

**YOKOWO CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**

(Thousands of yen)

<u>ASSETS</u>	<u>Q1/FY2018</u> <u>Jun 30, 2018</u>	<u>FY2017</u> <u>Mar 31, 2018</u>	<u>Inc/(Dec)</u>
<b>Current assets</b>			
Cash and deposits	5,788,442	4,596,903	1,191,539
Receivables:			
Notes and accounts receivable-trade	10,975,285	11,485,491	(510,206)
Allowance for doubtful accounts	(13,440)	(12,468)	(972)
Inventories	7,411,903	7,334,099	77,804
Other	1,155,735	996,278	159,457
<b>Total current assets</b>	<u>25,317,925</u>	<u>24,400,303</u>	<u>917,622</u>
<b>Noncurrent assets</b>			
Net property, plant and equipment	9,304,954	8,976,953	328,001
Intangible assets	585,132	573,853	11,279
Net defined benefit asset	138,614	131,293	7,321
Investments and other non-current assets	2,721,882	2,947,616	(225,734)
<b>Total noncurrent assets</b>	<u>12,750,582</u>	<u>12,629,715</u>	<u>120,867</u>
<b>Total assets</b>	<u>38,068,507</u>	<u>37,030,018</u>	<u>1,038,489</u>
<u>LIABILITIES</u>	<u>Q1/FY2018</u> <u>Jun 30, 2018</u>	<u>FY2017</u> <u>Mar 31, 2018</u>	<u>Inc/(Dec)</u>
<b>Current liabilities</b>			
Notes and accounts payable-trade	6,143,477	5,765,480	377,997
Short-term loans payable	2,330,238	2,239,539	90,699
Current portion of long-term loans payable	1,600,000	1,600,000	-
Income taxes payable	107,419	269,469	(162,050)
Provision for bonuses	296,140	500,490	(204,350)
Other	3,399,123	2,659,228	739,895
<b>Total current liabilities</b>	<u>13,876,397</u>	<u>13,034,206</u>	<u>842,191</u>
<b>Noncurrent liabilities</b>			
Net defined benefit liability	160,927	159,683	1,244
Other	550,696	551,976	(1,280)
<b>Total noncurrent liabilities</b>	<u>711,623</u>	<u>711,659</u>	<u>(36)</u>
<b>Total liabilities</b>	<u>14,588,020</u>	<u>13,745,865</u>	<u>842,155</u>
<u>NET ASSETS</u>			
<b>Shareholders' equity</b>			
Capital stock	3,996,269	3,996,269	-
Capital surplus	3,981,928	3,981,928	-
Retained earnings	14,813,116	14,519,069	294,047
Treasury stock	(726,193)	(729,045)	2,852
<b>Total shareholders' equity</b>	<u>22,065,120</u>	<u>21,768,221</u>	<u>296,899</u>
<b>Valuation and translation adjustments</b>			
Valuation difference on available-for-sale securities	573,907	636,088	(62,181)
Foreign currency translation adjustment	545,210	564,846	(19,636)
Remeasurements of defined benefit plans	287,369	306,717	(19,348)
<b>Total valuation and translation adjustments</b>	<u>1,406,486</u>	<u>1,507,651</u>	<u>(101,165)</u>
<b>Subscription rights to shares</b>	8,096	8,281	(185)
<b>Non-controlling interest</b>	785	0	785
<b>Total net assets</b>	<u>23,480,487</u>	<u>23,284,153</u>	<u>196,334</u>
<b>Total liabilities and net assets</b>	<u>38,068,507</u>	<u>37,030,018</u>	<u>1,038,489</u>

**YOKOWO CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF INCOME**

(Thousands of yen)

	Q1/FY2018 Apr'18-Jun'18	Q1/FY2017 Apr'17-Jun'17	Inc/(Dec)
<b>Net sales</b>	13,235,259	12,324,911	910,348
<b>Costs and expenses</b>			
Cost of sales	10,856,184	9,952,946	903,238
Selling, general and administrative expenses	1,748,170	1,754,728	(6,558)
	<u>12,604,354</u>	<u>11,707,674</u>	<u>896,680</u>
<b>Operating income</b>	<u>630,905</u>	<u>617,237</u>	<u>13,668</u>
<b>Other income (expenses)</b>			
Interest and dividends income	19,421	16,838	2,583
Interest expenses	(21,972)	(18,895)	(3,077)
Foreign exchange gains (losses), net	200,390	(1,828)	202,218
Foreign tax refund	124	78,820	(64,572)
Other	5,084	(43,143)	34,103
	<u>203,047</u>	<u>31,792</u>	<u>171,255</u>
<b>Income before income taxes</b>	<u>833,952</u>	<u>649,029</u>	<u>184,923</u>
<b>Income taxes</b>			
Income taxes-current and prior periods	92,133	123,095	(30,962)
Income taxes-deferred	162,462	1,922	160,540
<b>Total income taxes</b>	<u>254,595</u>	<u>125,017</u>	<u>129,578</u>
<b>Profit (loss)</b>	<u>579,357</u>	<u>524,012</u>	<u>55,345</u>
<b>Profit (loss) attributable to non-controlling interests</b>	775	-	775
<b>Profit (loss) attributable to owners of parent</b>	<u>578,582</u>	<u>524,012</u>	<u>54,570</u>
<b>Amounts per share of common stock:</b>			
Net income	28.60	26.01	2.59
Diluted net income	28.49	25.88	2.61
Cash dividends applicable to the period	-	-	-

**YOKOWO CO., LTD. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	Q1/FY2018 Apr'18-Jun'18	Q1/FY2017 Apr'17-Jun'17	Inc/(Dec)
<b>Profit (loss)</b>	<u>579,357</u>	<u>524,012</u>	<u>55,345</u>
<b>Other comprehensive income</b>			
Valuation difference on available-for-sale securities	(62,181)	192,341	(254,522)
Foreign currency translation adjustment	(19,627)	97,068	(116,695)
Remeasurements of defined benefit plans, net of tax	(19,347)	(4,480)	(14,867)
<b>Total other comprehensive income</b>	<u>(101,155)</u>	<u>284,929</u>	<u>(386,084)</u>
<b>Comprehensive income</b>	<u>478,202</u>	<u>808,941</u>	<u>(330,739)</u>
<b>Comprehensive income attributable to abstract</b>			
Comprehensive income attributable to owners of the parent	477,417	808,941	(331,524)
Comprehensive income attributable to minority interests	785	-	785