.7	21.8	-	5.1	13.7	20.0
America	6.1	17.7	-	4.2	11.6	17.0
Total	67.3	206.3	-	60.5	178.8	254.4

8. R&D expenditures

	Billions of yen					
	3 months	9 months	[Forecast]	3 months	9 months	
	3Q FY2022 (Oct.-Dec.)	FY2022 (Apr.-Dec.)	FY2022 (Apr.-Mar.)	3Q FY2021 (Oct.-Dec.)	FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Power Electronics Energy	1.8	5.1	-	1.6	4.6	6.6
Power Electronics Industry	2.6	7.6	-	2.5	7.4	10.0
Semiconductors	3.0	8.6	-	2.7	8.2	11.0
Power Generation	0.7	1.9	-	0.7	1.9	2.9
Food and Beverage Distribution	0.9	2.5	-	0.8	2.3	3.3
Others	0.0	0.0	-	0.0	0.0	0.1
Total	9.0	25.6	-	8.3	24.4	33.8
Ratio to net sales (%)	3.7%	3.7%	-	3.7%	3.9%	3.7%

**9. Plant and equipment investment
(including leases)**

	Billions of yen					
	3 months	9 months	[Forecast]	3 months	9 months	
	3Q FY2022 (Oct.-Dec.)	FY2022 (Apr.-Dec.)	FY2022 (Apr.-Mar.)	3Q FY2021 (Oct.-Dec.)	FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Power Electronics Energy	1.6	4.2	-	1.1	3.2	5.8
Power Electronics Industry	1.2	4.4	-	1.5	6.3	8.3
Semiconductors	20.8	51.8	-	7.8	29.5	41.9
Power Generation	0.2	0.7	-	0.1	0.4	1.0
Food and Beverage Distribution	0.5	1.0	-	0.2	0.5	0.8
Others	0.6	0.9	-	0.3	0.8	1.5
Total	24.9	62.8	-	11.0	40.6	59.3
(Leases)	6.4	26.0	-	1.6	11.8	19.1

Note: Leases are included in total plant and equipment investment.

10. Depreciation, Leases paid

	Billions of yen					
	3 months	9 months	[Forecast]	3 months	9 months	
	3Q FY2022 (Oct.-Dec.)	FY2022 (Apr.-Dec.)	FY2022 (Apr.-Mar.)	3Q FY2021 (Oct.-Dec.)	FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Power Electronics Energy	1.3	3.8	-	1.3	3.6	5.0
Power Electronics Industry	1.1	3.7	-	1.4	4.0	5.5
Semiconductors	7.1	19.3	-	5.1	15.1	21.0
Power Generation	0.3	0.9	-	0.3	0.9	1.2
Food and Beverage Distribution	0.4	1.4	-	0.5	1.6	2.2
Others	0.2	0.6	-	0.3	0.7	1.0
Total	10.4	29.8	-	8.9	25.9	36.0
(Leases)	0.2	0.7	-	0.2	0.7	1.0

11. Number of employees

	Billions of yen					
	3 months	9 months	[Forecast]	3 months	9 months	
	3Q FY2022 (Oct.-Dec.)	FY2022 (Apr.-Dec.)	FY2022 (Apr.-Mar.)	3Q FY2021 (Oct.-Dec.)	FY2021 (Apr.-Dec.)	FY2021 (Apr.- Mar.)
Power Electronics Energy	6,662	6,662	-	6,471	6,471	6,456
Power Electronics Industry	9,647	9,647	-	9,501	9,501	9,461
Semiconductors	5,894	5,894	-	5,818	5,818	5,808
Power Generation	1,129	1,129	-	1,187	1,187	1,169
Food and Beverage Distribution	1,915	1,915	-	1,943	1,943	1,931
Others	1,862	1,862	-	1,953	1,953	1,932
Total	27,109	27,109	-	26,873	26,873	26,757
Japan	17,524	17,524	-	17,621	17,621	17,493
Overseas	9,585	9,585	-	9,252	9,252	9,264

Financial Performance

(1) Qualitative Information regarding Consolidated Results of Operations

The fiscal year ending March 31, 2023, will be an important year for working toward the targets of the Reiwa Prosperity 2023, the five-year medium-term management plan slated to conclude with the fiscal year ending March 31, 2024. In the fiscal year ended March 31, 2022, an operating margin of 8.2% was achieved. In pursuit of greater improvements with this regard, the Company is moving forward with the promotion of growth strategies centered on expanding its power electronics and power semiconductor businesses, the further improvement of profitability through the strengthening of global manufacturing capabilities, and the ongoing reinforcement of operating foundations focused on environmental, social, and governance (ESG) factors, with a particular emphasis on human resources in regard to social factors. These efforts are aimed at accomplishing our target of net sales of ¥1 trillion in the fiscal year ending March 31, 2024.

