# Gun Ei Chemical Industry Co., Ltd.

### **Consolidated Financial Statements**

### **Consolidated balance sheets**

As of March 31, 2017 and 2018

	Unit : Millions of yen		
	March 31, 2017	March 31, 2018	
Assets			
Current assets			
Cash and deposits	9,758	7,693	
Notes and accounts receivable-trade	6,857	8,115	
Short-term investment securities	2,101	2,000	
Merchandise and finished goods	1,515	1,831	
Work in process	532	595	
Raw materials and supplies	916	1,214	
Deferred tax assets	220	213	
Other	178	216	
Allowance for doubtful accounts	(0)	(0)	
Total current assets	22,079	21,880	
Non-current assets			
Property, plant and equipment			
Buildings and structures	21,665	22,172	
Accumulated depreciation and impairment loss	(15,520)	(15,898)	
Buildings and structures, net	6,144	6,273	
Machinery, equipment and vehicles	29,628	30,707	
Accumulated depreciation and impairment loss	(26,619)	(27,453)	
Machinery, equipment and vehicles, net	3,009	3,253	
Land	7,969	7,969	
Lease assets	138	111	
Accumulated depreciation and impairment loss	(84)	(71)	
Lease assets, net	53	40	
Construction in progress	397	343	
Other	2,799	2,908	
Accumulated depreciation and impairment loss	(2,399)	(2,492)	
Other, net	399	416	
Total property, plant and equipment	17,974	18,297	
Intangible assets	34	31	
Investments and other assets	-	_	
Investment securities	9,871	10,990	
Deferred tax assets	79	6	
Other	1,255	1,228	
Allowance for doubtful accounts	(78)	(77)	
Total investments and other assets	11,127	12,147	
Total non-current assets	29,136	30,476	
Total assets	51,216	52,356	
10(41 4550(5	51,210	52,550	

