

August 7, 2023  
Toshiba Corporation

FOR IMMEDIATE RELEASE

**Toshiba Announces Consolidated Financial Results**  
**for the First Quarter of the Fiscal Year 2023, Ending March 2024**

TOKYO--Toshiba Corporation (TOKYO: 6502) (hereinafter “Toshiba” or “the Company”) today announced its consolidated results for the first quarter of the fiscal year (FY) 2023, ending March 31, 2024.

Note:

For convenience only, all dollar amounts used in reporting the first quarter of FY2023 are calculated at 145 yen to the dollar.

# Consolidated Financial Results for the First Three Months Ended June 30, 2023 (Under U.S. GAAP)

August 7, 2023

Company name : Toshiba Corporation  
 Stock exchange listings : Tokyo, Nagoya  
 Securities code : 6502 URL: <https://www.global.toshiba/ww/top.html>  
 Representative : Taro Shimada, Representative Executive Officer, President and CEO  
 Contact info : Akira Nakanishi, Vice President, Corporate Communications Div. TEL: 03-3457-2095  
 Scheduled date of quarterly report filing : August 7, 2023  
 Scheduled date of dividend payment : -  
 Supplemental materials of quarterly results : Yes  
 Financial results briefing : Yes

## 1. Consolidated financial results for the first three months ended June 30, 2023 (April 1, 2023 - June 30, 2023)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period)

	Net sales		Operating income		Income before income taxes and noncontrolling interests		Net income attributable to shareholders of the Company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended								
June 30, 2023	704,111	(4.9)	11,437	-	(18,129)	-	(25,392)	-
June 30, 2022	740,650	1.8	(4,808)	-	41,714	42.8	25,893	43.9

Note: Comprehensive income For the three months ended June 30, 2023: ¥(806) million (-%)  
 For the three months ended June 30, 2022: ¥45,406 million (155.3%)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
June 30, 2023	(58.68)	(58.68)
June 30, 2022	59.85	59.50

Note: For the three months ended June 30, 2023, the stock options issued by the companies accounted for under the equity method are excluded from the calculation of diluted earnings per share, because they have an antidilutive effect.

(2) Consolidated financial position

	Total assets	Total equity	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of					
June 30, 2023	3,532,222	1,340,128	1,247,709	35.3	2,882.34
March 31, 2023	3,539,268	1,337,067	1,247,381	35.2	2,883.27

## 2. Cash dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
FY2022	160.00	60.00	-	0.00	220.00
FY2023	-	-	-	-	-
FY2023 (Forecast)	-	0.00	-	-	-

Note: Revisions to the forecast of cash dividends most recently announced: Yes

Regarding the interim dividend with the end of the second quarter of the fiscal year ending March 31, 2024, as the dividend record date, no dividend will be paid from surplus, as stated in "Notice Regarding Dividend (Interim) for FY2023 (No dividend)" which the Company announced on August 7, 2023.

For the fiscal year ending March 31, 2024 (forecast), dividends have not yet been determined because the tender offer for the Company's common shares by TBJH Inc. is planned to be executed as described in the "Announcement of Opinion of Commencement of the Tender Offer to be Conducted by TBJH Inc. for the Company Shares" which the Company announced on August 7, 2023.

Note: Breakdown of 1Q dividend for the fiscal year ended March 2023: the special dividend of 160.00 yen.

## 3. Forecast of Consolidated Results for the Fiscal Year ending March 31, 2024 (April 1, 2023 - March 31, 2024)

(% indicates changes from the previous year)

	Net sales		Operating income	
	Millions of yen	%	Millions of yen	%
FY2023	3,200,000	(4.8)	110,000	(0.5)

Note: Revisions to the forecast of consolidated results most recently announced: None

Note: Since Toshiba is not involved in the management of Kioxia Holdings Corporation (hereinafter "Kioxia") and is not provided with any forecasted business results, Toshiba Group's forward-looking statements concerning income before income taxes, net income attributable to shareholders of the Company and earnings per share do not include the impact of Kioxia.

**\* Notes**

(1) Changes in significant subsidiaries during the period (changes in Specified Subsidiaries involving changes in the scope of consolidation): None

(2) Adoption of simplified method of accounting or specific accounting treatments: Yes  
Please refer to “Others” for details.

