

## Consolidated Income Statement

(Millions of yen)

	2022/12 4Q (Cumulative)	2023/12 1Q	2023/12 2Q (Cumulative)	2023/12 3Q (Cumulative)	2023/12 4Q (Cumulative)
Net sales	756,376	184,965	380,998	574,374	780,938
Cost of sales	514,713	124,992	261,167	392,686	540,956
Gross profit	241,663	59,973	119,830	181,688	239,982
Selling, general and administrative expenses					
Selling expenses	46,678	10,450	20,742	30,742	42,137
General and administrative expenses	107,845	28,197	58,117	89,243	122,369
Total selling, general and administrative expenses	154,524	38,648	78,860	119,986	164,506
Operating income	87,139	21,324	40,970	61,702	75,475
Non-operating income					
Interest income	450	265	644	1,231	1,841
Dividend income	714	59	360	434	779
Share of profit of entities accounted for using equity method	271	47	96	122	200
Gain on investments in investment partnerships	382	-	-	-	-
Other	1,708	381	703	909	930
Total non-operating income	3,527	753	1,805	2,699	3,751
Non-operating expenses					
Interest expenses	1,457	577	1,380	2,028	2,815
Foreign exchange losses	1,021	-	1,026	1,498	2,611
Loss on abandonment of non-current assets	986	-	-	-	-
Other	3,140	1,111	1,830	3,120	4,774
Total non-operating expenses	6,606	1,688	4,237	6,648	10,202
Ordinary income	84,060	20,389	38,538	57,753	69,025
Extraordinary income					
Insurance claim income	1,415	-	-	2,421	2,781
Compensation income	-	-	-	-	1,216
Gain on sale of investment securities	2,614	-	676	800	891
Gain on sale of shares of subsidiaries and associates	-	-	-	715	715
Total extraordinary income	4,030	-	676	3,937	5,604
Extraordinary losses					
Loss on litigation	1,819	7,151	7,520	7,675	7,806
Impairment loss	1,385	-	-	-	4,390
Loss on disposal of tangible non-current assets	450	102	351	718	1,159
Costs related to the suspension of operations	5,785	-	-	-	-
Disaster loss	653	-	-	-	-
Total extraordinary losses	10,094	7,253	7,872	8,393	13,356
Income before income taxes and non-controlling interests	77,997	13,135	31,342	53,297	61,273
Income taxes—current	21,232	5,436	10,099	18,343	18,079
Income taxes—deferred	1,155	(711)	(798)	(1,865)	908
Total income taxes	22,388	4,724	9,301	16,478	18,987
Net income	55,608	8,410	22,041	36,819	42,285
Net income attributable to non-controlling	1,300	257	198	332	(160)
Net income attributable to owners of the parent	54,307	8,152	21,842	36,487	42,446
Net income	55,608	8,410	22,041	36,819	42,285
Other comprehensive income					
Valuation difference on available-for-sale securities	(1,504)	753	652	1,993	1,087
Deferred gains or losses on hedges	645	(420)	(351)	(254)	(676)
Foreign currency translation adjustment	56,798	7,269	50,835	63,704	41,326
Remeasurements of defined benefit plans, net of tax	1,822	81	194	312	(55)
Share of other comprehensive income of entities accounted for using equity method	160	-	-	-	166
Total other comprehensive income	57,762	7,684	51,330	65,756	41,848
Quarterly comprehensive income	113,371	16,094	73,371	102,575	84,134
Comprehensive income attributable to:					
Owners of the parent	110,925	15,584	72,487	101,459	83,527
Non-controlling interests	2,446	510	884	1,116	606

## Consolidated Balance Sheets

(Millions of yen)

