#### Translation

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## Summary of Consolidated Financial Results for the Year Ended March 31, 2018 (Based on Japanese GAAP)

April 27, 2018

Company name: Musashi Seimitsu Industry Co.,Ltd.

Stock exchange listing: Tokyo, Nagoya

Stock code: 7220 URL http://www.musashi.co.jp

Representative: President & CEO Hiroshi Otsuka

Inquiries: General Manager Finance & Accounting Div. Shinichi Takahashi TEL 0532-25-8111

Scheduled date of ordinary general meeting of shareholders: June 22, 2018
Scheduled date to file Securities Report: June 25, 2018
Scheduled date to commence dividend payments: June 25, 2018

Preparation of supplementary material on financial results: Yes

Holding of financial results meeting:

Yes (for institutional investors and analysts)

%

31.8

9.8

(Amounts less than one million yen are rounded down)

(9.8)

10,323

1. Consolidated financial results for the year ended March 31, 2018 (from April 1, 2017 to March 31, 2018)

Net sales

237,910

180,522

Millions of yen

#### (1) Consolidated operating results

Year ended March 31, 2018

Year ended March 31, 2017

Ordinary pro	ofit	Profit attributable to owners of parent		
Millions of yen	%	Millions of yen	%	
15,929	54.3	10,351	63.9	

Percentages indicate year-on-year changes

6,315

	Earnings per share	Diluted earnings per share	Profit attributable to owners of parent/equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2018	331.69	303.23	13.4	6.4	6.6
Year ended March 31, 2017	202.47	185.01	9.1	5.1	6.2

Operating profit

15,767

11,166

%

41.2

(16.7)

Millions of yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share	
	Millions of yen	Millions of yen	%	Yen	
As of March 31, 2018	248,607	100,350	33.4	2,660.82	
As of March 31, 2017	248,482	88,312	28.8	2,294.74	

#### (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	
Year ended March 31, 2018	26,813	(14,336)	(20,534)	25,732	
Year ended March 31, 2017	19,445	(41,236)	40,892	32,697	

#### 2. Cash dividends

Annual dividends per share						Total cash	Dividend payout	Ratio of dividends
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total	dividends (Total)	ratio (Consolidated)	to net assets (Consolidated)
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2017	-	26.00	_	26.00	52.00	1,622	25.7	2.3
Year ended March 31, 2018	_	27.00	_	39.00	66.00	2,060	20.0	2.7
Year ending March 31, 2019 (Forecast)	_	42.00	-	42.00	84.00		25.2	

#### 3. Forecast of consolidated financial results for the year ending March 31, 2019 (from April 1, 2018 to March 31, 2019)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	249,000	4.7	17,000	7.8	16,200	1.7	10,400	0.5	333.18

#### 4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2018
(changes in specified subsidiaries resulting in the change in scope of consolidation):

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:

No
Changes in accounting policies due to other reasons:

No
Changes in accounting estimates:

No
Restatement of prior period financial statements:

No

#### (3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

Total number of issued shares at the end of the period (including treasury shares)									
As of March 31, 2018	31,221,100 shares	As of March 31, 2017	31,200,000 shares						
Number of treasury shares at the end of the period									
As of March 31, 2018	6,787 shares	As of March 31, 2017	5,752 shares						
Average number of shares during the period									
Year ended March 31, 2018	31,209,068 shares	Year ended March 31, 2017	31,194,381 shares						

