

## Balance Sheets

as of March 31, 2020

<u>ASSETS</u>	<u>Thousands of Yen</u>
<b>Current assets</b>	
Cash and deposits	1,215,985
Notes receivable-trade	57,121
Electronically recorded monetary claims-operrating	310,977
Accounts receivable-trade	718,795
Merchandise and finished goods	739,857
Work in process	422,888
Raw materials and supplies	270,676
Prepaid expenses	8,758
Other	99,462
Allowance for doubtful accounts	△ 1,176
<b>Total current assets</b>	<b>3,843,347</b>
<b>Non-current assets</b>	
Property, plant and equipment	
Buildings ,net	340,943
Structures,net	11,639
Machinery and equipment ,net	259,629
Vehicies,net	455
Tools,furniture and fixtures,net	61,942
Land	691,322
Lease assets,net	25,338
Construction in progress	29,964
<b>Total property, plant and equipment</b>	<b>1,421,235</b>
Intangible assets	
Leasehold right	21,411
Software	29,216
Software in progress	173,314
Other	6,804
<b>Total intangible assets</b>	<b>230,746</b>
Investments and other assets	
Investment securities	15,000
Investment in capital	200
Other	21,895
Allowance for doubtful accounts	△ 2
<b>Total investments and other assets</b>	<b>37,092</b>
<b>Total non-current assets</b>	<b>1,689,074</b>
<b>Total assets</b>	<b>5,532,421</b>

## Balance Sheets

as of March 31, 2020

<u>Liabilities</u>	Thousands of Yen
<b>Current liabilities</b>	
Notes payable-trade	147,653
Accounts payable-trade	193,912
Short-term loans payable	1,755,000
Current portion of long-term loans payable	59,331
lease obligations	8,283
Accounts payable	546,393
Accrued expenses	164,907
Income taxes payable	15,880
Deposits received	8,962
Notes payable-facilities	13,424
Other	83
Total current liabilities	2,913,831
<b>Noncurrent liabilities</b>	
Long-term loans payable	289,325
Long-term accounts payable-other	113,455
lease obligations	27,784
Deferred tax liabilities	99,829
Provision for retirement benefits	512,325
Asset retirement obligations	7,900
Provision for environmental measures	8,535
Total noncurrent liabilities	1,054,153
<b>Total liabilities</b>	<b>3,967,984</b>
<b>Net assets</b>	
<b>Shareholders' equity</b>	
Capital stock	2,219,588
Capital surplus	
Legal capital surplus	302,662
Total capital surplus	302,662
Retained earnings	
Other retained earnings	
Retained earnings brought forward	△ 956,052
Total retained earnings	△ 956,052
Treasury shares	△ 1,761
Total shareholders' equity	1,564,437
<b>Total net assets</b>	<b>1,564,437</b>
<b>Total liabilities and net assets</b>	<b>5,532,421</b>

## Statement of Income

twelve months ended March 31, 2020

	Thousands of Yen
Net sales	3,659,006
Cost of sales	2,801,194
Gross profit	857,811
<u>Selling, general and administrative expenses</u>	<u>832,009</u>
<u>Operating Profit</u>	<u>25,802</u>
Non-operating income	
Interest income	322
Dividend income	500
Foreign exchange gains	20,707
Other	3,947
Total non-operating income	25,477
Non-operating expenses	
Interest expenses	20,269
Commission expenses	5,271
Other	4,241
Total non-operating expenses	<u>29,782</u>
<u>Ordinary Profit</u>	<u>21,497</u>
Extraordinary loss	
Loss on retirement of non-current assets	918
Loss related to the antitrust law	204,939
Total extraordinary losses	<u>205,858</u>
<u>Loss before income taxes</u>	<u>△ 184,360</u>
Income taxes-current	8,775
Income taxes-deferred	—
<u>Total income taxes</u>	<u>8,775</u>
<u>Net loss</u>	<u>△ 193,136</u>

## Statements of Cash Flows

twelve months ended March 31, 2020

Thousands of Yen

<b>Net cash provided by (used in) operating activities</b>	
Loss before income taxes	△ 184,360
Depreciation	69,814
Loss related to the antitrust law	204,939
Loss on retirement of property, plant and equipment	918
Increase (decrease) in provision for retirement benefits	△ 42,031
Increase (decrease) in accounts payable - bonuses	△ 12,424
Increase (decrease) in allowance for doubtful accounts	△ 44
Interest and dividend income	△ 822
Interest expenses	20,269
Decrease (increase) in notes and accounts receivable - trade	132,636
Decrease (increase) in inventories	33,551
Increase (decrease) in notes and accounts payable - trade	△ 165,752
Increase (decrease) in accrued consumption taxes	8,021
Decrease (increase) in other current assets	△ 2,767
Increase (decrease) in other current liabilities	△ 7,839
Other, net	△ 22,747
Subtotal	31,361
Interest and dividend income received	830
Interest expenses paid	△ 20,482
Loss related to the antitrust law paid	△ 443,896
Income taxes paid	△ 8,244
<b>Net cash provided by (used in) operating activities</b>	<b>△ 440,431</b>
<b>Net cash provided by (used in) investing activities</b>	
Payments into time deposits	△ 1,070,000
Proceeds from withdrawal of time deposits	1,275,000
Purchase of property, plant and equipment	△ 65,564
Purchase of intangible assets	△ 95,565
Proceeds from sales of property, plant and equipment	70,000
Collection of long-term loans receivable from employees	960
Other, net	△ 130
<b>Net cash provided by (used in) investing activities</b>	<b>114,700</b>
<b>Net cash provided by (used in) financing activities</b>	
Net increase (decrease) in short-term loans payable	105,000
Proceeds from long-term loans payable	240,000
Repayments of long-term loans payable	△ 16,008
Repayments of lease obligations	△ 13,687
Purchase of treasury shares	△ 102
<b>Net cash provided by (used in) financing activities</b>	<b>315,202</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>△ 10,528</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>306,514</b>
<b>Cash and cash equivalents at end of period</b>	<b>295,985</b>