	2022/12	2023/12	2023/12	2023/12	2023/12
	4Q	1Q	2Q	3Q	4Q
<b>ASSETS</b>					
Current Assets					
Cash and deposits	123,724	108,669	105,618	113,134	131,144
Notes and accounts receivable—trade, and contract	157,016	157,114	163,223	160,024	161,904
Securities	4,852	4,698	5,686	3,553	3,478
Merchandise and finished goods	145,851	153,740	154,366	164,437	146,924
Work in process	19,078	21,878	18,564	19,683	17,502
Raw materials and supplies	60,104	60,832	67,505	63,923	63,601
Other	23,815	21,496	21,560	22,864	28,040
Allowance for doubtful accounts	(510)	(624)	(606)	(623)	(869)
Total current assets	533,933	527,805	535,920	546,998	551,727
Non-current Assets					
Property, plant and equipment					
Buildings and structures, net	94,745	106,597	112,065	112,353	110,214
Machinery, equipment and vehicles, net	219,200	263,998	286,117	281,362	270,408
Land	23,264	23,363	24,002	22,833	22,618
Construction in progress	137,424	81,473	71,881	78,299	80,344
Other, net	37,926	38,055	43,801	44,118	43,390
Total property, plant, and equipment	512,562	513,487	537,867	538,966	526,977
Intangible assets					
Goodwill	56,058	55,430	58,946	59,439	55,386
Customer-related assets	30,432	29,823	31,511	31,607	29,149
Other	34,993	35,298	37,618	38,121	35,965
Total intangible fixed assets	121,484	120,552	128,076	129,167	120,501
Investments and other assets					
Investment securities	23,194	24,356	23,954	25,568	23,966
Long-term loans receivable	97	97	107	138	140
Retirement benefit asset	2,104	2,162	2,270	2,319	3,227
Deferred tax assets	16,718	17,367	17,265	16,902	16,530
Other	11,458	11,266	11,811	11,600	11,509
Allowance for doubtful accounts	(20)	(17)	(17)	(94)	(95)
Total investments and other assets	53,553	55,233	55,393	56,435	55,278
Total non-current assets	687,600	689,273	721,337	724,570	702,757
Total Assets	1,221,533	1,217,079	1,257,258	1,271,568	1,254,485
<b>LIABILITIES</b>					
Current Liabilities					
Notes and accounts payable—trade	52,717	52,455	41,853	47,815	49,124
Short-term borrowings	34,480	34,480	36,515	36,525	40,014
Commercial papers	10,000	10,000	-	-	-
Current portion of bonds payable	10,000	10,000	-	-	-
Current portion of long-term borrowings	30,434	29,071	29,330	24,658	24,698
Accrued expenses	21,075	17,034	17,050	18,986	16,734
Income taxes payable	11,370	5,636	9,583	9,809	11,033
Accrued bonuses	9,132	11,279	7,319	12,535	10,275
Other provision	111	118	-	-	-
Other	42,008	50,545	60,406	47,986	48,690
Total current liabilities	221,330	220,622	202,059	198,316	200,571
Non-current liabilities					
Bonds payable	60,000	60,000	60,000	60,000	60,000
Long-term borrowings	179,491	166,962	160,049	160,190	157,312
Deferred tax liabilities	17,279	17,457	18,259	17,934	18,754
Provision for directors' retirement benefits	294	305	-	-	-
Provision for environmental measures	397	397	-	-	-
Retirement benefit liability	25,626	26,409	27,868	28,484	29,487
Asset retirement obligations	5,303	5,428	5,887	5,628	6,338
Other	43,275	43,080	49,368	46,414	45,864
Total non-current liabilities	331,668	320,040	321,433	318,652	317,757
Total liabilities	552,998	540,663	523,492	516,969	518,329
<b>NET ASSETS</b>					
Shareholders' Equity					
Share capital	88,955	88,955	88,955	88,955	88,955
Capital surplus	87,152	87,152	87,146	87,146	87,146
Retained earnings	399,910	400,371	414,055	420,330	426,290
Treasury shares	(25,735)	(25,736)	(25,652)	(25,653)	(25,654)
Total shareholders' equity	550,282	550,743	564,505	570,779	576,737
Accumulated Other Comprehensive Income					
Valuation difference on available-for-sale securities	5,769	6,522	6,421	7,761	6,856
Deferred gain or losses on hedges	611	213	227	277	(53)
Foreign currency translation adjustment	90,555	97,551	140,737	153,557	131,269
Remeasurements of defined benefit plans	(468)	(387)	(274)	(156)	(524)
Total accumulated other comprehensive income	96,467	103,899	147,112	161,440	137,548
Share Acquisition Rights	341	341	341	341	341
Non-controlling interests	21,443	21,432	21,806	22,038	21,529
Total Net Assets	668,534	676,416	733,765	754,599	736,156
Total Liabilities and Net Assets	1,221,533	1,217,079	1,257,258	1,271,568	1,254,485

## Consolidated Statements of Cash Flows

(Millions of yen)

