

Balance Sheets
(As of March 31, 2020)

(Thousands of yen)

| Assets | | Liabilities | |
|---|------------|---------------------------------------|------------|
| Current assets | 17,194,221 | Current liabilities | 12,608,027 |
| Cash and deposits | 262,421 | Notes payable-trade | 203,342 |
| Notes receivable-trade | 1,405,254 | Electronically recorded obligations | 640,001 |
| Electronically recorded monetary claim | 3,004,564 | Accounts payable-trade | 8,447,999 |
| Accounts receivable-trade | 8,736,681 | Short-term loans payable | 2,107,852 |
| Merchandise | 3,147,072 | Accrued expenses | 115,451 |
| Advance payments-trade | 517,175 | Income taxes payable | 18,426 |
| Accounts receivable-other | 49,600 | Business office tax payable | 5,000 |
| Consumption taxes receivable | 14,191 | Advances received | 758,504 |
| Short-term loans receivable | 3,906 | Deposits received | 12,270 |
| Other | 54,673 | Allowance for bonuses | 290,000 |
| Allowance for doubtful accounts | △ 1,320 | Other | 9,178 |
| Non current assets | 2,846,453 | Non current liabilities | 231,805 |
| Net Property, plant and equipment | 697,845 | Long-term guarantee deposits received | 231,805 |
| Buildings and structures | 475,611 | | |
| Furnitures and fixtures | 38,249 | Total Liabilities | 12,839,833 |
| Land | 183,984 | | |
| Intangible assets | 355,971 | Net Assets | |
| Software | 355,971 | Shareholders' equity | 6,634,270 |
| Investments and other assets | 1,792,635 | Capital stock | 772,336 |
| Investment securities | 1,039,815 | Capital surplus | 700,336 |
| Shares of subsidiaries and associates | 311,408 | Legal capital surplus | 700,336 |
| Investments in capital of subsidiaries and associates | 95,964 | Retained earnings | 5,163,023 |
| Guarantee deposits | 47,671 | Legal retained earnings | 193,084 |
| Long-term loans receivable | 20,689 | Other retained earnings | 4,969,939 |
| Prepaid pension costs | 203,837 | Other reserve funds | 4,650,000 |
| Deferred tax assets | 62,239 | Retained earnings brought forward | 319,939 |
| long-term prepaid costs | 8,247 | Treasury shares | △ 1,425 |
| Other | 7,013 | Valuation and translation adjustments | 566,570 |
| Allowance for doubtful accounts | △ 4,251 | Valuation difference on available | 566,570 |
| Total Assets | 20,040,674 | Total Net assets | 7,200,841 |
| | | Total liabilities and net assets | 20,040,674 |

Statements of Income

**From April 1, 2019
To March 31, 2020**

(Thousands of yen)

| Item | Amount | |
|---|----------------|-------------------|
| Net sales | | 36,387,275 |
| Cost of sales | | 32,562,950 |
| Gross profit | | 3,824,325 |
| Selling, general and administrative expenses | | 3,344,248 |
| Operating income | | 480,077 |
| Non-operating income | | |
| Interest and dividend income | 32,071 | |
| Miscellaneous income | 52,142 | 84,214 |
| Non-operating expenses | | |
| Interest expense | 8,703 | |
| Miscellaneous expenses | 78,939 | 87,643 |
| Ordinary income | | 476,647 |
| Extraordinary loss | | |
| Loss on sale of non-current assets | 832 | 832 |
| Profit before income taxes | | 475,815 |
| Income taxes-current | 135,374 | |
| Income taxes-deferred | 23,392 | 158,767 |
| Net income | | 317,048 |