### Consolidated financial statements Consolidated balance sheets

Total assets

(Millions of yen) As of March 31, 2017 As of March 31, 2018 Assets Current assets Cash and deposits 30,607 26,106 27,374 34,319 Notes and accounts receivable - trade Merchandise and finished goods 9,522 10,117 Work in process 5,313 5,513 Raw materials and supplies 18,562 19,860 Deferred tax assets 1,174 1,165 Other 8,152 7,800 Allowance for doubtful accounts (42)(39)100,664 Total current assets 104,843 Non-current assets Property, plant and equipment Buildings and structures 41,572 42,945 (17,939)(19,210)Accumulated depreciation Accumulated impairment loss (943)(895)Buildings and structures, net 22,688 22,839 200,075 205,929 Machinery, equipment and vehicles (140, 146)Accumulated depreciation (130,497)Accumulated impairment loss (1,165)(1,130)64,652 Machinery, equipment and vehicles, net 68,412 Tools, furniture and fixtures 10,467 11,366 (6,706)(7,265)Accumulated depreciation Accumulated impairment loss (51)(47)3,708 4,053 Tools, furniture and fixtures, net 6,300 6,655 Land Construction in progress 7,005 5,514 108,116 103,716 Total property, plant and equipment Intangible assets Goodwill 8,874 9,086 Customer relationship assets 14,110 14,123 Software 1,626 1,648 Software in progress 155 13 Other 3,251 3,133 28,017 28,005 Total intangible assets Investments and other assets Investment securities 5,744 6,251 73 Investments in capital 81 Long-term loans receivable 48 61 2,751 2,167 Deferred tax assets Other 3,117 3,523 Allowance for doubtful accounts (51)(43)Total investments and other assets 11,683 12,041 Total non-current assets 147,818 143,763

248,482

248,607

(Millions of yen)

