

Financial Statements

Consolidated Balance Sheets

Item	(Unit: million yen)	
	End of FY2022 (As of March 31, 2022)	End of FY2023 (As of March 31, 2023)
Assets		
Current assets		
Cash and deposits	60,271	79,842
Notes, accounts receivable and contract assets	143,178	158,136
Electronically recorded monetary claims - operating	23,354	24,826
Merchandise and finished goods	34,409	47,460
Work in process	1,277	1,529
Raw materials and supplies	58,502	89,383
Short-term loans receivable	1,921	1,459
Other	17,942	27,920
Allowance for doubtful accounts	(307)	(150)
Total current assets	340,550	430,408
Non-current assets		
Property, plants and equipment		
Buildings and structures	515,145	531,889
Accumulated depreciation	(361,439)	(374,577)
Buildings and structures (net)	153,705	157,312
Machinery, equipment and vehicles	968,234	1,038,534
Accumulated depreciation	(797,800)	(847,452)
Machinery, equipment and vehicles (net)	170,433	191,081
Land	156,031	165,027
Leased assets	39,955	26,217
Accumulated depreciation	(20,891)	(12,819)
Leased assets (net)	19,064	13,398
Construction in progress	32,676	34,286
Other	65,708	101,217
Accumulated depreciation	(39,790)	(42,240)
Other (net)	25,917	58,977
Total property, plants and equipment	557,829	620,083
Intangible assets		
Goodwill	80	101
Other	27,485	39,665
Total intangible assets	27,566	39,766
Investments and other assets		
Investment securities	118,359	117,839
Long-term loans receivable	1,391	2,376
Retirement benefit assets	22,680	23,697
Deferred tax assets	11,081	8,167
Other	25,431	27,832
Allowance for doubtful accounts	(1,883)	(1,309)
Total investments and other assets	177,061	178,604
Total non-current assets	762,457	838,454
Total assets	1,103,007	1,268,862

Item	(Unit: million yen)	
	End of FY2022 (As of March 31, 2022)	End of FY2023 (As of March 31, 2023)
Liabilities		
Current liabilities		
Notes and accounts payable - trade	79,685	84,162
Electronically recorded obligations - operating	8,751	11,613
Short-term borrowings	102,986	149,573
Commercial papers	21,000	27,000
Current portion of bonds	—	10,000
Income taxes payable	4,198	3,687
Provision for bonuses	6,246	5,677
Provision for loss on business withdrawal	—	2,564
Other provisions	213	108
Other	86,685	91,395
Total current liabilities	309,768	385,784
Non-current liabilities		
Bonds payable	60,000	50,000
Long-term borrowings	86,600	166,911
Deferred tax liabilities	10,020	18,329
Retirement benefit liabilities	22,701	21,380
Provision for retirement benefits for directors	512	536
Provision for special repairs	258	227
Provision for product compensation	3,330	4,498
Provision for loss on business withdrawal	—	1,924
Other provisions	478	472
Lease obligations	13,481	26,514
Asset retirement obligations	8,703	9,379
Other	42,352	54,045
Total non-current liabilities	248,440	354,221
Total liabilities	558,208	740,005
Net assets		
Shareholders' equity		
Share capital	86,174	86,174
Capital surplus	49,729	49,729
Retained earnings	384,154	342,880
Treasury shares	(13,766)	(13,738)
Total shareholders' equity	506,291	465,045
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	11,737	12,038
Deferred gains or losses on hedges	6	0
Revaluation reserve for land	4,897	3,610
Foreign currency translation adjustment	(11,322)	13,730
Remeasurements of defined benefit plans	(992)	530
Total accumulated other comprehensive income	4,325	29,911
Non-controlling interests	34,181	33,899
Total net assets	544,799	528,857
Total liabilities and net assets	1,103,007	1,268,862

Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Item	(Unit: million yen)	
	FY2022 (From April 1, 2021 to March 31, 2022)	FY2023 (From April 1, 2022 to March 31, 2023)
Net sales	708,201	809,542
Cost of sales	532,818	668,324
Gross profit	175,382	141,218
Selling, general and administrative expenses		
Amortization of goodwill	54	46
Other	128,626	136,715
Total selling, general and administrative expenses	128,681	136,761
Operating income	46,701	4,456
Non-operating income		
Interest income	551	738
Dividend income	1,641	1,653
Rental income from real estate	90	91
Share of profit of entities accounted for using equity method	1,913	—
Other	4,113	2,427
Total non-operating income	8,311	4,911
Non-operating expenses		
Interest expenses	2,195	2,746
Share of loss of entities accounted for using equity method	—	2,771
Other	2,623	2,834
Total non-operating expenses	4,819	8,352
Ordinary income	50,193	1,015
Extraordinary income		
Gain on disposal of non-current assets	6,386	1,053
Gain on sales of investment securities	615	1,307
Compensation income	—	1,766
Other	1,051	221
Total extraordinary income	8,054	4,348
Extraordinary losses		
Loss on disposal of non-current assets	7,301	5,255
Loss on sales of investment securities	428	442
Loss on valuation of investment securities	20	6
Impairment loss	2,407	6,061
Business withdrawal loss	—	7,984
Product compensation expenses	3,506	1,277
Other	1,762	702
Total extraordinary losses	15,426	21,730
Profit (loss) before income taxes	42,820	(16,366)
Income taxes - current	11,542	7,671
Income taxes - deferred	227	10,200
Total income taxes	11,769	17,872
Profit (loss)	31,051	(34,239)
Profit (loss) attributable to non-controlling interests	2,079	(1,032)
Profit (loss) attributable to owners of parent	28,971	(33,206)
Profit (loss)	31,051	(34,239)
Other comprehensive income		
Valuation difference on available-for-sale securities	(544)	369
Deferred gains or losses on hedges	5	(5)
Foreign currency translation adjustment	18,596	25,042
Remeasurements of defined benefit plans	1,447	1,389
Share of other comprehensive income of entities accounted for using equity method	2,559	2,196
Total other comprehensive income	22,063	28,990
Comprehensive income	53,115	(5,248)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	48,324	(6,334)
Comprehensive income attributable to non-controlling interests	4,790	1,086

Consolidated Statements of Cash Flows

Item	(Unit: million yen)	
	FY2022 (From April 1, 2021 to March 31, 2022)	FY2023 (From April 1, 2022 to March 31, 2023)
Cash flows from operating activities		
Profit (loss) before income taxes	42,820	(16,366)
Depreciation	56,010	64,419
Amortization of goodwill	54	46
Share of loss (profit) of entities accounted for using equity method	(1,913)	2,771
Loss (gain) on valuation of investment securities	20	6
Decrease (increase) in net retirement benefit asset and liability	(302)	(1,461)
Increase (decrease) in provision for retirement benefits for directors	8	23
Increase (decrease) in provision for bonuses	(19)	(574)
Increase (decrease) in allowance for doubtful accounts	(4,129)	(532)
Increase (decrease) in provision for loss on business withdrawal	—	4,452
Increase (decrease) in other provisions	3,185	997
Interest and dividend income	(2,193)	(2,392)
Interest expenses	2,195	2,746
Loss (gain) on sales of investment securities	(187)	(865)
Loss (gain) on disposal of non-current assets	914	4,202
Impairment loss	2,407	6,061
Decrease (increase) in trade receivables	(1,904)	(18,217)
Decrease (increase) in inventories	(15,714)	(37,165)
Increase (decrease) in trade payables	5,679	9,376
Other	(4,162)	(10,018)
Subtotal	82,769	7,508
Interest and dividends received	2,807	3,211
Interest paid	(2,199)	(2,740)
Income taxes paid	(12,186)	(8,247)
Cash flows from operating activities	71,191	(268)
Cash flows from investing activities		
Decrease (increase) in time deposits	182	1,937
Purchase of non-current assets	(67,326)	(63,401)
Proceeds from sales of non-current assets	6,458	1,820
Purchase of other depreciated assets	(440)	(595)
Proceeds from sales of other depreciated assets	2	79
Purchase of investment securities	(24,123)	(1,991)
Proceeds from sales and redemption of investment securities	1,010	2,048
Proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation	10	355
Loan advances	(2,150)	(1,242)
Collection of loans receivable	2,458	660
Payments for acquisition of businesses	—	(30,930)
Other	(2)	(2,082)
Cash flows from investing activities	(83,919)	(93,344)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(5,936)	23,237
Increase (decrease) in commercial papers	21,000	6,000
Proceeds from long-term borrowings	40,743	144,264
Repayments of long-term borrowings	(34,035)	(41,826)
Proceeds from issuance of bonds	10,000	—
Redemption of bonds	(10,000)	—
Purchase of treasury shares	(5,036)	(12)
Dividends paid	(7,648)	(8,204)
Dividends paid to non-controlling interests	(1,404)	(942)
Other	(11,423)	(10,435)
Cash flows from financing activities	(3,742)	112,080
Effect of exchange rate change on cash and cash equivalents	2,864	2,048
Net increase (decrease) in cash and cash equivalents	(13,606)	20,515
Cash and cash equivalents at beginning of period	63,819	50,213
Increase (decrease) in cash and cash equivalents resulting from change in scope of consolidation	—	50
Increase in cash and cash equivalents resulting from merger	—	48
Cash and cash equivalents at end of period	50,213	70,828