

Summary of the Consolidated Financial Results for the Fiscal Year Ended March 31, 2019[under Japanese GAAP]

① Financial statements

1) Consolidated Balance Sheets

Millions of yen

	FISCAL YEAR	
	2018/3	2019/3
Cash and deposits	18,202	14,886
Notes and accounts receivable—trade	12,782	11,255
Securities	266	1,662
Merchandise and finished goods	2,413	2,858
Work in process	1,820	1,536
Raw materials and supplies	2,458	2,226
Other	449	707
Allowance for doubtful accounts	△ 364	△ 120
Current assets	38,029	35,012
Buildings and structures	21,633	21,762
Accumulated depreciation	△ 13,511	△ 14,001
Buildings and structures, net	8,122	7,760
Machinery, equipment and vehicles	32,432	29,000
Accumulated depreciation	△ 26,997	△ 23,129
Machinery, equipment and vehicles, net	5,434	5,870
Land	5,061	6,855
Construction in progress	311	145
Other	6,512	6,499
Accumulated depreciation	△ 5,523	△ 5,555
Other, net	988	943
Property, plant and equipment	19,919	21,576
Intangible assets	107	143
Investment securities	14,236	13,526
Long-term loans receivable	0	0
Deferred tax assets	1,747	2,033
Other	1,327	1,288
Allowance for doubtful accounts	△ 690	△ 533
Investments and other assets	16,621	16,315
Non-current assets	36,648	38,035
Assets	74,678	73,047

※Note

- This report contains estimates and forecasts pertaining to the future plans and business results. Such statements are based on information available at the time of the report's production and include potential risks and uncertainties. Actual results may differ from estimates and forecasts contained herein.
- Numbers with "△" indicate negative numbers.

Millions of yen

	FISCAL YEAR	
	2018/3	2019/3
Notes and accounts payable – trade	1,865	1,563
Short-term loans payable	490	488
Income taxes payable	1,087	93
Provision for bonuses	811	711
Provision for business structure improvement	14	—
Other	2,151	2,658
Current liabilities	6,421	5,515
Long-term loans payable	16	—
Net defined benefit liability	7,801	7,779
Deferred tax liabilities for land revaluation	351	350
Asset retirement obligations	146	138
Provision for business structure improvement	24	22
Provision for stock benefits	—	27
Other	209	186
Non-current liabilities	8,548	8,504
Liabilities	14,969	14,019
Capital stock	4,102	4,102
Capital surplus	7,129	7,129
Retained earnings	42,671	44,367
Treasury shares	△ 4	△ 155
Shareholders' equity	53,898	55,443
Valuation difference on available-for-sale securities	3,786	2,505
Revaluation reserve for land	162	160
Foreign currency translation adjustment	589	△ 319
Remeasurements of defined benefit plans	△ 16	△ 46
Total accumulated other comprehensive income	4,522	2,299
Non-controlling interests	1,287	1,285
Net assets	59,708	59,028
Liabilities and net assets	74,678	73,047

2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Millions of yen

	FISCAL YEAR	
	2017/4–2018/3	2018/4–2019/3
Net sales	45,458	41,046
Cost of sales	32,035	30,184
Gross profit	13,423	10,861
Selling expenses	5,329	4,921
General and administrative expenses	3,453	3,375
Selling, general and administrative expenses	8,782	8,297
Operating profit	4,640	2,563
Interest income	52	64
Dividend income	149	166
Foreign exchange gains	61	53
Share of profit of entities accounted for using equity method	123	154
Miscellaneous income	62	126
Non-operating income	449	565
Interest expenses	6	5
Miscellaneous loss	8	14
Non-operating expenses	15	20
Ordinary profit	5,074	3,108
Gain on sales of investment securities	26	169
Reversal of provision for business structure improvement	—	6
Gain on liquidation of subsidiaries	—	19
Extraordinary income	26	195
Impairment loss	2,451	—
Loss on sales of investment securities	—	0
Extraordinary losses	2,451	0
Profit before income taxes	2,649	3,303
Income taxes – current	1,451	568
Income taxes – deferred	△ 506	282
Income taxes	945	850
Profit	1,704	2,452
Profit attributable to non-controlling interests	89	130
Profit attributable to owners of parent	1,614	2,321

Consolidated Statements of Comprehensive Income

Millions of yen

	FISCAL YEAR	
	2017/4-2018/3	2018/4-2019/3
Profit	1,704	2,452
Other comprehensive income		
Valuation difference on available-for-sale securities	827	△ 1,281
Foreign currency translation adjustment	338	△ 668
Remeasurements of defined benefit plans	3	△ 25
Share of other comprehensive income of entities accounted for using equity method	371	△ 308
Other comprehensive income	1,541	△ 2,283
Comprehensive income	3,246	168
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	3,271	361
Comprehensive income attributable to non-controlling interests	△ 25	△ 193

