

Consolidated Balance Sheet

March 31, 2023

ASSETS	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	2023	2022	2023
CURRENT ASSETS:			
Cash and cash equivalents	¥ 13,214,098	¥ 9,545,745	\$ 98,959
Receivables:			
Trade notes	11,438,347	13,823,127	85,661
Trade accounts	47,260,905	52,194,663	353,934
Unconsolidated subsidiaries and associated companies	1,204,126	1,276,949	9,017
Other	2,764,666	2,612,792	20,704
Allowance for doubtful receivables	(339,451)	(336,458)	(2,542)
Inventories	38,853,946	27,914,666	290,975
Other current assets	<u>7,219,835</u>	<u>8,971,962</u>	<u>54,069</u>
Total current assets	<u>121,616,474</u>	<u>116,003,447</u>	<u>910,780</u>
PROPERTY, PLANT AND EQUIPMENT (Note 5):			
Land	3,667,842	3,463,290	27,468
Buildings and structures	6,421,341	6,149,098	48,089
Machinery and equipment	10,832,072	10,329,617	81,120
Furniture and fixtures	1,780,602	1,629,179	13,334
Lease assets	769,440	446,027	5,762
Construction in progress	<u>2,572,969</u>	<u>1,542,954</u>	<u>19,268</u>
Total property, plant and equipment	<u>26,044,269</u>	<u>23,560,167</u>	<u>195,044</u>
INVESTMENTS AND OTHER ASSETS:			
Investment securities (Notes 4 and 9)	76,280,477	70,738,543	571,260
Investments in and advances to unconsolidated subsidiaries and associated companies (Note 9)	2,284,079	2,243,975	17,105
Goodwill	595,035	658,888	4,456
Asset for retirement benefits	1,306,160	1,143,523	9,781
Deferred tax assets	637,802	565,244	4,776
Other assets	<u>2,126,679</u>	<u>1,550,987</u>	<u>15,926</u>
Total investments and other assets	<u>83,782,826</u>	<u>76,901,163</u>	<u>627,445</u>
TOTAL	<u>¥ 231,443,569</u>	<u>¥ 216,464,778</u>	<u>\$ 1,733,270</u>

See notes to consolidated financial statements.

LIABILITIES AND EQUITY	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	2023	2022	2023
CURRENT LIABILITIES:			
Short-term bank loans	¥ 14,972,820	¥ 19,945,813	\$ 112,130
Current portion of long-term debt (Note 9)	15,593,481	17,408,488	116,778
Payables (Notes 4):			
Trade notes	1,695,573	1,690,498	12,698
Trade accounts	36,273,195	33,952,179	271,648
Unconsolidated subsidiaries and associated companies	327,520	77,972	2,452
Other	5,850,264	6,661,917	43,812
Income taxes payable	2,114,728	2,624,902	15,837
Other current liabilities	<u>5,229,112</u>	<u>6,145,216</u>	<u>39,160</u>
Total current liabilities	<u>82,056,696</u>	<u>88,506,989</u>	<u>614,518</u>
LONG-TERM LIABILITIES:			
Long-term debt (Note 9)	40,908,093	33,380,027	306,358
Liability for retirement benefits	1,973,412	1,923,063	14,778
Deferred tax liabilities	10,920,534	10,134,739	81,783
Other	<u>399,779</u>	<u>703,276</u>	<u>2,993</u>
Total long-term liabilities	<u>54,201,821</u>	<u>46,141,106</u>	<u>405,914</u>
COMMITMENTS AND CONTINGENT LIABILITIES (Note 6)			
EQUITY (Notes 8 and 10):			
Capital stock—authorized, 68,000,000 shares; issued, 34,000,000 shares in 2023 and 2022	5,100,000	5,100,000	38,193
Additional paid-in capital	26,198	51,198	196
Retained earnings	64,181,975	56,144,753	480,655
Accumulated other comprehensive income:			
Unrealized gain on available-for-sale securities	22,565,854	20,364,552	168,994
Deferred gains or losses on hedges	(2,766)	(32,185)	(20)
Foreign currency translation adjustments	3,210,069	221,622	24,040
Defined retirement benefit plans	<u>103,719</u>	<u>(33,259)</u>	<u>776</u>
Total	95,185,052	81,816,682	712,836
Total equity	<u>95,185,052</u>	<u>81,816,682</u>	<u>712,836</u>
TOTAL	<u>¥ 231,443,569</u>	<u>¥ 216,464,778</u>	<u>\$ 1,733,270</u>

Consolidated Statement of Income

Year Ended March 31, 2023

	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	2023	2022	2023
NET SALES	¥ 219,417,817	¥ 200,337,792	\$ 1,643,209
COST OF SALES	<u>188,333,040</u>	<u>170,120,511</u>	<u>1,410,417</u>
Gross profit	<u>31,084,777</u>	<u>30,217,280</u>	<u>232,792</u>
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	<u>18,908,250</u>	<u>17,101,758</u>	<u>141,603</u>
Operating income	<u>12,176,526</u>	<u>13,115,522</u>	<u>91,189</u>
OTHER INCOME (EXPENSES):			
Interest and dividend income	1,195,063	878,206	8,949
Interest expense	(777,512)	(576,662)	(5,822)
Foreign exchange gain	736,037	930,268	5,512
Gain on sales of investment securities	317,922	93,987	2,380
Loss on liquidation of business		(569,847)	
Impairment loss	(695,178)		(5,206)
Loss on valuation of investment securities	(474,596)	(261,241)	(3,554)
Provision of allowance for doubtful accounts	11,001	(29,836)	82
Other—net	<u>932,108</u>	<u>679,581</u>	<u>6,980</u>
Other income—net	<u>1,244,847</u>	<u>1,144,455</u>	<u>9,322</u>
INCOME BEFORE INCOME TAXES	<u>13,421,374</u>	<u>14,259,978</u>	<u>100,512</u>
INCOME TAXES:			
Current	4,952,202	4,861,132	37,086
Deferred	<u>(248,050)</u>	<u>73,242</u>	<u>(1,857)</u>
Total income taxes	<u>4,704,152</u>	<u>4,934,374</u>	<u>35,229</u>
NET INCOME	<u>8,717,221</u>	<u>9,325,603</u>	<u>65,282</u>
NET INCOME ATTRIBUTABLE TO NONCONTROLLING INTERESTS		<u>(38,788)</u>	
NET INCOME ATTRIBUTABLE TO OWNERS OF THE PARENT	<u>¥ 8,717,221</u>	<u>¥ 9,364,392</u>	<u>\$ 65,282</u>
	Yen		U.S. Dollars
PER SHARE:			
Basic net income	¥ 256.39	¥ 275.42	\$ 1.92
Cash dividends applicable to the year	20.00	17.00	0.15

See notes to consolidated financial statements.

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