

Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2024 (Based on Japanese GAAP)

May 13, 2024

Company name: MELCO HOLDINGS INC.  
 Stock exchange listing: Tokyo, Nagoya  
 Stock code: 6676 URL <https://melco-hd.jp/>  
 Representative: President and CEO Hiroyuki Maki  
 Inquiries: General Manager, CEO's Office Hideto Fukaya TEL 03-4213-1122  
 Scheduled date of ordinary general meeting of shareholders: June 26, 2024  
 Scheduled date to file Securities Report: June 27, 2024  
 Scheduled date to commence dividend payments: June 11, 2024  
 Preparation of supplementary material on financial results: Yes  
 Holding of financial results meeting: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

#### (1) Consolidated operating results

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2024	145,773	2.2	2,597	(42.5)	2,575	(45.4)	3,012	(1.5)
Year ended March 31, 2023	142,576	(1.1)	4,518	(64.4)	4,718	(63.9)	3,057	(67.3)

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2024	179.66	–	4.8	2.7	1.8
Year ended March 31, 2023	181.23	–	4.9	5.0	3.2

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2024	95,936	63,922	66.6	3,826.71
As of March 31, 2023	93,410	62,463	66.9	3,705.70

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2024	6,625	5,366	(2,606)	29,958
Year ended March 31, 2023	392	2,744	(4,506)	20,506

### 2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2023	–	60.00	–	60.00	120.00	2,023	66.2	3.2
Year ended March 31, 2024	–	60.00	–	60.00	120.00	2,008	66.8	3.2
Year ending March 31, 2025 (Forecast)	–	60.00	–	60.00	120.00		55.7	

3. Forecast of consolidated financial results for the year ending March 31, 2025 (from April 1, 2024 to March 31, 2025)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	150,000	2.9	5,800	123.3	5,800	125.2	3,600	19.5	215.51

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2024

(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of March 31, 2024	16,937,873 shares	As of March 31, 2023	16,937,873 shares
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Number of treasury shares at the end of the period

As of March 31, 2024	233,526 shares	As of March 31, 2023	81,726 shares
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Average number of shares during the period

Year ended March 31, 2024	16,766,927 shares	Year ended March 31, 2023	16,872,713 shares
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**Consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Assets</b>		
Current assets		
Cash and deposits	20,506	29,958
Notes receivable - trade	68	51
Accounts receivable - trade	16,625	20,479
Merchandise and finished goods	15,284	14,784
Raw materials and supplies	7,136	6,896
Accounts receivable - other	1,696	581
Advance payments to suppliers	1,159	565
Income taxes refund receivable	2,098	211
Consumption taxes refund receivable	711	769
Other	740	1,337
Allowance for doubtful accounts	(7)	(8)
Total current assets	66,020	75,627
Non-current assets		
Property, plant and equipment		
Buildings and structures	17,050	17,194
Accumulated depreciation	(13,347)	(13,642)
Buildings and structures, net	3,702	3,552
Machinery, equipment and vehicles	18,738	19,121
Accumulated depreciation	(14,958)	(15,422)
Machinery, equipment and vehicles, net	3,779	3,699
Tools, furniture and fixtures	4,075	4,334
Accumulated depreciation	(3,471)	(3,808)
Tools, furniture and fixtures, net	604	525
Land	3,047	3,056
Construction in progress	102	247
Total property, plant and equipment	11,236	11,080
Intangible assets		
Other	3,394	3,705
Total intangible assets	3,394	3,705
Investments and other assets		
Investment securities	10,395	3,741
Deferred tax assets	1,645	1,088
Other	841	835
Allowance for doubtful accounts	(124)	(142)
Total investments and other assets	12,757	5,523
Total non-current assets	27,389	20,308
Total assets	93,410	95,936

(Millions of yen)