(3) Changes in accounting policies

1) Changes in accounting policies due to revisions to accounting standards and other regulations: None

2) Changes in accounting policies due to other reasons: None

(4) Number of issued shares (common stock)

1) Total number of issued shares at the end of the period (including shares of treasury stock)

As of June 30, 2023	433,397,301 shares
As of March 31, 2023	433,137,955 shares

2) Number of shares of treasury stock at the end of the period

As of June 30, 2023	517,115 shares
As of March 31, 2023	511,457 shares

3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2023	432,688,297 shares
Three months ended June 30, 2022	432,644,936 shares

\* This summary of quarterly financial statements is not subject to quarterly review by certified accountants or audit corporations.

\* Proper use of earnings forecasts, and other special matters

The forward-looking statements such as forecast of results contained in this summary are based on information currently available to the Company and on certain assumptions deemed reasonable. Actual results might differ significantly from these forecasts due to various factors.

Please refer to “Disclaimer” on page 9 for assumptions used in forecasting business results and precautions regarding the use of business results forecast.

## Contents

### 1. Quarterly Consolidated Financial Statements

(1) Comparative Consolidated Balance Sheets.....	2
(2) Comparative Consolidated Statements of Operations and Comparative Consolidated Statements of Comprehensive Income.....	3
(3) Comparative Consolidated Statements of Cash Flows.....	5
(4) Industry Segment Information and Net Sales by Region.....	6
(5) Notes Relating to Assumptions for the Going Concern .....	8
(6) Basis of Consolidated Financial Statements.....	8
(7) Subsequent event.....	8
(8) Notes Related to Significant Changes in Shareholder's Equity.....	8

### 2. Others

(1) Changes in significant subsidiaries during the period.....	8
(2) Use of simplified accounting procedures, and particular accounting procedures in preparation of quarterly consolidated financial statements.....	8

## 1. Quarterly Consolidated Financial Statements

### (1) Comparative Consolidated Balance Sheets

(¥ in millions, US\$ in thousands)

	Jun. 30, 2023 (A)	Mar. 31, 2023 (B)	(A)-(B)	Jun. 30, 2023
<b>Assets</b>				
Current assets	¥2,057,087	¥2,061,868	¥(4,781)	\$14,186,807
Cash and cash equivalents	350,340	326,690	23,650	2,416,138
Notes, accounts receivable and contract assets	752,570	841,946	(89,376)	5,190,138
Inventories	653,119	594,156	58,963	4,504,269
Other current assets	301,058	299,076	1,982	2,076,262
Long-term receivables	4,625	5,987	(1,362)	31,897
Investments	494,893	530,155	(35,262)	3,413,055
Property, plant and equipment	504,800	491,378	13,422	3,481,379
Operating lease right-of-use assets	88,814	92,044	(3,230)	612,510
Other assets	382,003	357,836	24,167	2,634,504
Total assets	¥3,532,222	¥3,539,268	¥(7,046)	\$24,360,152
<b>Liabilities and equity</b>				
Current liabilities	¥1,350,987	¥1,368,838	¥(17,851)	\$9,317,152
Short-term borrowings and current portion of long-term debt	62,203	59,950	2,253	428,986
Notes and accounts payable	400,990	448,131	(47,141)	2,765,448
Current operating lease liabilities	36,503	36,631	(128)	251,745
Other current liabilities	851,291	824,126	27,165	5,870,973
Accrued pension and severance costs	261,495	261,791	(296)	1,803,414
Non-current operating lease liabilities	55,240	59,411	(4,171)	380,965
Long-term debt and other liabilities	524,372	512,161	12,211	3,616,359
Equity	1,340,128	1,337,067	3,061	9,242,262
Equity attributable to shareholders of the Company	1,247,709	1,247,381	328	8,604,890
Common stock	201,449	200,869	580	1,389,304
Additional paid-in capital	577	-	577	3,979
Retained earnings	1,093,371	1,118,763	(25,392)	7,540,490
Accumulated other comprehensive loss	(45,321)	(69,907)	24,586	(312,559)
Treasury stock	(2,367)	(2,344)	(23)	(16,324)
Equity attributable to noncontrolling interests	92,419	89,686	2,733	637,372
Total liabilities and equity	¥3,532,222	¥3,539,268	¥(7,046)	\$24,360,152

#### Breakdown of accumulated other comprehensive loss

Net unrealized gains and losses on securities	¥(426)	¥(553)	¥127	\$(2,938)
Foreign currency translation adjustments	61,470	32,222	29,248	423,931
Pension liability adjustments	(98,280)	(99,858)	1,578	(677,793)
Unrealized gains and losses on derivative instruments	(8,085)	(1,718)	(6,367)	(55,759)
Total interest-bearing debt	¥488,069	¥488,410	¥(341)	\$3,365,993