In the nine-month period ended December 31, 2022, ongoing capital investment by manufacturers and data center business operators was seen amid growing needs related to vehicle electrification, energy saving, and digital infrastructure. These needs were sparked by the global movement toward decarbonization and the accelerated digitalization trend. Meanwhile, capital investment in China was sluggish due to the impacts of the COVID-19 pandemic. The outlook remains opaque as a result of the impacts on global supply chains of factors such as rising energy costs and high material prices stemming from the rapid depreciation of the Japanese yen as well as material shortages.

In this environment, production capacity increases for power semiconductors were carried out in response to robust demand while ongoing steps were taken to optimize supply chains, including forming relationships with multiple suppliers and altering designs to use alternative parts in order to address the difficulties in procuring certain parts.

Due to these factors, increases were seen in the sales of all segments, despite the limitation on production from parts shortages, resulting in consolidated net sales in the nine-month period ended December 31, 2022, rising ¥70.8 billion, or 11%, year on year, to ¥690.8 billion

Although high material and energy prices impacted income, overall income was buoyed by sales volume growth coupled with the benefits of increases to product selling prices, cost reduction activities, and foreign exchange influences. As a result, consolidated operating income rose ¥9.8 billion year on year, to ¥42.4 billion; ordinary income was up ¥7.1 billion, to ¥41.3 billion; and net income attributable to owners of parent increased 3.6 billion, to ¥29.0 billion. New record highs were posted for net sales, operating income, ordinary income, and net income attributable to owners of parent.

Consolidated results of operations for the nine-month period ended December 31, 2022, were as follows.

	(¥ billion)		
	Nine-month period ended December 31, 2021	Nine-month period ended December 31, 2022	Change
Net sales	620.0	690.8	70.8
Operating income	32.7	42.4	9.8
Ordinary income	34.1	41.3	7.1
Net income attributable to owners of parent	25.4	29.0	3.6

Results by Segment

Power Electronics Energy

Net sales: ¥180.2 billion (up 16% year on year)

Operating income: ¥15.3 billion (up ¥6.0 billion year on year)

In the Power Electronics Energy segment, net sales and operating income were up year on year primarily as a result of higher demand in the power supply and facility systems business and the ED&C components business.

- In the energy management business, net sales and operating results were down year on year as a result of the absence of large-scale orders for substation equipment for industrial applications recorded in the previous equivalent period.
- In the power supply and facility systems business, net sales and operating results improved year on year as a result of substantially higher demand for projects from data centers and semiconductor manufacturers in Japan and overseas.
- In the ED&C components business, net sales and operating results improved year on year due to higher demand from manufacturers of machine tools, semiconductor production equipment, and other finished equipment. Such demand was particularly notable among manufacturers in Japan.

Power Electronics Industry

Net sales: ¥233.1 billion (up 6% year on year)

Operating income: ¥3.8 billion (down ¥2.5 billion year on year)

In the Power Electronics Industry segment, net sales were up year on year as a result of higher demand in the IT solutions business coupled with the benefits of foreign exchange influences. Meanwhile, operating income was down year on year due to high material prices and reductions in production following difficulties in procuring parts.

- In the automation systems business, net sales were up year on year as the benefits of foreign exchange influences outweighed the impacts of the COVID-19 pandemic seen in China. Operating results, however, were down year on year due to the high prices for materials and the effects on production from difficulties in procuring parts felt centered on low-voltage inverters and FA components.
- In the social solutions business, net sales and operating results were down year on year due to decreases in ship- and railcar-related orders.
- In the equipment construction business, net sales were up year on year as a result of higher demand for electrical equipment construction while operating results were down year on year due to increases in material and equipment prices.
- In the IT solutions business, net sales and operating results were up year on year due to higher demand for large-scale academic- and private-sector projects.

Semiconductor

Net sales: ¥146.9 billion (up 13% year on year)

Operating income: ¥22.5 billion (up ¥3.3 billion year on year)

- In the semiconductor business, net sales increased year on year, despite the repercussions of withdrawing from magnetic disk operations, due to growth in demand for power semiconductors for electrified vehicles (xEVs) and for industrial applications as well as to the benefits of foreign exchange influences. The growth in sales and increased production levels resulted from high operating ratios led to improvements in operating results, despite the rise in expenses for bolstering power semiconductor production capacity and the increases in material and energy costs.

Power Generation

Net sales: ¥55.7 billion (up 26% year on year)

Operating income: ¥0.2 billion (compared with operating loss of ¥1.1 billion in the previous equivalent period)

· In the power generation business, net sales and operating income was up year on year due to the benefits of large-scale renewable energy projects and differences in profitability between projects.

