

CONSOLIDATED FINANCIAL STATEMENTS

These Consolidated Financial Statements were publicly released in the Japanese language on May 13, 2019.

(1) Consolidated balance sheet

(Millions of yen)

	2018/03/31	2019/03/31
Assets		
Current assets		
Cash and deposits	18,947	18,000
Notes and accounts receivable-trade	18,950	18,425
Electronically recorded monetary claims-operating-CA	2,834	3,292
Merchandise and finished goods	7,099	7,552
Work in process	1,708	1,919
Raw materials and supplies	3,080	3,313
Other-CA	1,182	1,228
Allowance for doubtful accounts-CA-by group	-37	-24
Current assets	53,767	53,708
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	9,724	9,912
Machinery, equipment and vehicles, net	9,839	9,662
Land	6,416	6,377
Construction in progress	1,794	1,726
Other, net-PPE	1,634	1,670
Property, plant and equipment	29,409	29,348
Intangible assets		
Goodwill	64	54
Software	734	709
Other-IA	764	656
Intangible assets	1,563	1,419
Investments and other assets		
Investment securities	12,443	11,560
Retirement benefit asset	—	0
Deferred tax assets	501	1,183
Other-IOA	1,448	1,436
Allowance for doubtful accounts-IOA-by group	-142	-142
Investments and other assets	14,249	14,038
Non-current assets	45,222	44,806
Assets	98,990	98,515

(Millions of yen)

	2018/03/31	2019/03/31
Liabilities		
Current liabilities		
Notes and accounts payable-trade	9,966	8,495
Electronically recorded obligations-operating-CL	4,441	4,487
Short-term loans payable	2,921	2,768
Income taxes payable	925	695
Provision for product compensation	—	315
Stock-based compensation intends reserves	15	—
Other-CL	6,773	6,407
Current liabilities	25,043	23,170
Non-current liabilities		
Long-term loans payable	3,226	1,635
Bonds payable	6,000	6,000
Stock-based compensation reserve-NCA	39	72
Retirement benefit liability	1,123	1,909
Other-NCL	162	229
Non-current liabilities	10,552	9,847
Liabilities	35,595	33,017
Net assets		
Shareholders' equity		
Capital stock	10,951	10,951
Capital surplus	2,995	2,995
Retained earnings	49,371	52,579
Treasury shares	-1,421	-1,326
Shareholders' equity	61,897	65,200
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	2,552	1,682
Foreign currency translation adjustment	-1,545	-1,753
Remeasurements of defined benefit plans	257	111
Valuation and translation adjustments	1,265	40
Non-controlling interests	231	256
Net assets	63,394	65,497
Liabilities and net assets	98,990	98,515

(2) Consolidated statement of income

(Millions of yen)

	2017/04/01 2018/03/31	2018/04/01 2019/03/31
Net sales	91,263	94,157
Cost of sales	63,731	66,550
Gross profit (loss)	27,532	27,607
Selling, general and administrative expenses	21,196	21,215
Operating profit (loss)	6,336	6,392
Non-operating income		
Interest and dividend income-NOI	272	324
Share of profit of entities accounted for using equity method-NOI	476	825
Other-NOI	348	518
Non-operating income	1,097	1,668
Non-operating expenses		
Interest expenses-NOE	207	173
Foreign exchange losses-NOE	339	—
Loss on retirement of non-current assets-NOE	112	165
Other-NOE	175	164
Non-operating expenses	836	504
Ordinary profit (loss)	6,598	7,556
Extraordinary losses		
Impairment loss-EL	184	166
Loss on abolishment of retirement benefit plan-EL	—	806
Provision for product compensation-EL	—	315
Extraordinary losses	184	1,288
Profit (loss) before income taxes	6,413	6,267
Income taxes-current	1,674	1,758
Income taxes-deferred	-92	-168
Income taxes	1,582	1,590
Profit (loss)	4,831	4,677
Profit (loss) attributable to non-controlling interests	35	31
Profit (loss) attributable to owners of parent	4,795	4,645