## (2) Comparative Consolidated Statements of Operations and Comparative Consolidated Statements of Comprehensive Income

### Comparative Consolidated Statements of Operations

**First Quarter ended June 30**

(¥ in millions, US\$ in thousands)

	<b>Three months ended June 30</b>				
	<b>2023(A)</b>	2022(B)	(A)-(B)	(A)/(B)	<b>2023</b>
<b>Sales and other income</b>					
Net sales	¥704,111	¥740,650	¥(36,539)	95%	\$4,855,938
Interest income	752	377	375	199%	5,186
Dividend income	1,316	983	333	134%	9,076
Equity in earnings of affiliates	-	15,282	(15,282)	-	-
Other income	15,406	43,706	(28,300)	35%	106,248
<b>Costs and expenses</b>					
Cost of sales	517,386	556,698	(39,312)	93%	3,568,179
Selling, general and administrative expenses	175,288	188,760	(13,472)	93%	1,208,883
Interest expenses	1,100	1,350	(250)	81%	7,586
Equity in losses of affiliates	38,938	-	38,938	-	268,538
Other expenses	7,002	12,476	(5,474)	56%	48,290
<b>Income (loss) before income taxes and noncontrolling interests</b>	<b>(18,129)</b>	41,714	(59,843)	-	<b>(125,028)</b>
<b>Income taxes</b>	<b>6,144</b>	5,557	587	111%	<b>42,372</b>
<b>Net Income (loss) before noncontrolling interests</b>	<b>(24,273)</b>	36,157	(60,430)	-	<b>(167,400)</b>
<b>Less: Net Income attributable to noncontrolling interests</b>	<b>1,119</b>	10,264	(9,145)	11%	<b>7,717</b>
<b>Net Income (loss) attributable to shareholders of the Company</b>	<b>¥(25,392)</b>	¥25,893	¥(51,285)	-	<b>\$(175,117)</b>

## Comparative Consolidated Statements of Comprehensive Income

**First Quarter ended June 30**

(¥ in millions, US\$ in thousands)

	Three months ended June 30				
	2023(A)	2022(B)	(A)-(B)	(A)/(B)	2023
<b>Net income (loss) before noncontrolling interests</b>	<b>¥(24,273)</b>	¥36,157	¥(60,430)	-	<b>\$(167,400)</b>
<b>Other comprehensive income (loss), net of tax</b>					
Unrealized gains (losses) on securities	127	(199)	326	-	876
Foreign currency translation adjustments	33,583	37,588	(4,005)	89%	231,607
Pension liability adjustments	1,594	2,733	(1,139)	58%	10,993
Unrealized losses on derivative instruments	(6,367)	(13,152)	6,785	-	(43,910)
<b>Total other comprehensive income (loss)</b>	<b>28,937</b>	26,970	1,967	107%	<b>199,566</b>
<b>Comprehensive income</b>	<b>4,664</b>	63,127	(58,463)	7%	<b>32,166</b>
<b>Less: Comprehensive income attributable to noncontrolling interests</b>	<b>5,470</b>	17,721	(12,251)	31%	<b>37,725</b>
<b>Comprehensive income (loss) attributable to shareholders of the Company</b>	<b>¥(806)</b>	¥45,406	¥(46,212)	-	<b>\$(5,559)</b>

### (3) Comparative Consolidated Statements of Cash Flows

**First Quarter ended June 30**

(¥ in millions, US\$ in thousands)