March 31, 2017March 31, 2018Liabilities $2017$ 2018Current liabilities $3,103$ $3,944$ Current portion of long-term loans payable $654$ $600$ Accounts payable-other $1,866$ $1,485$ Income taxes payable $646$ $371$ Provision for bonuses $362$ $366$ Other $123$ $125$ Total current liabilities $6,758$ $6,894$ Non-current liabilities $98$ $248$ Provision for convironmental measures $35$ $11$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liabilities $4,005$ $3,508$ Total labilities $10,763$ $10,402$ Net assets $5,000$ $5,000$ Capital stock $5,000$ $5,000$ On Corrigin currency translation adjustment $25$ 127Remeas		Unit : Millions of yen		
Current liabilitiesAccounts payable-trade $3,103$ $3,944$ Current portion of long-term loans payable $654$ $600$ Accounts payable-other $1,866$ $1,485$ Income taxes payable $646$ $371$ Provision for bonuses $362$ $366$ Other $123$ $125$ Total current liabilities $6,758$ $6,894$ Non-current liabilities $6,758$ $6,894$ Non-current liabilities $98$ $248$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liability $1,711$ $1,705$ Other $488$ $469$ Total non-current liabilities $4,005$ $3,508$ Total iabilities $10,763$ $10,402$ Net assets $10,763$ $10,402$ Net assets $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1$				
Accounts payable-trade $3,103$ $3,944$ Current portion of long-term loans payable $654$ $600$ Accounts payable-other $1,866$ $1,485$ Income taxes payable $646$ $371$ Provision for bonuses $362$ $366$ Other $123$ $125$ Total current liabilities $6,758$ $6,894$ Non-current liabilities $98$ $248$ Provision for environmental measures $35$ $11$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liabilities $4,005$ $3,508$ Total non-current liabilities $4,005$ $3,508$ Total non-current liabilities $10,763$ $10,402$ Net assets $5,000$ $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $1,2469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,447$ Non-controlling interests $1,251$ $1,383$ Total				
Current portion of long-term loans payable $654$ $600$ Accounts payable-other $1,866$ $1,485$ Income taxes payable $6446$ $371$ Provision for bonuses $362$ $366$ Other $123$ $125$ Total current liabilities $6,758$ $6,894$ Non-current liabilities $6,758$ $6,894$ Non-current liabilities $98$ $248$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liabilities $4,005$ $3,508$ Total non-current liabilities $4,005$ $3,508$ Total non-current liabilities $4,005$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $25,689$ $25,690$ Retained earnings $1,2,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,347$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Current liabilities			
Accounts payable-other1,8661,485Income taxes payable646371Provision for bonuses362366Other123125Total current liabilities6,7586,894Non-current liabilities9248Provision for environmental measures3511Provision for assets removal2125Net defined benefit liabilities488469Total non-current liabilities4,0053,508Total non-current liabilities4,0053,508Total non-current liabilities10,76310,402Net assets10,76310,402Net assets25,68925,690Retained carnings12,46913,496Treasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income25127Remeasurements of defined benefit plans(61)(39)Total acumulated other comprehensive income(39)1,251Non-controlling interests1,2511,383Total acumulated other comprehensive income1,4951,447Non-controlling interests1,2511,383Total acumulated other comprehensive income1,4951,447	Accounts payable-trade	3,103	3,944	
Income taxs payable $646$ $371$ Provision for bonuses $362$ $366$ Other $123$ $125$ Total current liabilities $6,758$ $6,894$ Non-current liabilities $6,758$ $6,894$ Non-current liabilities $98$ $248$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liability $1,711$ $1,705$ Other $488$ $469$ Total non-current liabilities $4,005$ $3,508$ Total non-current liabilities $10,763$ $10,402$ Net assets $5,000$ $5,000$ $5,000$ Capital stock $5,000$ $5,000$ $5,000$ Capital stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,487$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Current portion of long-term loans payable	654	600	
Provision for bonuses $362$ $366$ Other $123$ $125$ Total current liabilities $6,758$ $6,894$ Non-current liabilities $1,650$ $1,050$ Deferred tax liabilities $98$ $248$ Provision for environmental measures $35$ $11$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liability $1,711$ $1,705$ Other $488$ $469$ Total non-current liabilities $4,005$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Accounts payable-other	1,866	1,485	
Other123125Total current liabilities $6,758$ $6,894$ Non-current liabilities $1,650$ $1,050$ Deferred tax liabilities $98$ $248$ Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liability $1,711$ $1,705$ Other $488$ $469$ Total non-current liabilities $10,053$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $10,763$ $10,402$ Net assets $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $0$ $0$ Valuation difference on available-for-sale securities $1,531$ $1,758$ Deferred gains or losses on hedges $0$ $0$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Income taxes payable	646	371	
Total current liabilities $6,758$ $6,894$ Non-current liabilities1,6501,050Deferred tax liabilities98248Provision for environmental measures3511Provision for assets removal2125Net defined benefit liability1,7111,705Other488469Total non-current liabilities4,0053,508Total liabilities10,76310,402Net assets10,76310,402Net assets5,0005,000Capital stock5,0005,000Capital stock5,68925,690Retained earnings12,46913,496Treasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income1,5311,758Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Provision for bonuses	362	366	
Non-current liabilities1Long-term loans payable1,6501,050Deferred tax liabilities98248Provision for environmental measures3511Provision for assets removal2125Net defined benefit liability1,7111,705Other488469Total non-current liabilities4,0053,508Total liabilities10,76310,402Net assets10,76310,402Net assets5,0005,000Capital stock5,0005,000Capital stock5,68925,68925,68925,690Retained earningsTreasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Other	123	125	
$\begin{tabular}{ c c c c c c } $Long-term loans payable & 1,650 & 1,050 \\ Deferred tax liabilities & 98 & 248 \\ Provision for environmental measures & 35 & 11 \\ Provision for assets removal & 21 & 25 \\ Net defined benefit liability & 1,711 & 1,705 \\ Other & 488 & 469 \\ Total non-current liabilities & 4,005 & 3,508 \\ Total liabilities & 10,763 & 10,402 \\ \hline Net assets & & & & & & & & & & & \\ Shareholders' equity & & & & & & & & & & & & & & & & & & &$	Total current liabilities	6,758	6,894	
Deferred tax liabilities98248Provision for environmental measures3511Provision for assets removal2125Net defined benefit liability1,7111,705Other488469Total non-current liabilities4,0053,508Total liabilities10,76310,402Net assets10,76310,402Net assets5,0005,000Capital stock5,0005,000Capital stock5,68925,68925,68925,68925,690Retained earnings12,46913,496Treasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income(0)(0)Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Non-current liabilities			
Provision for environmental measures $35$ $11$ Provision for assets removal $21$ $25$ Net defined benefit liability $1,711$ $1,705$ Other $488$ $469$ Total non-current liabilities $4,005$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $10,763$ $10,402$ Net assets $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Long-term loans payable	1,650	1,050	
$\begin{array}{c c c c c c c c c c c c c c c c c c c $	Deferred tax liabilities	98	248	
Net defined benefit liability $1,711$ $1,705$ Other $488$ $469$ Total non-current liabilities $4,005$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $10,763$ $10,402$ Net assets $5,000$ $5,000$ Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $00$ $(0)$ Valuation difference on available-for-sale securities $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Provision for environmental measures	35	11	
Other488469Total non-current liabilities $4,005$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $5hareholders'$ equity $25,689$ $25,690$ Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Provision for assets removal	21	25	
Total non-current liabilities $4,005$ $3,508$ Total liabilities $10,763$ $10,402$ Net assets $10,763$ $10,402$ Net assetsShareholders' equity $5,000$ $5,000$ Capital stock $5,000$ $5,000$ $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $00$ $(0)$ Valuation difference on available-for-sale securities $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Net defined benefit liability	1,711	1,705	
Total liabilities10,76310,402Net assetsShareholders' equityCapital stock5,0005,000Capital stock5,00025,68925,690Retained earnings12,46913,496Treasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income(0)(0)Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Other	488	469	
Net assetsShareholders' equityCapital stockSpareholders' equityCapital surplusStareholders' equityStareholders' equityTreasury stockTreasury stockStareholders' equityStareholders' equityStareholders' equityStareholders' equityStareholders' equityCapital surplusStareholders' equityStareholders' equityCapital stareholders' equityStareholders' equityCapital stareholders' equityStareholders' equityStareholders' equityStareholders' equityStareholders' equityStareholders' equityStareholders' equityS	Total non-current liabilities	4,005	3,508	
Shareholders' equityCapital stock $5,000$ Capital surplus $25,689$ Retained earnings $12,469$ Treasury stock $(5,454)$ Total shareholders' equity $37,705$ Accumulated other comprehensive income $(0)$ Valuation difference on available-for-sale securities $1,531$ Deferred gains or losses on hedges $(0)$ Foreign currency translation adjustment $25$ 127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income $1,495$ Non-controlling interests $1,251$ Total net assets $40,452$ 41,954	Total liabilities	10,763	10,402	
Capital stock $5,000$ $5,000$ Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $00$ $00$ Valuation difference on available-for-sale securities $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Net assets			
Capital surplus $25,689$ $25,690$ Retained earnings $12,469$ $13,496$ Treasury stock $(5,454)$ $(5,463)$ Total shareholders' equity $37,705$ $38,723$ Accumulated other comprehensive income $1,531$ $1,758$ Deferred gains or losses on hedges $(0)$ $(0)$ Foreign currency translation adjustment $25$ $127$ Remeasurements of defined benefit plans $(61)$ $(39)$ Total accumulated other comprehensive income $1,495$ $1,847$ Non-controlling interests $1,251$ $1,383$ Total net assets $40,452$ $41,954$	Shareholders' equity			
Retained earnings12,46913,496Treasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income1,5311,758Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Capital stock	5,000	5,000	
Treasury stock(5,454)(5,463)Total shareholders' equity37,70538,723Accumulated other comprehensive income37,70538,723Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Capital surplus	25,689	25,690	
Total shareholders' equity37,70538,723Accumulated other comprehensive income1,5311,758Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Retained earnings	12,469	13,496	
Accumulated other comprehensive incomeValuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Treasury stock	(5,454)	(5,463)	
Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Total shareholders' equity	37,705	38,723	
Valuation difference on available-for-sale securities1,5311,758Deferred gains or losses on hedges(0)(0)Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Accumulated other comprehensive income			
Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	_	1,531	1,758	
Foreign currency translation adjustment25127Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954	Deferred gains or losses on hedges			
Remeasurements of defined benefit plans(61)(39)Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954				
Total accumulated other comprehensive income1,4951,847Non-controlling interests1,2511,383Total net assets40,45241,954		(61)	(39)	
Non-controlling interests1,2511,383Total net assets40,45241,954	-			
Total net assets 40,452 41,954	*			
	-			
	Total liabilities and net assets	51,216	52,356	