Current liabilities		As of March 31, 2017	As of March 31, 2018
Current liabilities         17,127         21,347           Notes and accounts payable         28,589         10,779           Current portion of long-term loans payable         9,390         12,644           Current portion of bonds         —         10,006           Accounts payable - other         3,523         3,110           Accrued expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         1,825         2,213           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         10,016         —           Bonds payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         8,184         76,772           Total liabilities         16,169         148,256           Net assets <t< td=""><td>Liabilities</td><td>110 01 1141011 5 1, 2017</td><td>110 01 111111011 0 1, 2010</td></t<>	Liabilities	110 01 1141011 5 1, 2017	110 01 111111011 0 1, 2010
Notes and accounts payable - trade         17,127         21,347           Short-term loans payable         28,589         10,779           Current portion of long-term loans payable         9,390         12,644           Current portion of bonds         –         10,006           Accounts payable - other         3,523         3,310           Accrued expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         47         52           Provision for directors' bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         6,631         7,699           Bonds payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total stroblers' equity         2,973         3,006           Capital sto			
Short-term loans payable         28,589         10,779           Current portion of long-term loans payable         9,390         12,644           Current portion of bonds         - 10,006           Accounts payable - other         3,523         3,310           Accrued expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         71,985         71,484           Non-current liabilities         6,631         3,61           Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         2,973         3,06           Capital stock         2,973         3,06           Capital stork         2,976         <		17.127	21.347
Current portion of long-term loans payable         9,390         12,644           Current portion of bonds         -         10,006           Accounts payable - other         3,523         3,310           Accrued expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         1,825         2,213           Provision for frector's bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         6,631         3,61           Bonds payable         10,016         -           Long-term loans payable         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total substitute         2,973         3,006           Capital surplus         1,952         1,985           Retained carnings         71,114         80,440           Treasury shares         7,70	* *		
Current portion of bonds         -         10,006           Accounts payable - other         3,523         3,310           Accound expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         1,825         2,213           Provision for directors' bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         6,661         3,612           Bonds payable         10,016         -           Long-term loans payable         6,661         7,369           Net defined benefit liabilities         6,631         7,369           Net defined benefit liabilities         8,184         76,772           Total non-current liabilities         88,184         76,772           Total stock         2,973         3,006           Capital stock         2,973         3,006           Capital stock         2,973         3,006           Capital stock         2,973         3,006           Total shareholders' equity         76,033	* *		·
Accounts payable - other         3,523         3,310           Accrued expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         1,825         2,213           Provision for directors' bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         10,016         -           Bonds payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total sibilities         160,169         148,256           Net assets         2,973         3,006           Capital surplus         1,952         1,985           Retained carnings         71,114         80,440           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394 <td></td> <td>· <u>-</u></td> <td></td>		· <u>-</u>	
Accrued expenses         5,509         6,164           Income taxes payable         1,388         1,317           Provision for bonuses         1,825         2,213           Provision for directors' bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         10,016         -           Bonds payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,999           Total non-current liabilities         160,169         148,256           Net assets         88,184         76,772           Total liabilities         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         7         70         38           Retained earnings         71,114         80,440           Texal shareholders' equity         2,394         2,	•	3,523	
Income taxes payable         1,388         1,317           Provision for bonuses         1,825         2,213           Provision for directors' bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         8         6,361         -           Bonds payable         6,6631         7,369         -           Long-term loans payable         6,631         7,369         -           Net defined benefit liability         5,037         4,641         -           Other         1,835         1,399         -           Total non-current liabilities         88,184         76,772           Total liabilities         88,184         76,772           Total liabilities         2,973         3,006           Net assets         Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)			
Provision for directors' bonuses         47         52           Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         80nds payable         10,016         -           Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total isbilities         160,169         148,256           Net assets         Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006         3,006         4,440           Treasury shares         71,114         80,440         4,40			1,317
Provision for product warranties         23         35           Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         8           Bonds payable         10,016         -           Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         2,973         3,006           Net assets         S         S           Shareholders' equity         2,973         3,006           Capital storck         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Valuation difference on available-for-sale securities         2,394         2,706	Provision for bonuses	1,825	2,213