	<b>Three months ended June 30</b>			
	<b>2023(A)</b>	<b>2022(B)</b>	<b>(A)-(B)</b>	<b>2023</b>
<b>Cash flows from operating activities</b>				
Net income (loss) before noncontrolling interests	¥(24,273)	¥36,157	¥(60,430)	\$(167,400)
Depreciation and amortization	24,268	22,065	2,203	167,366
Equity in (earnings) losses of affiliates, net of dividends	40,828	(12,487)	53,315	281,572
(Gain) loss from sales and impairment of securities, net	40	(30,056)	30,096	276
Decrease in notes and accounts receivable, trade	105,031	180,598	(75,567)	724,352
Increase in inventories	(43,733)	(71,845)	28,112	(301,607)
Decrease in notes and accounts payable, trade	(56,524)	(46,153)	(10,371)	(389,821)
Others	9,695	32,769	(23,074)	66,862
Adjustments to reconcile net income (loss) before noncontrolling interests to net cash provided by operating activities	79,605	74,891	4,714	549,000
Net cash provided by operating activities	55,332	111,048	(55,716)	381,600
<b>Cash flows from investing activities</b>				
Proceeds from sale of property, plant and equipment, intangible assets and securities	959	6,647	(5,688)	6,614
Acquisition of property, plant and equipment	(27,413)	(28,266)	853	(189,055)
Acquisition of intangible assets	(7,118)	(6,126)	(992)	(49,090)
Purchase of securities	(335)	(449)	114	(2,310)
Decrease in investments in affiliates	9	-	9	62
Others	(1,499)	10,752	(12,251)	(10,338)
Net cash used in investing activities	(35,397)	(17,442)	(17,955)	(244,117)
<b>Cash flows from financing activities</b>				
Proceeds from long-term debt	30,388	243	30,145	209,572
Repayment of long-term debt	(31,754)	(1,552)	(30,202)	(218,993)
Increase (decrease) in short-term borrowings, net	1,718	(2,781)	4,499	11,848
Dividends paid	(2,609)	(31,164)	28,555	(17,993)
Purchase of treasury stock, net	(23)	(17)	(6)	(159)
Others	(2)	(5)	3	(13)
Net cash used in financing activities	(2,282)	(35,276)	32,994	(15,738)
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>5,997</b>	<b>7,333</b>	<b>(1,336)</b>	<b>41,359</b>
<b>Net increase in cash and cash equivalents</b>	<b>23,650</b>	<b>65,663</b>	<b>(42,013)</b>	<b>163,104</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>326,690</b>	<b>442,898</b>	<b>(116,208)</b>	<b>2,253,034</b>
<b>Cash and cash equivalents at end of the period</b>	<b>350,340</b>	<b>508,561</b>	<b>(158,221)</b>	<b>2,416,138</b>
<b>Less: Cash and cash equivalents classified as assets and liabilities held for sale</b>	<b>-</b>	<b>24,585</b>	<b>(24,585)</b>	<b>-</b>
<b>Cash and cash equivalents, excluding held for sale, at end of the period</b>	<b>¥350,340</b>	<b>¥483,976</b>	<b>¥(133,636)</b>	<b>\$2,416,138</b>

Note: Cash and cash equivalents classified as assets and liabilities held for sale are cash and cash equivalents owned by Toshiba Carrier Corporation and those consolidated subsidiaries which were sold on August 1, 2022.

## (4) Industry Segment Information and Net Sales by Region

### Industry Segment Information

First Quarter ended June 30

(¥ in millions, US\$ in thousands)

		Three months ended June 30				
		2023(A)	2022(B)	(A)-(B)	(A)/(B)	2023
Net sales (Share of total sales)	Energy Systems & Solutions	<b>¥140,806</b> (19%)	¥121,843 (15%)	¥18,963 (4%)	116%	<b>\$971,076</b>
	Infrastructure Systems & Solutions	<b>138,014</b> (18%)	133,796 (17%)	4,218 (1%)	103%	<b>951,821</b>
	Building Solutions	<b>81,802</b> (11%)	142,305 (18%)	(60,503) (-7%)	57%	<b>564,152</b>
	Retail & Printing Solutions	<b>122,374</b> (16%)	110,563 (14%)	11,811 (2%)	111%	<b>843,959</b>
	Electronic Devices & Storage Solutions	<b>171,865</b> (23%)	181,532 (23%)	(9,667) (-%)	95%	<b>1,185,276</b>
	Digital Solutions	<b>50,822</b> (7%)	49,667 (6%)	1,155 (1%)	102%	<b>350,497</b>
	Others	<b>50,460</b> (6%)	50,605 (7%)	(145) (-1%)	100%	<b>347,998</b>
	Total	<b>756,143</b> (100%)	790,311 (100%)	(34,168)	96%	<b>5,214,779</b>
	Eliminations	<b>(52,032)</b>	(49,661)	(2,371)	-	<b>(358,841)</b>
Consolidated		<b>¥704,111</b>	¥740,650	¥(36,539)	95%	<b>\$4,855,938</b>
Segment operating income (loss)	Energy Systems & Solutions	<b>¥7,391</b>	¥(7,648)	¥15,039	-	<b>\$50,972</b>
	Infrastructure Systems & Solutions	<b>3,850</b>	957	2,893	402%	<b>26,552</b>
	Building Solutions	<b>(1,505)</b>	322	(1,827)	-	<b>(10,379)</b>
	Retail & Printing Solutions	<b>1,170</b>	231	939	506%	<b>8,069</b>
	Electronic Devices & Storage Solutions	<b>4,103</b>	7,668	(3,565)	54%	<b>28,297</b>
	Digital Solutions	<b>2,595</b>	1,955	640	133%	<b>17,897</b>
	Others	<b>(8,827)</b>	(10,462)	1,635	-	<b>(60,877)</b>
	Total	<b>8,777</b>	(6,977)	15,754	-	<b>60,531</b>
	Eliminations	<b>2,660</b>	2,169	491	-	<b>18,345</b>
Consolidated		<b>¥11,437</b>	¥(4,808)	¥16,245	-	<b>\$78,876</b>

