

YOKOWO CO., LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(Millions of yen)

ASSETS	Q2/FY2020 Sep 30, 2020	FY2019 Mar 31, 2020	Inc/(Dec)
Current assets			
Cash and deposits	10,876	12,352	(1,476)
Receivables:			
Notes and accounts receivable-trade	11,397	10,775	622
Allowance for doubtful accounts	(3)	(3)	-
Inventories	9,214	8,682	532
Other	1,616	1,456	160
Total current assets	33,100	33,262	(162)
Noncurrent assets			
Net property, plant and equipment	12,421	11,297	1,124
Intangible assets	959	901	58
Net defined benefit asset	113	81	32
Investments and other non-current assets	2,779	2,594	185
Total noncurrent assets	16,272	14,873	1,399
Total assets	49,372	48,135	1,237
LIABILITIES	Q2/FY2020 Sep 30, 2020	FY2019 Mar 31, 2020	Inc/(Dec)
Current liabilities			
Notes and accounts payable-trade	6,668	6,428	240
Short-term loans payable	6,422	6,490	(68)
Current portion of long-term loans payable	1,800	-	1,800
Income taxes payable	409	771	(362)
Provision for bonuses	875	600	275
Other	3,399	3,291	108
Total current liabilities	19,573	17,580	1,993
Noncurrent liabilities			
Long-term loans payable	1,600	3,400	(1,800)
Net defined benefit liability	196	184	12
Other	377	438	(61)
Total noncurrent liabilities	2,173	4,022	(1,849)
Total liabilities	21,746	21,602	144
NET ASSETS			
Shareholders' equity			
Capital stock	3,996	3,996	-
Capital surplus	3,982	3,982	-
Retained earnings	19,979	19,045	934
Treasury stock	(633)	(664)	31
Total shareholders' equity	27,324	26,359	965
Valuation and translation adjustments			
Valuation difference on available-for-sale securities	237	84	153
Foreign currency translation adjustment	(79)	(63)	(16)
Remeasurements of defined benefit plans	102	125	(23)
Total valuation and translation adjustments	260	146	114
Subscription rights to shares	-	4	(4)
Non-controlling interest	42	24	18
Total net assets	27,626	26,533	1,093
Total liabilities and net assets	49,372	48,135	1,237

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

(Millions of yen)

	Q2/FY2020 Apr'20-Sep'20	Q2/FY2019 Apr'19-Sep'19	Inc/(Dec)
Net sales	27,112	29,934	(2,822)
Costs and expenses			
Cost of sales	21,444	23,391	(1,947)
Selling, general and administrative expenses	3,618	4,039	(421)
	25,062	27,430	(2,368)
Operating income	2,050	2,504	(454)
Other income (expenses)			
Interest and dividends income	27	35	(8)
Interest expenses	(39)	(57)	18
Foreign exchange gains (losses), net	(313)	(244)	(69)
Other	7	(45)	52
	(318)	(311)	(7)
Income before income taxes	1,732	2,193	(461)
Income taxes			
Income taxes-current and prior periods	383	491	(108)
Income taxes-deferred	58	48	10
Total income taxes	441	539	(98)
Profit (loss)	1,291	1,654	(363)
Profit (loss) attributable to non-controlling interests	18	8	10
Profit (loss) attributable to owners of parent	1,273	1,646	(373)
Amounts per share of common stock:			
Net income	62.69	81.30	(18.61)
Diluted net income	-	81.07	-
Cash dividends applicable to the period	16.00	14.00	2.00

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

	Q2/FY2020 Apr'20-Sep'20	Q2/FY2019 Apr'19-Sep'19	Inc/(Dec)
Profit (loss)	1,291	1,654	(363)
Other comprehensive income			
Valuation difference on available-for-sale securities	153	(29)	182
Foreign currency translation adjustment	(16)	(653)	637
Remeasurements of defined benefit plans, net of tax	(23)	(19)	(4)
Total other comprehensive income	114	(701)	815
Comprehensive income	1,405	953	452
Comprehensive income attributable to abstract			
Comprehensive income attributable to owners of the parent	1,387	945	442
Comprehensive income attributable to minority interests	18	8	10

YOKOWO CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS

	Q2/FY2020 Apr'20-Sep'20	Q2/FY2019 Apr'19-Sep'19
Net cash provided by (used in) operating activities		
Income before income taxes	1,732	2,193
Adjustments to reconcile income before income taxes		
To net cash provided by (used in) operating activities:		
Depreciation and amortization	1,394	1,291
Increase (decrease) in allowance for doubtful accounts	(0)	(0)
Increase (decrease) in provision for bonuses	273	248
Increase (decrease) in provision for product warranties	-	(365)
Increase (decrease) in net defined benefit asset and liability	(53)	(33)
Loss (gain) on sales and retirement of noncurrent assets	3	5
Loss (gain) on sales of investment securities	(19)	-
Share of loss (profit) of entities accounted for using equity method	23	-
Foreign exchange losses (gains)	(11)	85
Other, net	19	10
Net changes in operating assets and liabilities		
Decrease (increase) in notes and accounts receivable-trade	(706)	(664)
Decrease (increase) in inventories	(594)	(1,017)
Decrease (increase) in other assets	(133)	(120)
Increase (decrease) in notes and accounts payable-trade	355	1,128
Increase (decrease) in other liabilities	(121)	(69)
Income taxes (paid) refund	(735)	(412)
Net cash provided by (used in) operating activities	1,427	2,280
Net cash provided by (used in) investment activities		
Proceeds from sales of property, plant and equipment	5	8
Purchase of property, plant and equipment	(2,100)	(1,642)
Purchase of intangible assets	(227)	(169)
Purchase of investment securities	(38)	-
Proceeds from sales of investment securities	31	-
Long-term loan advances	(60)	-
Other, net	(21)	(27)
Net cash provided by (used in) investment activities	(2,410)	(1,830)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(4)	(4)
Repayments of lease obligations	(142)	(187)
Cash dividends paid	(322)	(282)
Proceeds from issuance of subscription rights to shares	15	13
Other, net	(0)	(1)
Net cash provided by (used in) financing activities	(453)	(461)
Effect of exchange rate changes on cash and cash equivalents	(40)	(235)
Net increase (decrease) in cash and cash equivalents	(1,476)	(246)
Cash and cash equivalents at beginning of year	12,352	7,190
Cash and cash equivalents at end of period	10,876	6,944

The reconciliation of cash and deposits shown in the consolidated balance sheets and cash and cash equivalent shown in the consolidated statements of cash flows are as follows:

	(Millions of yen)	
	Q2/FY2020 Apr'20-Sep'20	Q2/FY2019 Apr'19-Sep'19
Cash and deposits	10,876	6,944
Time deposits with maturities longer than 3 months	-	-
Cash and cash equivalents	10,876	6,944