### Consolidated Statements of income and statements of comprehensive income

#### **Consolidated Statements of income**

For the fiscal year ended March 31, 2017 and 2018

	Uni	t : Millions of yen
	April 2016	April 2017
	- March 2017	- March 2018
Net sales	25,363	26,393
Cost of sales	19,052	20,311
Gross profit	6,311	6,081
Selling, general and administrative expenses	3,585	3,621
Operating income	2,725	2,459
Non-operating income		
Interest income	61	55
Dividends income	95	114
Equity in earnings of affiliates	20	17
Other	64	86
Total non-operating income	243	273
Non-operating expenses		
Interest expenses	14	6
Sales discounts	2	2
Taxes and dues	2	3
Other	25	11
Total non-operating expenses	44	24
Ordinary income	2,923	2,708
Extraordinary income		
Gain on sales of investment securities	0	94
Gain on insurance adjustment	0	11
Settlement received	128	—
Other	0	0
Total extraordinary income	129	107
Extraordinary loss		
Impairment loss	_	229
Loss on disposal of non-current assets	53	38
Provision for retirement benefits	414	—
Other	1	4
Total extraordinary losses	469	272
Income before income taxes	2,583	2,543
Income taxes-current	760	720
Income taxes-deferred	(186)	127
Total income taxes	573	847
Profit	2,009	1,695
Profit attributable to non-controlling interests	153	112
Profit attributable to owners of parent	1,856	1,583
*		<u> </u>

