

Consolidated Financial Statements

Consolidated Balance Sheets

(Thousand yen)

	As of April 30,2016	As of April 30,2017
Assets		
Current assets		
Cash and deposits	4,316,071	4,045,141
Notes and accounts receivable - trade	8,400,095	8,205,074
Electronically recorded monetary claims - operating	1,107,707	1,765,055
Merchandise and finished goods	1,353,639	1,226,878
Work in process	519,106	562,287
Raw materials	549,943	567,940
Deferred tax assets	160,651	280,201
Advance payments - trade	914,527	928,660
Consumption taxes receivable	194,505	-
Other	335,179	274,624
Allowance for doubtful accounts	(30,052)	(22,661)
Total current assets	17,821,375	17,833,201
Non-current assets		
Property, plant and equipment		
Buildings and structures	2,744,289	2,723,407
Accumulated depreciation	(1,692,291)	(1,739,959)
Buildings and structures, net	1,051,997	983,448
Machinery, equipment and vehicles	1,191,152	1,267,048
Accumulated depreciation	(965,964)	(1,000,895)
Machinery, equipment and vehicles, net	225,188	266,153
Land	954,462	932,817
Leased assets	511,038	513,133
Accumulated depreciation	(306,884)	(387,779)
Leased assets, net	204,154	125,353
Construction in progress	33,254	31,111
Other	864,616	921,050
Accumulated depreciation	(646,922)	(692,849)
Other, net	217,693	228,200
Total property, plant and equipment	2,686,750	2,567,085
Intangible assets		
Goodwill	493,942	388,465
Other	1,000,801	841,743
Total intangible assets	1,494,743	1,230,208
Investments and other assets		
Investment securities	1,058,421	1,290,181
Long-term loans receivable	3,181	2,974
Net defined benefit asset	-	36,968
Deferred tax assets	-	7,018
Other	195,482	173,972
Allowance for doubtful accounts	(43,661)	(43,704)
Total investments and other assets	1,213,423	1,467,410
Total non-current assets	5,394,918	5,264,705
Total assets	23,216,294	23,097,907

(Thousand yen)

	As of April 30,2016	As of April 30,2017
Liabilities		
Current liabilities		
Notes and accounts payable - trade	4,569,610	3,641,819
Electronically recorded obligations - operating	3,269,972	2,674,149
Short-term loans payable	641,678	537,181
Current portion of long-term loans payable	90,156	89,143
Lease obligations	94,812	93,523
Income taxes payable	84,345	288,397
Accrued consumption taxes	53,227	49,329
Provision for directors' bonuses	29,600	50,300
Other	1,324,034	1,623,636
Total current liabilities	10,157,437	9,047,480
Non-current liabilities		
Long-term loans payable	124,427	35,284
Lease obligations	128,567	39,691
Deferred tax liabilities	599,966	567,253
Provision for directors' retirement benefits	56,775	71,597
Net defined benefit liability	34,199	34,421
Asset retirement obligations	5,735	5,747
Other	19,472	30,789
Total non-current liabilities	969,143	784,786
Total liabilities	11,126,580	9,832,266
Net assets		
Shareholders' equity		
Capital stock	1,028,078	1,028,078
Capital surplus	751,301	749,766
Retained earnings	10,077,224	11,183,663
Treasury shares	(159,920)	(160,016)
Total shareholders' equity	11,696,683	12,801,491
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	129,002	232,704
Deferred gains or losses on hedges	-	11,038
Foreign currency translation adjustment	286,124	208,305
Remeasurements of defined benefit plans	(38,201)	6,575
Total accumulated other comprehensive income	376,925	458,623
Non-controlling interests	16,104	5,525
Total net assets	12,089,713	13,265,640
Total liabilities and net assets	23,216,294	23,097,907

Consolidated Statements of Income and Comprehensive Income
 Consolidated Statements of Income

(Thousand yen)

