

## CONSOLIDATED FINANCIAL STATEMENTS

These Consolidated Financial Statements were publicly released in the Japanese language on November 11, 2020.

### (1) Consolidated statement of financial position

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
<b>Assets</b>		
Current assets		
Cash and cash equivalents	14,493	16,293
Trade and other receivables	20,103	19,019
Inventories	12,851	11,911
Income taxes receivable	17	346
Other financial assets	634	352
Other current assets	722	620
Total current assets	48,822	48,544
Non-current assets		
Property, plant and equipment	33,913	33,094
Goodwill	8,594	8,595
Intangible assets	4,798	4,540
Investments accounted for using equity method	6,039	6,264
Other financial assets	7,010	7,636
Deferred tax assets	524	520
Other non-current assets	594	588
Total non-current assets	61,474	61,240
Total assets	110,297	109,784

(Millions of yen)

	As of March 31, 2020	As of September 30, 2020
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	13,483	10,748
Bonds and borrowings	6,774	6,708
Income taxes payable	348	467
Other financial liabilities	998	1,014
Provisions	26	8
Other current liabilities	4,198	3,984
Total current liabilities	25,829	22,931
Non-current liabilities		
Bonds and borrowings	14,700	15,900
Retirement benefit liability	777	788
Other financial liabilities	1,611	1,655
Deferred tax liabilities	932	1,085
Other non-current liabilities	2,537	2,337
Total non-current liabilities	20,558	21,767
Total liabilities	46,387	44,698
Equity		
Share capital	10,951	10,951
Capital surplus	3,075	3,047
Retained earnings	52,301	52,887
Treasury shares	-1,692	-1,620
Other components of equity	-988	-429
Total equity attributable to owners of parent	63,648	64,836
Non-controlling interests	261	249
Total equity	63,909	65,086
Liabilities and equity	110,297	109,784

## (2) Consolidated Statement of Income

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Revenue	46,234	37,116
Cost of sales	32,332	26,094
Gross profit	13,901	11,022
Selling, general and administrative expenses	10,966	9,696
Other income	115	132
Other expenses	598	125
Share of profit of investments accounted for using equity method	317	104
Operating profit	2,770	1,436
Finance income	227	169
Finance costs	399	191
Profit before tax	2,597	1,415
Income tax expense	522	380
Profit	2,075	1,034
Profit attributable to		
Owners of parent	2,066	1,028
Non-controlling interests	8	5
Profit	2,075	1,034
Earnings per share		
Basic earnings per share	45.03	22.59

## (3) Consolidated Statement of Comprehensive Income

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Profit	2,075	1,034
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	-163	742
Share of other comprehensive income of investments accounted for using equity method	5	-6
Total	-157	736
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	-939	-114
Share of other comprehensive income of investments accounted for using equity method	-180	215
Total	-1,120	101
Total other comprehensive income	-1,278	837
Comprehensive income	796	1,871
Comprehensive income attributable to		
Owners of parent	794	1,873
Non-controlling interests	1	-1
Comprehensive income	796	1,871

## (4) Consolidated Statement of Changes in Equity

(Millions of yen)

	Equity attributable to owners of parent							Total
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Equity attributable to owners of parent	Non-controlling interests	
Balance at beginning of period	10,951	3,075	52,301	-1,692	-988	63,648	261	63,909
Profit			1,028			1,028	5	1,034
Other comprehensive income					844	844	-7	837
Comprehensive income	-	-	1,028	-	844	1,873	-1	1,871
Dividends of surplus			-729			-729	-9	-738
Purchase of treasury shares				-0		-0		-0
Disposal of treasury shares		-27		72		44		44
Share-based remuneration transactions						-		-
Transfer from other components of equity to retained earnings			286		-286	-		-
Total	-	-27	-442	71	-286	-685	-9	-695
Balance at end of period	10,951	3,047	52,887	-1,620	-429	64,836	249	65,086

## (5) Consolidated Statement of Cash Flows

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
<b>Cash flows from operating activities</b>		
Profit before tax	2,597	1,415
Depreciation and amortization	2,962	2,968
Interest and dividend income	-210	-167
Interest expenses	82	74
Share of loss (profit) of investments accounted for using equity method	-317	-104
Loss (gain) on sale and retirement of fixed assets	65	78
Decrease (increase) in inventories	228	872
Decrease (increase) in trade and other receivables	805	1,287
Increase (decrease) in trade and other payables	-1,885	-2,191
Increase (decrease) in retirement benefit liability	-878	16
Increase in equity instruments due to retirement benefit trust return	-1,355	-
Increase (decrease) in provisions	-283	-18
Increase / decrease in other non-current liabilities	2,375	-200
Other	141	-71
Subtotal	4,328	3,960
Interest and dividends received	340	228
Interest paid	-85	-68
Income taxes paid	-1,184	-779
Income taxes refund	2	4
<b>Net cash provided by (used in) operating activities</b>	<b>3,401</b>	<b>3,346</b>
<b>Cash flows from investing activities</b>		
Payments into time deposits	-340	-316
Proceeds from withdrawal of time deposits	235	594
Purchase of property, plant and equipment	-2,725	-1,725
Proceeds from sale of property, plant and equipment	7	12
Purchase of intangible assets	-328	-184
Purchase of equity instruments	-11	-11
Proceeds from sale of equity instruments	30	236
Payments for acquisition of subsidiaries	-9,291	-
Other	29	-35
<b>Net cash provided by (used in) investing activities</b>	<b>-12,394</b>	<b>-1,429</b>

(Millions of yen)

	Six months ended September 30, 2019	Six months ended September 30, 2020
Cash flows from financing activities		
Net increase (decrease) in short-term loans borrowings (within three months)	15,700	-1,899
Proceeds from short-term loans borrowings (over three months)	-	2,000
Proceeds from long-term borrowings	-	2,000
Repayments of long-term borrowings	-5,325	-935
Repayments of lease liabilities	-611	-589
Purchase of treasury shares	-0	-0
Proceeds from sale of treasury shares	54	44
Dividends paid to owners of parent	-734	-729
Dividends paid to non-controlling interests	-15	-9
Net cash provided by (used in) financing activities	9,066	-119
Effect of exchange rate changes on cash and cash equivalents	-244	3
Net increase (decrease) in cash and cash equivalents	-171	1,800
Cash and cash equivalents at beginning of period	17,530	14,493
Cash and cash equivalents	17,358	16,293