Other         4,561         3,611           Total current liabilities         71,985         71,484           Non-current liabilities         8         10,016         -           Long-term loans payable         64,663         63,362         63,362         66,631         7,369           Net defined benefit liability         5,037         4,641         4,641         6,601         7,369         7,072         7,000         1,835         1,399         1,399         1,835         1,399         1,001	Provision for directors' bonuses	47	52
Total current liabilities         71,985         71,484           Non-current liabilities         10,016         -           Bonds payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets         Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)	Provision for product warranties	23	35
Non-current liabilities         10,016         -           Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets         Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         Valuation difference on available-for-sale securities         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368) </td <td>Other</td> <td>4,561</td> <td>3,611</td>	Other	4,561	3,611
Bonds payable         10,016         -           Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets         Sharcholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730	Total current liabilities	71,985	71,484
Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350 </td <td>Non-current liabilities</td> <td></td> <td></td>	Non-current liabilities		
Long-term loans payable         64,663         63,362           Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350 </td <td>Bonds payable</td> <td>10,016</td> <td>_</td>	Bonds payable	10,016	_
Deferred tax liabilities         6,631         7,369           Net defined benefit liability         5,037         4,641           Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets         Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350		64,663	63,362
Other         1,835         1,399           Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets           Shareholders' equity           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350		6,631	7,369
Total non-current liabilities         88,184         76,772           Total liabilities         160,169         148,256           Net assets           Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Net defined benefit liability	5,037	4,641
Total liabilities         160,169         148,256           Net assets         Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Other	1,835	1,399
Net assets           Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Total non-current liabilities	88,184	76,772
Net assets           Shareholders' equity         2,973         3,006           Capital stock         2,973         3,006           Capital surplus         1,952         1,985           Retained earnings         71,114         80,440           Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Total liabilities	160,169	148,256
Capital stock       2,973       3,006         Capital surplus       1,952       1,985         Retained earnings       71,114       80,440         Treasury shares       (7)       (8)         Total shareholders' equity       76,033       85,423         Accumulated other comprehensive income       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	Net assets	·	•
Capital stock       2,973       3,006         Capital surplus       1,952       1,985         Retained earnings       71,114       80,440         Treasury shares       (7)       (8)         Total shareholders' equity       76,033       85,423         Accumulated other comprehensive income       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	Shareholders' equity		
Retained earnings       71,114       80,440         Treasury shares       (7)       (8)         Total shareholders' equity       76,033       85,423         Accumulated other comprehensive income       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350		2,973	3,006
Treasury shares       (7)       (8)         Total shareholders' equity       76,033       85,423         Accumulated other comprehensive income       2,394       2,706         Valuation difference on available-for-sale securities       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	-		1,985
Treasury shares         (7)         (8)           Total shareholders' equity         76,033         85,423           Accumulated other comprehensive income         2,394         2,706           Valuation difference on available-for-sale securities         2,394         2,706           Deferred gains or losses on hedges         (0)         -           Foreign currency translation adjustment         (6,467)         (5,270)           Remeasurements of defined benefit plans         (376)         195           Total accumulated other comprehensive income         (4,450)         (2,368)           Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Retained earnings	71,114	80,440
Accumulated other comprehensive income       2,394       2,706         Valuation difference on available-for-sale securities       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	Treasury shares	(7)	(8)
Accumulated other comprehensive income       2,394       2,706         Valuation difference on available-for-sale securities       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	Total shareholders' equity	76,033	85,423
Valuation difference on available-for-sale securities       2,394       2,706         Deferred gains or losses on hedges       (0)       -         Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350			
Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	•	2,394	2,706
Foreign currency translation adjustment       (6,467)       (5,270)         Remeasurements of defined benefit plans       (376)       195         Total accumulated other comprehensive income       (4,450)       (2,368)         Non-controlling interests       16,730       17,294         Total net assets       88,312       100,350	Deferred gains or losses on hedges		_
Total accumulated other comprehensive income(4,450)(2,368)Non-controlling interests16,73017,294Total net assets88,312100,350	Foreign currency translation adjustment		(5,270)
Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Remeasurements of defined benefit plans	(376)	195
Non-controlling interests         16,730         17,294           Total net assets         88,312         100,350	Total accumulated other comprehensive income	(4,450)	(2,368)
Total net assets 88,312 100,350			
	Total liabilities and net assets	248,482	248,607