	As of March 31, 2023	As of March 31, 2024
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,588	14,213
Electronically recorded obligations - operating	742	1,263
Current portion of long-term borrowings	99	–
Accrued expenses	2,920	3,943
Income taxes payable	303	748
Accounts payable - other	3,117	3,451
Contract liabilities	4,432	4,680
Deposits received	1,291	139
Provision for bonuses for directors (and other officers)	15	7
Provision for product warranties	74	67
Other	354	552
Total current liabilities	27,941	29,068
Non-current liabilities		
Deferred tax liabilities	55	169
Retirement benefit liability	2,173	1,708
Provision for retirement benefits for directors (and other officers)	501	790
Provision for recycles	140	139
Other	133	137
Total non-current liabilities	3,005	2,945
Total liabilities	30,946	32,014
<b>Net assets</b>		
Shareholders' equity		
Share capital	1,000	1,000
Capital surplus	250	250
Retained earnings	61,092	62,097
Treasury shares	(267)	(756)
Total shareholders' equity	62,075	62,590
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	611	1,030
Deferred gains or losses on hedges	31	150
Foreign currency translation adjustment	(31)	(4)
Remeasurements of defined benefit plans	(222)	155
Total accumulated other comprehensive income	388	1,332
Total net assets	62,463	63,922
<b>Total liabilities and net assets</b>	<b>93,410</b>	<b>95,936</b>

**Consolidated statements of income and consolidated statements of comprehensive income**  
**Consolidated statements of income**

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Net sales	142,576	145,773
Cost of sales	106,589	109,700
Gross profit	35,987	36,072
Selling, general and administrative expenses	31,468	33,474
Operating profit	4,518	2,597
Non-operating income		
Interest income	0	0
Dividend income	113	82
Share of profit of entities accounted for using equity method	147	–
Royalty income	35	35
Subsidy income	88	33
Other	128	135
Total non-operating income	512	287
Non-operating expenses		
Interest expenses	3	0
Foreign exchange losses	220	188
Share of loss of entities accounted for using equity method	–	26
Commission expenses	6	5
Depreciation	4	2
Other	77	86
Total non-operating expenses	312	309
Ordinary profit	4,718	2,575
Extraordinary income		
Gain on sale of investment securities	–	100
Gain on sale of shares of subsidiaries and associates	–	1,997
Gain on reversal of share acquisition rights	22	–
Total extraordinary income	22	2,097
Extraordinary losses		
Loss on retirement of non-current assets	71	63
Loss on valuation of investment securities	166	–
Loss on litigation	415	–
Total extraordinary losses	652	63
Profit before income taxes	4,088	4,609
Income taxes - current	1,041	1,308
Income taxes - deferred	(10)	288
Total income taxes	1,030	1,597
Profit	3,057	3,012
Profit attributable to owners of parent	3,057	3,012

## Consolidated statements of comprehensive income

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Profit	3,057	3,012
Other comprehensive income		
Valuation difference on available-for-sale securities	6	416
Deferred gains or losses on hedges	(212)	119
Foreign currency translation adjustment	46	83
Remeasurements of defined benefit plans, net of tax	105	344
Share of other comprehensive income of entities accounted for using equity method	3	(19)
Total other comprehensive income	(50)	943
Comprehensive income	3,007	3,956
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,007	3,956

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2023

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,000	250	64,898	(3,486)	62,662
Changes during period					
Dividends of surplus			(2,024)		(2,024)
Profit attributable to owners of parent			3,057		3,057
Purchase of treasury shares				(57)	(57)
Payment of the difference in the purchase of treasury stock of a subsidiary			(1,562)		(1,562)
Cancellation of treasury shares			(3,276)	3,276	–
Net changes in items other than shareholders' equity					
Total changes during period	–	–	(3,805)	3,218	(586)
Balance at end of period	1,000	250	61,092	(267)	62,075

