

1. Statement of Financial Position

| | Millions of yen | |
|--|----------------------|----------------------|
| | As of March 31,2020 | As of March 31,2021 |
| Assets | | |
| Current assets | | |
| Cash and cash equivalents | 3,508 | 4,605 |
| Trade receivables | 9,304 | 9,449 |
| Other financial assets | 89 | 75 |
| Inventories | 2,025 | 1,790 |
| Income taxes receivable | 122 | - |
| Other current assets | 752 | 641 |
| Total current assets | <u>15,800</u> | <u>16,559</u> |
| Non-current assets | | |
| Property, plant and equipment | 2,421 | 1,866 |
| Intangible assets | 637 | 509 |
| Investments in securities and other financial assets | 193 | 189 |
| Deferred tax assets | 1,051 | 591 |
| Prepaid Pension Cost | - | 803 |
| Other non-current assets | 11 | 5 |
| Total non-current assets | <u>4,314</u> | <u>3,963</u> |
| Total assets | <u><u>20,114</u></u> | <u><u>20,523</u></u> |

| | Millions of yen | |
|--|----------------------|----------------------|
| | As of March 31,2020 | As of March 31,2021 |
| Liabilities | | |
| Current liabilities | | |
| Trade payables | 5,491 | 5,019 |
| Other financial liabilities | 915 | 734 |
| Income taxes payable | 41 | 66 |
| Accrued expenses | 1,258 | 1,400 |
| Advances received | 984 | 789 |
| Provisions | 118 | 142 |
| Other current liabilities | 252 | 448 |
| Total current liabilities | <u>9,059</u> | <u>8,598</u> |
| Non-current liabilities | | |
| Other financial liabilities | 22 | 0 |
| Retirement and severance benefits | 1,443 | 1,383 |
| Provisions | 135 | 1 |
| Other non-current liabilities | 34 | 27 |
| Total non-current liabilities | <u>1,633</u> | <u>1,411</u> |
| Total liabilities | <u>10,692</u> | <u>10,009</u> |
| Equity | | |
| Stockholders' equity | | |
| Common stock | 400 | 400 |
| Capital surplus | 100 | 100 |
| Retained earnings | 8,319 | 8,674 |
| Accumulated other comprehensive income | 603 | 1,339 |
| Total Stockholders' Equity | <u>9,422</u> | <u>10,514</u> |
| Total Liabilities & Stockholders' Equity | <u><u>20,114</u></u> | <u><u>20,523</u></u> |

Notes:

The above financial data is based on International Financial Reporting Standards (IFRS).
All figures have been rounded to the nearest million yen.

2. Statement of Profit or Loss and Statement of Comprehensive Income

| Years ended March 31, 2020 and 2021 | Millions of yen | |
|--|-----------------|----------|
| | 2019 | 2020 |
| Revenues | 34,244 | 28,679 |
| Cost of sales | (28,792) | (22,639) |
| Gross profit | 5,453 | 6,041 |
| Selling, general and administrative expenses | (5,728) | (5,217) |
| Other income | 21 | 30 |
| Other expenses | (62) | (140) |
| Operating profit (loss) | (317) | 714 |
| Financial expenses | (11) | (1) |
| EBIT (Earnings before interest and taxes) | (328) | 713 |
| Interest income | 4 | 8 |
| Interest charges | (1) | (1) |
| Income (loss) before income taxes | (325) | 721 |
| Income taxes - current | 137 | (147) |
| Income taxes - deferred | 3 | (219) |
| Net income (loss) | (185) | 355 |
| Other comprehensive income (OCI) | | |
| Items not to be reclassified into net income | | |
| Net changes in financial assets measured at fair value through OCI | (56) | (3) |
| Remeasurements of defined benefit plans | 276 | 739 |
| Items that can be reclassified into net income | | |
| Net changes in cash flow hedges | 0 | - |
| Other comprehensive income (OCI) | 221 | 736 |
| Comprehensive income (loss) | 35 | 1,091 |

Notes:

The above financial data is based on International Financial Reporting Standards (IFRS).

All figures have been rounded to the nearest million yen.

3. Statement of Changes in Equity

Millions of yen

| | Common stock | Capital surplus | Retained earnings | Accumulated other comprehensive income |
|------------------------------------|--------------|-----------------|-------------------|--|
| | | | | Net changes in financial assets measured at fair value through OCI |
| As of March 31,2019 | 400 | 100 | 8,724 | (91) |
| Net income (loss) | | | (185) | |
| Other comprehensive income | | | | (56) |
| Comprehensive income (loss) | - | - | (185) | (56) |
| Dividends | | | (219) | |
| Total transactions with the owners | - | - | (219) | - |
| As of March 31,2020 | 400 | 100 | 8,319 | (146) |
| Net income (loss) | | | 355 | |
| Other comprehensive income | | | | (3) |
| Comprehensive income (loss) | - | - | 355 | (3) |
| Dividends | | | - | |
| Total transactions with the owners | - | - | - | - |
| As of March 31,2021 | 400 | 100 | 8,674 | (149) |

Millions of yen

| | Accumulated other comprehensive income | | | Total equity |
|------------------------------------|---|---------------------------------|--|--------------|
| | Remeasurements of defined benefit plans | Net changes in cash flow hedges | Total accumulated other comprehensive income | |
| As of March 31,2019 | 474 | (0) | 382 | 9,606 |
| Net income (loss) | | | - | (185) |
| Other comprehensive income | 276 | 0 | 221 | 221 |
| Comprehensive income (loss) | 276 | 0 | 221 | 35 |
| Dividends | | | - | (219) |
| Total transactions with the owners | - | - | - | (219) |
| As of March 31,2020 | 749 | 0 | 603 | 9,422 |
| Net income (loss) | | | - | 355 |
| Other comprehensive income | 739 | - | 736 | 736 |
| Comprehensive income (loss) | 739 | - | 736 | 1,091 |
| Dividends | | | - | - |
| Total transactions with the owners | - | - | - | - |
| As of March 31,2021 | 1,489 | - | 1,339 | 10,514 |

Notes:

The above financial data is based on International Financial Reporting Standards (IFRS).

All figures have been rounded to the nearest million yen.

4. Statements of Cash Flows

| Years ended March 31, 2020 and 2021 | Millions of yen | |
|--|-----------------|-------|
| | 2019 | 2020 |
| Cash flows from operating activities: | | |
| Net Income | (325) | 721 |
| Depreciation and amortization | 916 | 905 |
| Increase (decrease) in trade receivables | 2,014 | (144) |
| Increase (decrease) in advance payments | 1,176 | 105 |
| Increase (decrease) in inventories | (529) | 235 |
| Increase (decrease) in trade payables | (1,666) | (471) |
| Increase (decrease) in advances received | 230 | (195) |
| Income Taxes Paid (Refund) | 224 | 156 |
| Other | 286 | 293 |
| Net cash provided by operating activities | 2,326 | 1,605 |
| Cash flows from investing activities: | (1,072) | (381) |
| Cash flows from financing activities: | (337) | (127) |
| Net increase in cash and cash equivalents | 917 | 1,097 |
| Cash and cash equivalents at beginning of year | 2,591 | 3,508 |
| Cash and cash equivalents at end of year | 3,508 | 4,605 |