# Consolidated statements of income and consolidated statements of comprehensive income Consolidated statements of income

Cost of sales         151,915         200,134           Gross profit         28,607         37,756           Selling, general and administrative expenses         17,440         22,008           Operating profit         11,166         15,676           Non-operating income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Loss on retirement of non-current assets         13            Foreign exchange losses         661            Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85			(Millions of yen)
Net sales         180,522         237,910           Cost of sales         151,915         200,134           Gross profit         28,607         37,76           Selling, general and administrative expenses         17,440         22,008           Operating profit         11,166         15,767           Non-operating income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary		Fiscal year ended	Fiscal year ended
Cost of sales         151,915         200,134           Gross profit         28,607         37,756           Selling, general and administrative expenses         17,440         22,008           Operating profit         11,166         15,676           Non-operating income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Loss on retirement of non-current assets         13            Foreign exchange losses         661            Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85		March 31, 2017	March 31, 2018
Gross profit         28,607         37,776           Selling, general and administrative expenses         17,440         22,008           Operating profit         11,166         15,767           Non-operating income         323         371           Interest income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary losses         14         50           Loss on retirement	Net sales	180,522	237,910
Selling, general and administrative expenses         17,440         22,008           Operating profit         11,166         15,767           Non-operating income         323         371           Interest income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary income         31         85           Loss on sales of n	Cost of sales	151,915	200,134
Operating profit         11,166         15,667           Non-operating income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         14         50           Extraordinary losses         31         85           Loss on retirement of non-current assets	Gross profit	28,607	37,776
Non-operating income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256     <	Selling, general and administrative expenses	17,440	22,008
Interest income         323         371           Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         2 <td< td=""><td>Operating profit</td><td>11,166</td><td>15,767</td></td<>	Operating profit	11,166	15,767
Dividend income         158         208           Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on retirement of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256	Non-operating income		
Foreign exchange gains         -         72           Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         31         85           Loss on retirement of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit extraordinary losses         10,068	Interest income	323	371
Subsidy income         285         185           Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1         1,098         1,109           Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit extraordinary losses         10,068         15,723           Income taxes - current         3,356	Dividend income	158	208
Other         455         584           Total non-operating income         1,222         1,422           Non-operating expenses         1         1,098         1,109           Loss on retirement of non-current assets         13         -           Foreign exchange losses         661         -           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         85           Loss on sales of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit attributable to non-controlling interests	Foreign exchange gains	_	72
Total non-operating income         1,222         1,422           Non-operating expenses         1,098         1,109           Loss on retirement of non-current assets         13         —           Foreign exchange losses         661         —           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         31         85           Loss on sales of non-current assets         31         85           Loss on sales of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit durinome taxes         2,848         4,763           Profit one taxes         7,220         10,959           Profit attributable to non-controlling inter	Subsidy income	285	185
Non-operating expenses         1,098         1,109           Loss on retirement of non-current assets         13         —           Foreign exchange losses         661         —           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Other	455	584
Interest expenses         1,098         1,109           Loss on retirement of non-current assets         13         —           Foreign exchange losses         661         —           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Total non-operating income	1,222	1,422
Loss on retirement of non-current assets         13         —           Foreign exchange losses         661         —           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Non-operating expenses	·	
Foreign exchange losses         661         —           Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Interest expenses	1,098	1,109
Other         291         150           Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income	Loss on retirement of non-current assets	13	_
Total non-operating expenses         2,065         1,260           Ordinary profit         10,323         15,929           Extraordinary income         31         50           Gain on sales of non-current assets         14         50           Total extraordinary income         31         85           Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Foreign exchange losses	661	_
Ordinary profit         10,323         15,929           Extraordinary income         31         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Other	291	150
Extraordinary income         14         50           Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Total non-operating expenses	2,065	1,260
Gain on sales of non-current assets         14         50           Total extraordinary income         14         50           Extraordinary losses         Loss on sales of non-current assets         31         85           Loss on retirement of non-current assets         171         141           Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Ordinary profit	10,323	15,929
Total extraordinary income         14         50           Extraordinary losses         31         85           Loss on sales of non-current assets         31         11         141           Loss on retirement of non-current assets         171         141	Extraordinary income		
Extraordinary losses       31       85         Loss on retirement of non-current assets       171       141         Impairment loss       66       29         Total extraordinary losses       269       256         Profit before income taxes       10,068       15,723         Income taxes - current       3,356       4,773         Income taxes - deferred       (508)       (9         Total income taxes       2,848       4,763         Profit       7,220       10,959         Profit attributable to non-controlling interests       904       608	Gain on sales of non-current assets	14	50
Loss on sales of non-current assets       31       85         Loss on retirement of non-current assets       171       141         Impairment loss       66       29         Total extraordinary losses       269       256         Profit before income taxes       10,068       15,723         Income taxes - current       3,356       4,773         Income taxes - deferred       (508)       (9         Total income taxes       2,848       4,763         Profit       7,220       10,959         Profit attributable to non-controlling interests       904       608	Total extraordinary income	14	50
Loss on retirement of non-current assets       171       141         Impairment loss       66       29         Total extraordinary losses       269       256         Profit before income taxes       10,068       15,723         Income taxes - current       3,356       4,773         Income taxes - deferred       (508)       (9         Total income taxes       2,848       4,763         Profit       7,220       10,959         Profit attributable to non-controlling interests       904       608	Extraordinary losses	·	
Impairment loss         66         29           Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Loss on sales of non-current assets	31	85
Total extraordinary losses         269         256           Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Loss on retirement of non-current assets	171	141
Profit before income taxes         10,068         15,723           Income taxes - current         3,356         4,773           Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Impairment loss	66	29
Income taxes - current       3,356       4,773         Income taxes - deferred       (508)       (9         Total income taxes       2,848       4,763         Profit       7,220       10,959         Profit attributable to non-controlling interests       904       608	Total extraordinary losses	269	256
Income taxes - deferred         (508)         (9           Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Profit before income taxes	10,068	15,723
Total income taxes         2,848         4,763           Profit         7,220         10,959           Profit attributable to non-controlling interests         904         608	Income taxes - current	3,356	4,773
Profit7,22010,959Profit attributable to non-controlling interests904608	Income taxes - deferred	(508)	(9)
Profit attributable to non-controlling interests 904 608	Total income taxes	2,848	4,763
	Profit	7,220	10,959
· · · · · · · · · · · · · · · · · · ·	Profit attributable to non-controlling interests	904	608
	Profit attributable to owners of parent	6,315	10,351