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	605	243	(110)	(299)	438	22	63,123
Changes during period							
Dividends of surplus							(2,024)
Profit attributable to owners of parent							3,057
Purchase of treasury shares							(57)
Payment of the difference in the purchase of treasury stock of a subsidiary							(1,562)
Cancellation of treasury shares							–
Net changes in items other than shareholders' equity	5	(212)	79	77	(50)	(22)	(73)
Total changes during period	5	(212)	79	77	(50)	(22)	(659)
Balance at end of period	611	31	(31)	(222)	388	–	62,463

Fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	1,000	250	61,092	(267)	62,075
Changes during period					
Dividends of surplus			(2,017)		(2,017)
Profit attributable to owners of parent			3,012		3,012
Purchase of treasury shares				(489)	(489)
Change in scope of equity method			9		9
Net changes in items other than shareholders' equity					
Total changes during period	–	–	1,004	(489)	515
Balance at end of period	1,000	250	62,097	(756)	62,590

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of period	611	31	(31)	(222)	388	62,463
Changes during period						
Dividends of surplus						(2,017)
Profit attributable to owners of parent						3,012
Purchase of treasury shares						(489)
Change in scope of equity method						9
Net changes in items other than shareholders' equity	419	119	27	377	943	943
Total changes during period	419	119	27	377	943	1,458
Balance at end of period	1,030	150	(4)	155	1,332	63,922



## Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from operating activities		
Profit before income taxes	4,088	4,609
Depreciation	2,254	3,071
Increase (decrease) in provision for product warranties	(5)	(7)
Interest and dividend income	(113)	(83)
Share of loss (profit) of entities accounted for using equity method	(147)	26
Interest expenses	3	0
Loss on litigation	415	–
Loss (gain) on sale of shares of subsidiaries and associates	–	(1,997)
Loss (gain) on sale of investment securities	–	(100)
Loss (gain) on valuation of investment securities	166	–
Gain on reversal of share acquisition rights	(22)	–
Increase (decrease) in retirement benefit liability	(133)	(472)
Decrease (increase) in trade receivables	224	(3,011)
Decrease (increase) in inventories	(563)	823
Increase (decrease) in trade payables	850	(459)
Increase (decrease) in accrued consumption taxes	(650)	202
Decrease (increase) in consumption taxes refund receivable	439	(58)
Decrease (increase) in accounts receivable - other	(963)	1,124
Increase (decrease) in accounts payable - other	(670)	689
Other, net	(755)	2,113
Subtotal	4,417	6,470
Interest and dividends received	517	487
Interest paid	(2)	(0)
Payments for loss on litigation	(415)	–
Income taxes paid	(4,248)	(2,540)
Income taxes refund	124	2,208
Net cash provided by (used in) operating activities	392	6,625
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,857)	(2,053)
Proceeds from sale of property, plant and equipment	12	6
Purchase of intangible assets	(2,046)	(1,479)
Proceeds from sale of shares of subsidiaries and associates	–	8,811
Proceeds from sale of shares of subsidiaries resulting in change in scope of consolidation	91	–
Purchase of short-term and long-term investment securities	(6,866)	(30)
Proceeds from sale and redemption of short-term and long-term investment securities	13,411	130
Other, net	(1)	(19)
Net cash provided by (used in) investing activities	2,744	5,366

(Millions of yen)

	Fiscal year ended March 31, 2023	Fiscal year ended March 31, 2024
Cash flows from financing activities		
Repayments of long-term borrowings	(861)	(99)
Purchase of treasury shares	(57)	(489)
Payment of the difference in the purchase of treasury stock of a subsidiary	(1,562)	–
Dividends paid	(2,024)	(2,017)
Net cash provided by (used in) financing activities	(4,506)	(2,606)
Effect of exchange rate change on cash and cash equivalents	40	66
Net increase (decrease) in cash and cash equivalents	(1,327)	9,451
Cash and cash equivalents at beginning of period	21,834	20,506
Cash and cash equivalents at end of period	20,506	29,958