3) Consolidated Statements of Cash Flows

Millions of yen

	FISCAL YEAR	
	2017/4–2018/3	2018/4–2019/3
Cash flows from operating activities		
Profit before income taxes	2,649	3,303
Depreciation	3,165	2,497
Impairment loss	2,451	—
Increase (decrease) in allowance for doubtful accounts	△ 244	△ 359
Increase (decrease) in provision for bonuses	148	△ 96
Increase (decrease) in net defined benefit liability	98	△ 24
Increase (decrease) in provision for stock benefits	—	27
Increase (decrease) in provision for business structure improvement	△ 2	△ 13
Interest and dividend income	△ 202	△ 231
Interest expenses	6	5
Share of (profit) loss of entities accounted for using equity method	△ 123	△ 154
Loss (gain) on retirement of property, plant and equipment	8	14
Loss (gain) on sales of property, plant and equipment	26	△ 2
Loss (gain) on sales of investment securities	△ 26	△ 169
Loss (gain) on liquidation of subsidiaries	—	△ 19
Decrease (increase) in notes and accounts receivable – trade	△ 1,817	1,345
Decrease (increase) in inventories	△ 394	△ 38
Increase (decrease) in notes and accounts payable – trade	171	△ 210
Other, net	875	△ 133
Subtotal	6,791	5,740
Interest and dividend income received	202	231
Interest expenses paid	△ 6	△ 5
Income taxes paid	△ 547	△ 1,517
Net cash provided by (used in) operating activities	6,439	4,449
Cash flows from investing activities		
Purchase of property, plant and equipment	△ 2,313	△ 3,885
Proceeds from sales of property, plant and equipment	18	46
Purchase of investment securities	△ 26	△ 1,439
Proceeds from sales of investment securities	48	304
Other, net	△ 121	△ 170
Net cash provided by (used in) investing activities	△ 2,393	△ 5,144

Millions of yen

	FISCAL YEAR	
	2017/4–2018/3	2018/4–2019/3
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	39	10
Repayments of long-term loans payable	△ 57	—
Purchase of treasury shares	△ 2	△ 150
Proceeds from sales of treasury shares	—	0
Cash dividends paid	△ 782	△ 613
Dividends paid to non-controlling interests	△ 44	△ 70
Repayments of lease obligations	△ 93	△ 89
Net cash provided by (used in) financing activities	△ 939	△ 914
Effect of exchange rate change on cash and cash equivalents	86	△ 310
Net increase (decrease) in cash and cash equivalents	3,192	△ 1,920
Cash and cash equivalents at beginning of period	15,276	18,468
Cash and cash equivalents at end of period	18,468	16,548

② Financial data

1) Forecast (2019/4–2020/3)

Net sales (Millions of yen)	Operating profit (Millions of yen)	Ordinary profit (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Earnings per share [EPS] (Yen)
39,200	1,510	1,950	1,200	21.62

2) Consolidated financial indicator

		FISCAL YEAR			FORECAST
		2016/4–2017/3	2017/4–2018/3	2018/4–2019/3	2019/4–2020/3
		Amount	Amount	Amount	Amount
Operating profit ratio	(%)	6.3	10.2	6.2	3.9
Ordinary profit ratio	(%)	7.0	11.2	7.6	5.0
Return on assets [ROA]	(%)	3.5	2.2	3.1	—
Return on equity [ROE]	(%)	4.4	2.8	4.0	—
Capital expenditures	Millions of yen	2,300	2,295	4,287	7,000
Depreciation [Property, plant and equipment]	Millions of yen	3,300	3,111	2,452	2,600
Research and development expenses	Millions of yen	1,741	1,802	1,782	1,800
Number of employees	Number	2,146	2,157	2,208	—

3) Consolidated Net Sales Breakdown

Consolidated Net Sales Breakdown by Industry

Millions of yen

	FISCAL YEAR						FORECAST	
	2016/4–2017/3		2017/4–2018/3		2018/4–2019/3		2019/4–2020/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Electronics and Semiconductor	18,323	43.6	19,257	42.4	13,626	33.2	12,440	31.7
Transportation	8,481	20.2	9,300	20.5	9,955	24.2	9,970	25.4
Machinery	8,805	21.0	9,884	21.7	10,508	25.6	10,330	26.4
Stone and Construction	4,818	11.4	5,353	11.8	5,158	12.6	4,730	12.1
Other	1,595	3.8	1,662	3.6	1,796	4.4	1,730	4.4
Net sales	42,024	100.0	45,458	100.0	41,046	100.0	39,200	100.0

Consolidated Net Sales Breakdown by Geographical Region

Millions of yen

	FISCAL YEAR						FORECAST	
	2016/4–2017/3		2017/4–2018/3		2018/4–2019/3		2019/4–2020/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	18,919	45.0	20,480	45.0	21,220	51.7	21,000	53.6
Taiwan	4,043	9.6	4,487	9.9	3,519	8.6	3,400	8.7
China	6,605	15.7	7,668	16.9	3,897	9.5	3,200	8.1
Other Asia and Oceania	5,858	14.0	6,042	13.3	5,641	13.7	5,700	14.5
Europe	4,280	10.2	4,079	9.0	4,006	9.8	3,400	8.7
Other	2,316	5.5	2,700	5.9	2,760	6.7	2,500	6.4
Net sales	42,024	100.0	45,458	100.0	41,046	100.0	39,200	100.0