Notes:

- 1) Segment sales total includes intersegment transactions.
- 2) Segment operating income (loss) is derived by deducting the segment's cost of sales and selling, general and administrative expenses from net sales. This result is regularly reviewed to support decision-making in allocations of resources and to assess performance. Certain operating expenses such as legal settlement costs have been excluded from segment operating income (loss) presentation herein.
- 3) Actual business results of FY2022 have been partially reclassified between Infrastructure Systems & Solutions and Digital Solutions.
- 4) FY2022 results of Building Solutions include air-conditioning business, which was deconsolidated in August, 2022.

## Net Sales by Region

**First Quarter ended June 30**

(¥ in millions, US\$ in thousands)

	<b>Three months ended June 30</b>				
	<b>2023(A)</b>	2022(B)	(A)-(B)	(A)/(B)	<b>2023</b>
Japan	<b>¥387,423</b> (55%)	¥369,924 (50%)	¥17,499 (5%)	105%	<b>\$2,671,883</b>
Overseas	<b>316,688</b> (45%)	370,726 (50%)	(54,038) (-5%)	85%	<b>2,184,055</b>
Asia	<b>155,964</b> (22%)	198,531 (27%)	(42,567) (-5%)	79%	<b>1,075,614</b>
North America	<b>98,295</b> (14%)	96,870 (13%)	1,425 (1%)	101%	<b>677,897</b>
Europe	<b>41,211</b> (6%)	52,865 (7%)	(11,654) (-1%)	78%	<b>284,214</b>
Others	<b>21,218</b> (3%)	22,460 (3%)	(1,242) (-%)	94%	<b>146,330</b>
Net Sales	<b>¥704,111</b> (100%)	¥740,650 (100%)	¥(36,539)	95%	<b>\$4,855,938</b>

Note: Net sales by region is determined based upon the locations of the customers.

**(5) Notes Relating to Assumptions for the Going Concern**

Not applicable.

**(6) Basis of Consolidated Financial Statements**

Not applicable.

**(7) Subsequent event**

Opinion of Commencement of the Tender Offer to be Conducted by TBJH Inc. for the Company Shares

For further details, please refer to the press releases dated August 7, 2023.

**(8) Notes Related to Significant Changes in Shareholder's Equity**

Not applicable.

**2. Others**

**(1) Changes in significant subsidiaries during the period (changes in Specified Subsidiaries (“Tokutei Kogaisha”) involving changes in the scope of consolidation):**

Not applicable.

**(2) Use of simplified accounting procedures, and particular accounting procedures in preparation of quarterly consolidated financial statements:**

Income taxes

Interim income tax expense (benefit) is computed by multiplying income (loss) before income taxes and noncontrolling interests for the three-month period ended June 30, 2023, by a reasonably estimated annual effective tax rate after applying the effect of deferred taxes for FY2023, ending March 31, 2024.

**Disclaimer:**

This report of business results contains forward-looking statements concerning future plans, strategies and forecasts of Toshiba Group business results. These statements are based on management's assumptions and beliefs in light of the economic, financial and other data currently available. Since Toshiba Group is promoting business in various market environments in many countries and regions, it is subject to a number of risks and uncertainties. Toshiba therefore wishes to caution readers that actual results might differ materially from our expectations. Major risk factors that may have a material influence on results are indicated below, although this list is not exhaustive.

- Major disasters, including earthquakes and typhoons;
- Disputes, including lawsuits, in Japan and other countries;
- Success or failure of alliances or joint ventures promoted in collaboration with other companies;
- Success or failure of new businesses or R&D investment;
- Changes in political and economic conditions in Japan and abroad; unexpected regulatory changes;
- Rapid changes in the supply and demand situation in major markets and intensified price competition;
- Significant capital expenditure for production facilities and rapid changes in the market;
- Changes in financial markets, including fluctuations in interest rates and exchange rates.