	For the fiscal year ended April 30,2016	For the fiscal year ended April 30,2017
Net sales	30,277,575	31,133,990
Cost of sales	24,717,663	24,719,485
Gross profit	5,559,911	6,414,505
Selling, general and administrative expenses	4,362,607	4,647,261
Operating profit	1,197,303	1,767,244
Non-operating income		
Interest income	3,272	2,402
Dividend income	2,916	8,551
Share of profit of entities accounted for using equity method	52,322	52,170
Subsidy income	57,691	107,321
Gain on sales of scraps	4,038	5,080
Miscellaneous income	26,455	59,667
Total non-operating income	146,696	235,193
Non-operating expenses		
Interest expenses	13,180	14,167
Sales discounts	1,885	1,375
Foreign exchange losses	147,985	188,045
Miscellaneous loss	2,121	16,081
Total non-operating expenses	165,172	219,670
Ordinary profit	1,178,827	1,782,768
Extraordinary income		
Gain on sales of non-current assets	31,413	2,462
Total extraordinary income	31,413	2,462
Extraordinary losses		
Loss on sales and retirement of non-current assets	12,339	10,900
Impairment loss	11,682	-
Loss on sales of membership	-	659
Loss on valuation of investment securities	447	-
Total extraordinary losses	24,468	11,559
Profit before income taxes	1,185,772	1,773,671
Income taxes - current	441,201	746,999
Income taxes - deferred	31,908	(234,023)
Total income taxes	473,109	512,975
Profit	712,662	1,260,695
Profit (loss) attributable to non-controlling interests	(6,800)	5,190
Profit attributable to owners of parent	719,463	1,255,505

Consolidated Statements of Comprehensive Income

(Thousand yen)

	For the fiscal year ended April 30,2016	For the fiscal year ended April 30,2017
Profit	712,662	1,260,695
Other comprehensive income		
Valuation difference on available-for-sale securities	(94,113)	121,105
Deferred gains or losses on hedges	-	11,038
Foreign currency translation adjustment	(253,003)	(65,319)
Remeasurements of defined benefit plans, net of tax	(39,538)	44,777
Share of other comprehensive income of entities accounted for using equity method	1,031	(31,446)
Total other comprehensive income	(385,623)	80,155
Comprehensive income	327,039	1,340,850
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	335,636	1,337,203
Comprehensive income attributable to non-controlling interests	(8,597)	3,647

Consolidated Statements of Changes in Net Assets

For the fiscal year ended April 30,2016

(Thousand yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	1,028,078	751,301	9,525,474	(159,295)	11,145,557
Changes of items during period					
Dividends of surplus			(167,712)		(167,712)
Profit attributable to owners of parent			719,463		719,463
Purchase of treasury shares				(624)	(624)
Change in ownership interest of parent due to transactions with non-controlling interests					-
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	551,750	(624)	551,125
Balance at end of current period	1,028,078	751,301	10,077,224	(159,920)	11,696,683

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of current period	213,853	-	545,561	1,336	760,752
Changes of items during period					
Dividends of surplus					
Profit attributable to owners of parent					
Purchase of treasury shares					
Change in ownership interest of parent due to transactions with non-controlling interests					
Net changes of items other than shareholders' equity	(84,850)	-	(259,436)	(39,538)	(383,826)
Total changes of items during period	(84,850)	-	(259,436)	(39,538)	(383,826)
Balance at end of current period	129,002	-	286,124	(38,201)	376,925

	Non-controlling interests	Total net assets
Balance at beginning of current period	24,701	11,931,011
Changes of items during period		
Dividends of surplus		(167,712)
Profit attributable to owners of parent		719,463
Purchase of treasury shares		(624)
Change in ownership interest of parent due to transactions with non-controlling interests		-
Net changes of items other than shareholders' equity	(8,597)	(392,423)
Total changes of items during period	(8,597)	158,701
Balance at end of current period	16,104	12,089,713

For the fiscal year ended April 30,2017

(Thousand yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	1,028,078	751,301	10,077,224	(159,920)	11,696,683
Changes of items during period					
Dividends of surplus			(149,065)		(149,065)
Profit attributable to owners of parent			1,255,505		1,255,505
Purchase of treasury shares				(96)	(96)
Change in ownership interest of parent due to transactions with non-controlling interests		(1,535)			(1,535)
Net changes of items other than shareholders' equity					
Total changes of items during period	-	(1,535)	1,106,439	(96)	1,104,807
Balance at end of current period	1,028,078	749,766	11,183,663	(160,016)	12,801,491

	Accumulated other comprehensive income				
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income
Balance at beginning of current period	129,002	-	286,124	(38,201)	376,925
Changes of items during period					
Dividends of surplus					
Profit attributable to owners of parent					
Purchase of treasury shares					
Change in ownership interest of parent due to transactions with non-controlling interests					
Net changes of items other than shareholders' equity	103,701	11,038	(77,819)	44,777	81,698
Total changes of items during period	103,701	11,038	(77,819)	44,777	81,698
Balance at end of current period	232,704	11,038	208,305	6,575	458,623