	2021/12	2022/12	2022/12	2023/12	2023/12
	4Q	2Q	4Q	2Q	4Q
<b>Net cash provided by (used in) operating activities:</b>					
Income before income taxes and noncontrolling interests	58,697	34,645	77,997	31,342	61,273
Depreciation and amortization	59,003	31,201	65,456	36,731	77,163
Increase (decrease) in allowance for doubtful accounts	(29)	-	9	-	402
Loss (gain) on redemption of investment securities	(563)	(2,260)	(2,614)	(676)	(891)
Loss on litigation	4,296	1,549	1,819	7,520	7,806
Impairment loss	1,569	-	1,385	-	4,390
Loss on disposal of tangible fixed assets	1,183	135	450	351	1,159
Foreign exchange losses (gains)	(2,610)	-	(2,777)	-	(3,324)
Interest and dividends income	(694)	-	(1,165)	-	(2,621)
Interest expenses	1,627	-	1,457	-	2,815
Decrease (increase) in notes and accounts receivable – trade	(13,437)	(4,708)	(12,500)	2,269	2,111
Decrease (increase) in inventories	(17,537)	(28,455)	(54,716)	(1,947)	8,363
Increase (decrease) in notes and accounts payable – trade	12,244	9,611	691	(12,498)	(5,122)
Increase (decrease) in provision for bonuses	858	-	632	-	825
Increase (decrease) in net defined benefit liabilities	2,273	-	678	-	1,751
Decrease (increase) in net defined benefit assets	(624)	-	664	-	(274)
Other, net	10,899	(9,101)	(4,771)	6,600	9,146
Subtotal	117,157	32,617	72,696	69,693	164,976
Interest and dividends received	833	-	1,246	-	2,602
Interest paid	(1,537)	-	(1,186)	-	(2,257)
Income taxes (paid) refund	(14,127)	(10,670)	(19,453)	(11,043)	(23,180)
Loss on litigation paid	(24,104)	(183)	(1,575)	-	(12,842)
Other, net	-	(400)	-	(1,033)	-
Net cash provided by (used in) operating activities	78,221	21,362	51,727	57,616	129,298
<b>Net cash provided by (used in) investment activities:</b>					
Net decrease (increase) in time deposits	(150)	3,420	3,350	-	-
Proceeds from sales and redemption of investment securities	1,647	2,749	3,336	1,254	1,907
Purchase of tangible fixed assets and intangible fixed assets	(68,408)	(31,842)	(71,635)	(30,151)	(59,027)
Net decrease (increase) in short-term investment securities	6,000	-	-	-	-
Purchase of investment securities	(88)	-	-	-	-
Payments for disposal of tangible fixed assets and intangible fixed assets	(1,774)	-	(1,022)	-	(1,524)
Proceeds from sales of tangible fixed assets and intangible fixed assets	92	-	613	-	214
Other, net	(2,912)	(1,668)	(3,266)	(1,287)	(4,720)
Net cash provided by (used in) investment activities	(65,595)	(27,340)	(68,624)	(30,184)	(63,151)
<b>Net cash provided by (used in) financing activities:</b>					
Net increase (decrease) in short-term loans payable	-	100	-	1,894	5,413
Net (decrease) increase in commercial paper	(20,000)	20,000	10,000	(10,000)	(10,000)
Proceeds from long-term loans payable	6,212	11,828	49,375	-	-
Repayment of long-term loans payable	(29)	(55,007)	(55,013)	(22,938)	(30,801)
Proceeds from issuance of bonds	-	10,000	10,000	-	-
Redemption of bonds	(20,000)	-	-	(10,000)	(10,000)
Purchase of treasury stock	(2)	(10,001)	(10,002)	(1)	(4)
Proceeds from sales of treasury stock	82	-	0	-	-
Dividends paid	(13,414)	(6,880)	(13,908)	(7,697)	(16,066)
Proceeds from stock issuance to minority interests	1,820	502	502	-	-
Cash dividends paid to minority shareholders	(220)	-	(708)	-	(520)
Other, net	(1,894)	(1,725)	(2,297)	(1,750)	(2,978)
Net cash provided by (used in) financing activities	(47,447)	(31,183)	(12,053)	(50,494)	(64,959)
Effect of exchange rate changes on cash and cash equivalents	4,224	6,750	4,943	5,790	4,858
Net increase (decrease) in cash and cash equivalents	(30,596)	(30,411)	(24,006)	(17,271)	6,046
Cash and cash equivalents, beginning of year	182,084	151,487	151,487	127,616	127,616
Increase in cash and cash equivalents from newly consolidated subsidiary	-	136	136	-	-
Cash and cash equivalents, end of the period	151,487	121,212	127,616	110,345	133,663