## Consolidated statements of comprehensive income

r		(Millions of yen)
	Fiscal year ended	Fiscal year ended
	March 31, 2017	March 31, 2018
Profit	7,220	10,959
Other comprehensive income		
Valuation difference on available-for-sale securities	233	311
Deferred gains or losses on hedges	(0)	0
Foreign currency translation adjustment	(500)	1,859
Remeasurements of defined benefit plans, net of tax	218	536
Total other comprehensive income	(49)	2,708
Comprehensive income	7,170	13,668
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,794	12,434
Comprehensive income attributable to non-controlling interests	376	1,234

## Consolidated statements of changes in equity

Fiscal year ended March 31, 2017

(Millions of yen)

	Shareholders' equity						
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at beginning of current period	2,973	2,714	66,103	(7)	71,783		
Changes of items during period							
Issuance of new shares					_		
Dividends of surplus			(1,590)		(1,590)		
Profit attributable to owners of parent			6,315		6,315		
Purchase of treasury shares				(0)	(0)		
Change of scope of consolidation			(33)		(33)		
Purchase of shares of consolidated subsidiaries		(980)			(980)		
Sales of shares of consolidated subsidiaries		218			218		
Increase (decrease) due to change fiscal year of subsidiaries			320		320		
Net changes of items other than shareholders' equity							
Total changes of items during period	-	(761)	5,011	(0)	4,249		
Balance at end of current period	2,973	1,952	71,114	(7)	76,033		

		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	Non-controlling interests	Total net assets
Balance at beginning of current period	2,160	-	(6,485)	(637)	(4,961)	11,125	77,947
Changes of items during period							
Issuance of new shares							-
Dividends of surplus							(1,590)
Profit attributable to owners of parent							6,315
Purchase of treasury shares							(0)
Change of scope of consolidation							(33)
Purchase of shares of consolidated subsidiaries							(980)
Sales of shares of consolidated subsidiaries							218
Increase (decrease) due to change fiscal year of subsidiaries							320
Net changes of items other than shareholders' equity	233	(0)	17	261	511	5,604	6,115
Total changes of items during period	233	(0)	17	261	511	5,604	10,365
Balance at end of current period	2,394	(0)	(6,467)	(376)	(4,450)	16,730	88,312

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	2,973	1,952	71,114	(7)	76,033
Changes of items during period					
Issuance of new shares	32	32			64
Dividends of surplus			(1,653)		(1,653)
Profit attributable to owners of parent			10,351		10,351
Purchase of treasury shares				(0)	(0)
Change of scope of consolidation					-
Purchase of shares of consolidated subsidiaries					-
Sales of shares of consolidated subsidiaries					-
Increase (decrease) due to change fiscal year of subsidiaries			628		628
Net changes of items other than shareholders' equity					
Total changes of items during period	32	32	9,326	(0)	9,390
Balance at end of current period	3,006	1,985	80,440	(8)	85,423