### Consolidated Statements of comprehensive income

For the fiscal year ended March 31, 2017 and 2018

	Un	it : Millions of yen
	April 2016	April 2017
	- March 2017	- March 2018
Profit	2,009	1,695
Other comprehensive income		
Valuation difference on available-for-sale securities	681	231
Deferred gains or losses on hedges	0	0
Foreign currency translation adjustment	(144)	170
Remeasurements of defined benefit plans, net of tax	40	22
Share of other comprehensive income of associates accounted for using equity method	(0)	(4)
Total other comprehensive income	576	420
Comprehensive income	2,586	2,116
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of the parent	2,490	1,935
Comprehensive income attributable to non-controlling interests	95	180

#### **Consolidated Statements of Changes in Net Assets**

For the fiscal year ended March 31, 2017

				(Unit : M	fillions of yen)
	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the period	5,000	25,689	11,103	(5,013)	36,780
Changes of items during the period					
Dividends from surplus			(490)		(490)
Profit attributable to owners of parent			1,856		1,856
Purchase of treasury stock				(440)	(440)
Disposal of treasury stock		0		0	0
Total changes of items during the period	—	0	1,365	(440)	925
Balance at the end of the period	5,000	25,689	12,469	(5,454)	37,705

	Accumulated other comprehensive income			NT	
	Valuation difference on available-for- sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Non- controlling interests
Balance at the beginning of the period Changes of items during the period	851	(0)	112	(102)	1,227
Net changes of items other than shareholders' equity	680	0	(87)	40	24
Total changes of items during the period	680	0	(87)	40	24
Balance at the end of the period	1,531	(0)	25	(61)	1,251

### For the fiscal year ended March 31, 2018

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the period	5,000	25,689	12,469	(5,454)	37,705
Changes of items during the period					
Dividends from surplus			(555)		(555)
Profit attributable to owners of parent			1,583		1,583
Change of scope of equity method			(2)	33	31
Purchase of treasury stock				(43)	(43)
Disposal of treasury stock		0		0	0
Total changes of items during the period	_	0	1,026	(9)	1,017
Balance at the end of the period	5,000	25,690	13,496	(5,463)	38,723

	Accumulated other comprehensive income				N
	Valuation difference on available-for- sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Non- controlling interests
Balance at the beginning of the period Changes of items during the period	1,531	(0)	25	(61)	1,251
Net changes of items other than shareholders' equity	226	0	102	22	132
Total changes of items during the period	226	0	102	22	132
Balance at the end of the period	1,758	(0)	127	(39)	1,383

## (Unit : Millions of yen)

#### **Consolidated Statements of Cash Flows**

For the fiscal year ended March 31, 2017 and 2018

	Unit : Millions of yen		
	April 2016	April 2017	
	- March 2017	- March 2018	
Net cash provided by (used in) operating activities			
Income before income taxes	2,583	2,543	
Depreciation	1,202	1,303	
Impairment loss	_	229	
Increase (decrease) in net defined benefit liability	411	(8)	
Interest and dividends income	(157)	(169)	
Interest expenses	14	6	
Loss (gain) on sales of investment securities	(0)	(94)	
Settlement received	(128)	—	
Decrease (increase) in notes and accounts receivable-trade	(42)	(1,198)	
Decrease (increase) in inventories	31	(650)	
Increase (decrease) in notes and accounts payable-trade	75	828	
Other, net	258	(233)	
Subtotal	4,248	2,555	
Interest and dividends income received	162	174	
Interest expenses paid	(16)	(7)	
Settlement package received	128	—	
Income taxes paid	(363)	(949)	
Net cash provided by (used in) operating activities	4,158	1,773	
Net cash provided by (used in) investing activities			
Proceeds from redemption of securities	500	1,800	
Purchase of securities	(599)	(1,000)	
Purchase of property, plant and equipment	(1,382)	(1,993)	
Purchase of investment securities	(2,404)	(1,409)	
Proceeds from sales and redemption of investment securities	704	551	
Decrease (increase) in time deposits	(2,100)	(1,900)	
Other, net	(19)	(7)	
Net cash provided by (used in) investing activities	(5,300)	(3,959)	
Net cash provided by (used in) financing activities		· · · · · · · · ·	
Repayment of long-term loans payable	(784)	(654)	
Proceeds from share issuance to non-controlling shareholders	_	24	
Net decrease (increase) in treasury stock	(438)	(42)	
Cash dividends paid	(488)	(553)	
Dividends paid to non-controlling interests	(71)	(72)	
Net cash provided by (used in) financing activities	(1,782)	(1,300)	
Effect of exchange rate change on cash and cash equivalents	(74)	21	
Net increase (decrease) in cash and cash equivalents	(2,999)	(3,464)	
Cash and cash equivalents at beginning of period	11,242	8,243	
Cash and cash equivalents at end of period	8,243	4,778	
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