

Summary of the Consolidated Financial Results for the First Quarter Ended June 30, 2020

① Financial Statements

1) Consolidated Balance Sheets

Millions of yen

	FISCAL YEAR	FIRST QUARTER
	2020/3	2020/6
Cash and deposits	14,038	15,959
Notes and accounts receivable-trade	9,325	8,769
Securities	3,050	1,532
Merchandise and finished goods	2,819	2,763
Work in process	1,039	980
Raw materials and supplies	2,119	2,170
Other	442	914
Allowance for doubtful accounts	△ 73	△ 63
Current assets	32,762	33,027
Buildings and structures, net	6,783	13,008
Machinery, equipment and vehicles, net	6,199	5,928
Land	6,685	6,670
Other, net	3,976	1,194
Property, plant and equipment	23,644	26,801
Intangible assets	195	192
Investment securities	10,301	10,625
Other	3,606	3,468
Allowance for doubtful accounts	△ 503	△ 499
Investments and other assets	13,405	13,593
Non-current assets	37,245	40,587
Assets	70,007	73,615

※Note

- Numbers with "△" indicate negative numbers.

Millions of yen

	FISCAL YEAR	FIRST QUARTER
	2020/3	2020/6
Notes and accounts payable – trade	1,317	1,218
Short-term loans payable	533	568
Income taxes payable	171	108
Provision for bonuses	586	1,007
Other	1,870	5,910
Current liabilities	4,479	8,813
Net defined benefit liability	7,527	7,544
Provision for business structure improvement	441	430
Provision for share-based remuneration	56	65
Other	669	654
Non-current liabilities	8,694	8,695
Liabilities	13,174	17,508
Capital stock	4,102	4,102
Capital surplus	7,129	7,129
Retained earnings	43,323	43,067
Treasury shares	△ 150	△ 150
Shareholders' equity	54,404	54,148
Valuation difference on available-for-sale securities	1,450	1,869
Revaluation reserve for land	196	196
Foreign currency translation adjustment	△ 496	△ 1,366
Remeasurements of defined benefit plans	△ 41	△ 30
Total accumulated other comprehensive income	1,107	668
Non-controlling interests	1,321	1,289
Net assets	56,833	56,106
Liabilities and net assets	70,007	73,615

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

Consolidated Statements of Income

Millions of yen

	FIRST QUARTER	
	2019/4-6	2020/4-6
Net sales	9,396	7,634
Cost of sales	7,158	5,835
Gross profit	2,238	1,799
Selling expenses	1,243	1,134
General and administrative expenses	846	707
Selling, general and administrative expenses	2,090	1,841
Operating profit (loss)	148	△ 42
Interest income	19	14
Dividend income	68	41
Foreign exchange gains	—	91
Miscellaneous income	12	11
Non-operating income	100	158
Interest expenses	1	1
Foreign exchange losses	53	—
Share of loss of entities accounted for using equity method	12	10
Miscellaneous loss	0	2
Non-operating expenses	68	14
Ordinary profit	180	101
Gain on sales of investment securities	53	—
Extraordinary income	53	—
Profit before income taxes	233	101
Income taxes – current	174	103
Income taxes – deferred	△ 116	△ 89
Income taxes	57	14
Profit	175	86
Profit (loss) attributable to non-controlling interests	△ 0	7
Profit attributable to owners of parent	176	78

Consolidated Statements of Comprehensive Income

Millions of yen

	FIRST QUARTER	
	2019/4-6	2020/4-6
Profit	175	86
Other comprehensive income		
Valuation difference on available-for-sale securities	△ 30	418
Foreign currency translation adjustment	43	△ 623
Remeasurements of defined benefit plans	14	11
Share of other comprehensive income of entities accounted for using equity method	△ 66	△ 259
Other comprehensive income	△ 38	△ 453
Comprehensive income	137	△ 367
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	135	△ 345
Comprehensive income attributable to non-controlling interests	2	△ 21

② Financial Data

1) Consolidated Financial Indicator

		FIRST QUARTER		FISCAL YEAR
		2019/4-6	2020/4-6	2019/4-2020/3
		Amount	Amount	Amount
Operating profit ratio	(%)	1.6	△ 0.6	0.8
Ordinary profit ratio	(%)	1.9	1.3	1.7
Return on assets [ROA]	(%)	0.2	0.1	△ 0.5
Return on equity [ROE]	(%)	0.3	0.1	△ 0.6
Capital expenditures	Millions of yen	587	4,135	5,328
Depreciation [Property, plant and equipment]	Millions of yen	596	589	2,578
Research and development expenses	Millions of yen	430	397	1,735
Number of employees	Number	2,226	2,141	2,139

2) Consolidated Net Sales Breakdown

Consolidated Net Sales Breakdown by Industry

Millions of yen

	FIRST QUARTER				FISCAL YEAR	
	2019/4-6		2020/4-6		2019/4-2020/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Electronics and Semiconductor	2,908	31.0	2,651	34.7	11,384	32.2
Transportation	2,457	26.2	1,725	22.6	8,757	24.8
Machinery	2,400	25.5	1,932	25.3	8,974	25.4
Stone and Construction	1,231	13.1	1,021	13.4	4,504	12.8
Other	398	4.2	302	4.0	1,683	4.8
Net sales	9,396	100.0	7,634	100.0	35,304	100.0

Consolidated Net Sales Breakdown by Geographical Region

Millions of yen

	FIRST QUARTER				FISCAL YEAR	
	2019/4-6		2020/4-6		2019/4-2020/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	4,932	52.5	4,169	54.6	19,098	54.1
Taiwan	726	7.7	614	8.1	2,722	7.7
China	763	8.1	651	8.5	2,883	8.2
Other Asia and Oceania	1,389	14.8	1,129	14.8	5,076	14.4
Europe	909	9.7	651	8.5	3,224	9.1
Other	675	7.2	417	5.5	2,299	6.5
Net sales	9,396	100.0	7,634	100.0	35,304	100.0

※Note

- As for Consolidated Financial Data for full year, forecast is not available at this moment due to uncertain circumstances caused by the worldwide spread of the new coronavirus (COVID-19). Forecast for full year will be announced when more detailed information is available.