	Non-controlling interests	Total net assets
Balance at beginning of current period	16,104	12,089,713
Changes of items during period		
Dividends of surplus		(149,065)
Profit attributable to owners of parent		1,255,505
Purchase of treasury shares		(96)
Change in ownership interest of parent due to transactions with non-controlling interests		(1,535)
Net changes of items other than shareholders' equity	(10,578)	71,119
Total changes of items during period	(10,578)	1,175,927
Balance at end of current period	5,525	13,265,640

Consolidated Statements of Cash Flows

(Thousand yen)

	For the fiscal year ended April 30,2016	For the fiscal year ended April 30,2017
Cash flows from operating activities		
Profit before income taxes	1,185,772	1,773,671
Depreciation	492,507	492,176
Impairment loss	11,682	-
Amortization of goodwill	109,691	100,107
Increase (decrease) in allowance for doubtful accounts	918	(6,564)
Increase (decrease) in provision for directors' bonuses	(24,300)	20,700
Increase (decrease) in provision for directors' retirement benefits	(11,773)	14,822
Decrease (increase) in net defined benefit asset	43,794	(36,968)
Increase (decrease) in net defined benefit liability	(23,374)	59,971
Interest and dividend income	(6,189)	(10,954)
Interest expenses	13,180	14,167
Foreign exchange losses (gains)	62,187	55,007
Share of (profit) loss of entities accounted for using equity method	(52,322)	(52,170)
Loss (gain) on sales of non-current assets	(19,930)	6,439
Loss on retirement of non-current assets	856	1,997
Loss (gain) on valuation of investment securities	447	-
Other loss (gain)	(11,725)	26,564
Decrease (increase) in notes and accounts receivable - trade	236,901	(490,099)
Decrease (increase) in inventories	133,373	38,669
Decrease (increase) in lease investment assets	14,484	-
Decrease (increase) in consumption taxes refund receivable	(119,091)	194,505
Decrease (increase) in other assets	(464,942)	(57,001)
Increase (decrease) in notes and accounts payable - trade	238,239	(1,508,855)
Increase (decrease) in accrued consumption taxes	8,637	(3,897)
Increase (decrease) in other liabilities	(185,332)	394,880
Subtotal	1,633,693	1,027,169
Interest and dividend income received	8,022	14,764
Interest expenses paid	(13,180)	(14,167)
Income taxes paid	(726,753)	(449,727)
Net cash provided by (used in) operating activities	901,781	578,039

(Thousand yen)

	For the fiscal year ended April 30,2016	For the fiscal year ended April 30,2017
Cash flows from investing activities		
Payments into time deposits	(160,860)	(40,000)
Proceeds from withdrawal of time deposits	160,860	40,000
Purchase of property, plant and equipment	(183,480)	(292,321)
Proceeds from sales of property, plant and equipment	395,498	49,363
Purchase of intangible assets	(48,946)	(41,786)
Purchase of investment securities	(5,438)	(6,310)
Purchase of shares of subsidiaries	(15,000)	(30,789)
Payments of short-term loans receivable	(56,547)	(21,500)
Collection of short-term loans receivable	50,972	1,780
Payments of long-term loans receivable	(1,673)	(3,401)
Collection of long-term loans receivable	2,914	3,586
Purchase of long-term prepaid expenses	(9,628)	(10,109)
Payments for guarantee deposits	(17,540)	(11,752)
Proceeds from collection of guarantee deposits	8,114	12,256
Repayments of guarantee deposits received	(4,496)	-
Proceeds from guarantee deposits received	327	0
Other proceeds	-	1,895
Net cash provided by (used in) investing activities	115,075	(349,088)
Cash flows from financing activities		
Increase in short-term loans payable	6,682,870	5,613,917
Decrease in short-term loans payable	(6,434,183)	(5,736,143)
Proceeds from long-term loans payable	99,876	-
Repayments of long-term loans payable	(75,842)	(90,156)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	-	(15,760)
Purchase of treasury shares	(624)	(96)
Cash dividends paid	(167,712)	(149,065)
Repayments of lease obligations	(109,401)	(90,165)
Net cash provided by (used in) financing activities	(5,019)	(467,470)
Effect of exchange rate change on cash and cash equivalents	(100,269)	(32,301)
Net increase (decrease) in cash and cash equivalents	911,568	(270,821)
Cash and cash equivalents at beginning of period	3,382,766	4,294,334
Cash and cash equivalents at end of period	4,294,334	4,023,513