(3) Consolidated statement of cash flows

(Millions of yen)

	2017/04/01 2018/03/31	2018/04/01 2019/03/31
Cash flows from operating activities		
Profit (loss) before income taxes	6,413	6,267
Depreciation-OpeCF	4,383	4,439
Amortization of goodwill and negative goodwill-EL	9	9
Impairment loss-OpeCF	184	166
Increase (decrease) in allowance for doubtful accounts-OpeCF	-4	-6
Increase (decrease) in Stock-based compensation reserve-OpeCF	26	17
Increase (decrease) in provision for loss on liquidation of subsidiaries and associates-OpeCF	-10	—
Increase (decrease) in provision for product compensation-OpeCF	—	315
Increase (decrease) in retirement benefit liability - OpeCF	80	584
Interest and dividend income-OpeCF	-272	-324
Interest expenses-OpeCF	207	173
Foreign exchange losses (gains)-OpeCF	66	-93
Share of loss (profit) of entities accounted for using equity method - OpeCF	-476	-825
Loss (gain) on sales and retirement of non-current assets-OpeCF	109	154
Decrease (increase) in notes and accounts receivable-trade-OpeCF	-1,189	-1
Decrease (increase) in inventories-OpeCF	-1,032	-975
Increase (decrease) in notes and accounts payable-trade-OpeCF	1,749	-1,405
Other, net-OpeCF	193	-493
Subtotal-OpeCF	10,438	8,004
Interest and dividend income received-OpeCF/InvCF	672	700
Interest expenses paid-OpeCF/FinCF	-215	-172
Income taxes paid-OpeCF	-1,912	-2,038
Income taxes refund-OpeCF	12	5
Net cash provided by (used in) operating activities	8,995	6,498
Cash flows from investing activities		
Decrease (increase) in time deposits-InvCF	125	-8
Purchase of property, plant and equipment-InvCF	-4,464	-3,960
Proceeds from sales of property, plant and equipment-InvCF	30	29
Purchase of intangible assets-InvCF	-575	-448
Purchase of investment securities-InvCF	-50	-21
Proceeds from sales of investment securities-InvCF	135	31
Other, net-InvCF	-2	-77
Net cash provided by (used in) investing activities	-4,802	-4,455
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable-FinCF	-206	—
Proceeds from long-term loans payable-FinCF	100	—
Repayments of long-term loans payable-FinCF	-3,048	-1,772
Purchase of treasury shares-FinCF	-155	-1
Proceeds from sales of treasury shares-FinCF	95	98
Cash dividends paid from parent company-FinCF	-1,347	-1,437
Dividends paid to non-controlling interests-FinCF	-9	-17
Other, net-FinCF	-33	-19
Net cash provided by (used in) financing activities	-4,605	-3,149
Effect of exchange rate change on cash and cash equivalents	-45	159
Net increase (decrease) in cash and cash equivalents	-458	-946
Cash and cash equivalents	18,935	18,476
Cash and cash equivalents	18,476	17,530

(4) Consolidated statement of comprehensive income

(Millions of yen)

	2017/04/01 2018/03/31	2018/04/01 2019/03/31
Profit (loss) (after amendment dated 2014-03-28)	4,831	4,677
Other comprehensive income		
Valuation difference on available-for-sale securities, net of tax-OCI	495	-870
Deferred gains or losses on hedges, net of tax-OCI	-0	—
Foreign currency translation adjustment, net of tax-OCI	46	-100
Remeasurements of defined benefit plans, net of tax-OCI	667	-145
Share of other comprehensive income of entities accounted for using equity method-OCI	33	-97
Other comprehensive income	1,243	-1,214
Comprehensive income	6,074	3,463
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,053	3,421
Comprehensive income attributable to non-controlling interests	20	41