Food and Beverage Distribution

Net sales: ¥68.4 billion (up 5% year on year)

Operating income: ¥2.9 billion (up ¥1.3 billion year on year)

· In the vending machine business, net sales and operating results improved year on year because of growth in demand in Japan and the benefits of cost reduction activities, which counteracted the negative impacts of a Chinese subsidiary recording an allowance for doubtful accounts.

· In the store distribution business, net sales and operating results were down year on year due to the absence of large-scale orders for automatic change dispensers recorded in the previous equivalent period.

Others

Net sales: ¥43.2 billion (up 10% year on year)

Operating income: ¥2.5 billion (up ¥0.8 billion year on year)

Note: Effective April 1, 2022, the businesses included in the Power Electronics Energy segment and the Power Electronics Industry segment were reorganized in conjunction with changes to organizational structures.

Figures for the nine-month period ended December 31, 2021, have been restated to reflect this change.

(2) Quantitative Information regarding Consolidated Financial Position

(¥ billion)

	March 31, 2022	Breakdown (%)	December 31, 2022	Breakdown (%)	Change
Total assets	1,117.1	100.0	1,149.2	100.0	+32.1
Interest-bearing debt	208.4	18.7	204.9	17.8	(3.5)
Equity* ¹	472.9	42.3	483.3	42.1	+10.4
Debt-to-equity ratio* ² (times)	0.4		0.4		0.0

*1 Equity = Total net assets – Non-controlling interests

*2 Debt-to-equity ratio = Interest-bearing debt/ Equity

Total assets on December 31, 2022, stood at ¥1,149.2 billion, an increase of ¥32.1 billion from the end of the previous fiscal year. Total current assets were up ¥16.5 billion primarily as a result of increases in contract assets and inventories, which offset the decrease in notes and accounts receivable-trade. Total noncurrent assets were up ¥15.6 billion due to an increase in property, plant and equipment, which outweighed the reduction in investment securities that stemmed from sales of applicable securities and a decrease resulted from valuation difference on available-for-sale securities.

Interest-bearing debt as of December 31, 2022, amounted to ¥204.9 billion, down ¥3.5 billion from the previous fiscal year-end. Furthermore, net interest-bearing debt—interest-bearing debt net of cash and cash equivalents—decreased ¥8.8 billion from the previous fiscal year-end, amounting to ¥108.3 billion on December 31, 2022.

Net assets on December 31, 2022, were ¥535.2 billion, up ¥11.5 billion from the previous fiscal year-end. This outcome was because of higher retained earnings. In addition, equity—total net assets net of non-controlling interests—was up ¥10.4 billion from the previous fiscal year-end, standing at ¥483.3 billion on December 31, 2022. The debt-to-equity ratio (interest-bearing debt ÷ equity) was 0.4 times, unchanged from the previous fiscal year-end. Also, the net debt-to-equity ratio (net interest-bearing debt ÷ equity) was 0.2 times, unchanged from the previous fiscal year-end.

(3) Qualitative Information regarding Consolidated Forecasts and Forecast Information

In light of the business result trends seen in the nine-month period ended December 31, 2022, Fuji Electric has chosen not to revise the consolidated forecast for business results for the fiscal year ending March 31, 2023, that was announced together with financial results for six-month period ended September 30, 2022, on October 27, 2022

The forecast assumes exchange rates of US\$1 = ¥135, €1 = ¥135, and RMB1 = ¥19.5 for the period from January 1, 2023, onward.

(Consolidated Forecasts for the Fiscal Year Ending March 31, 2023) (¥ billion)

	Previous announcement	New announcement	Change
Net sales	985.0	985.0	0.0
Operating income	87.0	87.0	0.0
Ordinary income	88.0	88.0	0.0
Net income attributable to owners of parent	59.5	59.5	0.0

(Reference: Consolidated Forecasts for the Fiscal Year Ending March 31, 2023, by Segment)

(¥billion)

	Previous announcement		Today's announcement		Change	
	Net sales	Operating income (loss)	Net sales	Operating income (loss)	Net sales	Operating income (loss)
Power Electronics Energy	252.0	26.6	252.0	26.6	0.0	0.0
Power Electronics Industry	355.0	25.6	355.0	25.6	0.0	0.0
Semiconductor	204.0	31.3	204.0	31.3	0.0	0.0
Power Generation	82.0	4.1	82.0	4.1	0.0	0.0
Food and Beverage Distribution	93.0	4.2	93.0	4.2	0.0	0.0
Others	55.0	3.3	55.0	3.3	0.0	0.0
Elimination and Corporate	(56.0)	(8.1)	(56.0)	(8.1)	0.0	0.0
Total	985.0	87.0	985.0	87.0	0.0	0.0