	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	Non-controlling interests	Total net assets
Balance at beginning of current period	2,394	(0)	(6,467)	(376)	(4,450)	16,730	88,312
Changes of items during period							
Issuance of new shares							64
Dividends of surplus							(1,653)
Profit attributable to owners of parent							10,351
Purchase of treasury shares							(0)
Change of scope of consolidation							-
Purchase of shares of consolidated subsidiaries							-
Sales of shares of consolidated subsidiaries							-
Increase (decrease) due to change fiscal year of subsidiaries							628
Net changes of items other than shareholders' equity	311	0	1,197	571	2,082	564	2,646
Total changes of items during period	311	0	1,197	571	2,082	564	12,037
Balance at end of current period	2,706	-	(5,270)	195	(2,368)	17,294	100,350

## Consolidated statements of cash flows

	Fiscal year ended	(Millions of yen) Fiscal year ended
	March 31, 2017	March 31, 2018
Cash flows from operating activities		
Profit before income taxes	10,068	15,723
Depreciation	14,779	18,564
Impairment loss	66	29
Amortization of goodwill	291	634
Increase (decrease) in allowance for doubtful accounts	(40)	(2)
Increase (decrease) in provision for bonuses	83	98
Increase (decrease) in provision for directors' bonuses	(2)	4
Increase DEcrease In Provision For Product Warranties	(8)	11
Increase (decrease) in net defined benefit liability	153	314
Interest and dividend income	(481)	(579)
Interest expenses	1,098	1,109
Foreign exchange losses (gains)	1,772	(150)
Loss (gain) on sales of investment securities	(77)	_
Loss (gain) on sales and retirement of property, plant and	201	177
equipment	201	176
Decrease (increase) in notes and accounts receivable - trade	(6,899)	(6,492)
Decrease (increase) in inventories	(931)	(1,298)
Increase (decrease) in notes and accounts payable - trade	725	4,825
Other, net	2,170	(502)
Subtotal	22,968	32,466
Interest and dividend income received	470	562
Interest expenses paid	(926)	(1,272)
Income taxes paid	(3,068)	(4,943)
Net cash provided by (used in) operating activities	19,445	26,813
Cash flows from investing activities		
Purchase of property, plant and equipment	(12,096)	(12,632)
Proceeds from sales of property, plant and equipment	498	347
Purchase of intangible assets	(379)	(358)
Purchase of investment securities	(58)	(74)
Proceeds from sales of investment securities	193	=
Payments of loans receivable	(138)	(262)
Collection of loans receivable	133	236
Purchase of shares of subsidiaries resulting in change in scope	(28,115)	_
of consolidation	(20,113)	_
Other, net	(1,273)	(1,591)
Net cash provided by (used in) investing activities	(41,236)	(14,336)

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	Fiscal year ended	Fiscal year ended	
	March 31, 2017	March 31, 2018	
Cash flows from financing activities			
Net increase (decrease) in short-term loans payable	(13,086)	(17,727)	
Proceeds from long-term loans payable	54,677	11,356	
Repayments of long-term loans payable	(3,339)	(11,099)	
Payments from changes in ownership interests in subsidiaries	(5.05()	-	
that do not result in change in scope of consolidation	(5,056)		
Proceeds from changes in ownership interests in subsidiaries	0.753		
that do not result in change in scope of consolidation	9,752	_	
Purchase of treasury shares	(0)	(0)	
Cash dividends paid	(1,590)	(1,653)	
Dividends paid to non-controlling interests	(71)	(670)	
Other, net	(392)	(738)	
Net cash provided by (used in) financing activities	40,892	(20,534)	
Effect of exchange rate change on cash and cash equivalents	(1,288)	6	
Net increase (decrease) in cash and cash equivalents	17,813	(8,050)	
Cash and cash equivalents at beginning of period	14,253	32,697	
Increase in cash and cash equivalents from newly consolidated subsidiary	701	_	
Increase or decrease in cash and cash equivalents due to the fiscal year-end change of consolidated subsidiaries	(70)	1,085	
Cash and cash equivalents at end of period	32,697	25,732	