

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

(Millions of yen)

<b>ASSETS</b>	<b>Q2/FY2021</b> <b>Sep 30, 2021</b>	<b>FY2020</b> <b>Mar 31, 2021</b>	<b>Inc/(Dec)</b>
<b>Current assets</b>			
Cash and deposits	15,661	15,463	198
Receivables:			
Notes and accounts receivable-trade	10,395	11,026	(631)
Allowance for doubtful accounts	(7)	(3)	(4)
Inventories	13,809	10,313	3,496
Other	1,938	1,618	320
<b>Total current assets</b>	<b>41,796</b>	<b>38,417</b>	<b>3,379</b>
<b>Noncurrent assets</b>			
Net property, plant and equipment	14,354	13,909	445
Intangible assets	1,023	1,003	20
Net defined benefit asset	765	726	39
Investments and other non-current assets	3,027	2,814	213
<b>Total noncurrent assets</b>	<b>19,169</b>	<b>18,452</b>	<b>717</b>
<b>Total assets</b>	<b>60,965</b>	<b>56,869</b>	<b>4,096</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Notes and accounts payable-trade	7,579	6,492	1,087
Short-term loans payable	5,350	5,025	325
Current portion of long-term loans payable	1,600	3,400	(1,800)
Income taxes payable	698	726	(28)
Provision for bonuses	1,004	673	331
Other	3,723	3,565	158
<b>Total current liabilities</b>	<b>19,954</b>	<b>19,881</b>	<b>73</b>
<b>Noncurrent liabilities</b>			
Net defined benefit liability	285	202	83
Other	496	583	(87)
<b>Total noncurrent liabilities</b>	<b>781</b>	<b>785</b>	<b>(4)</b>
<b>Total liabilities</b>	<b>20,735</b>	<b>20,666</b>	<b>69</b>
<b>NET ASSETS</b>			
<b>Shareholders' equity</b>			
Capital stock	7,819	6,388	1,431
Capital surplus	7,805	6,373	1,432
Retained earnings	23,233	22,200	1,033
Treasury stock	(634)	(634)	(0)
<b>Total shareholders' equity</b>	<b>38,223</b>	<b>34,327</b>	<b>3,896</b>
<b>Valuation and translation adjustments</b>			
Valuation difference on available-for-sale securities	523	543	(20)
Foreign currency translation adjustment	1,043	846	197
Remeasurements of defined benefit plans	392	437	(45)
<b>Total valuation and translation adjustments</b>	<b>1,958</b>	<b>1,826</b>	<b>132</b>
<b>Subscription rights to shares</b>	<b>-</b>	<b>9</b>	<b>(9)</b>
<b>Non-controlling interest</b>	<b>49</b>	<b>41</b>	<b>8</b>
<b>Total net assets</b>	<b>40,230</b>	<b>36,203</b>	<b>4,027</b>
<b>Total liabilities and net assets</b>	<b>60,965</b>	<b>56,869</b>	<b>4,096</b>

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

(Millions of yen)

	Q2/FY2021 Apr'21-Sep'21	Q2/FY2020 Apr'20-Sep'20	Inc/(Dec)
<b>Net sales</b>	30,969	27,112	3,857
<b>Costs and expenses</b>			
Cost of sales	24,948	21,444	3,504
Selling, general and administrative expenses	4,018	3,618	400
	<u>28,966</u>	<u>25,062</u>	<u>3,904</u>
<b>Operating income</b>	<u>2,003</u>	<u>2,050</u>	<u>(47)</u>
<b>Other income (expenses)</b>			
Interest and dividends income	31	27	4
Interest expenses	(25)	(39)	14
Foreign exchange gains (losses), net	176	(313)	489
Other	14	7	7
	<u>196</u>	<u>(318)</u>	<u>514</u>
<b>Income before income taxes</b>	<u>2,199</u>	<u>1,732</u>	<u>467</u>
<b>Income taxes</b>			
Income taxes-current and prior periods	711	383	328
Income taxes-deferred	(46)	58	(104)
<b>Total income taxes</b>	<u>665</u>	<u>441</u>	<u>224</u>
<b>Profit (loss)</b>	<u>1,534</u>	<u>1,291</u>	<u>243</u>
<b>Profit (loss) attributable to non-controlling interests</b>	<u>7</u>	<u>18</u>	<u>(11)</u>
<b>Profit (loss) attributable to owners of parent</b>	<u>1,527</u>	<u>1,273</u>	<u>254</u>
<b>Amounts per share of common stock:</b>			
Net income	66.86	62.69	4.17
Diluted net income	-	-	-
Cash dividends applicable to the period	18.00	16.00	2.00

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

	Q2/FY2021 Apr'21-Sep'21	Q2/FY2020 Apr'20-Sep'20	Inc/(Dec)
<b>Profit (loss)</b>	<u>1,534</u>	<u>1,291</u>	<u>243</u>
<b>Other comprehensive income</b>			
Valuation difference on available-for-sale securities	(20)	153	(173)
Foreign currency translation adjustment	198	(16)	214
Remeasurements of defined benefit plans, net of tax	(46)	(23)	(23)
<b>Total other comprehensive income</b>	<u>132</u>	<u>114</u>	<u>18</u>
<b>Comprehensive income</b>	<u>1,666</u>	<u>1,405</u>	<u>261</u>
<b>Comprehensive income attributable to abstract</b>			
Comprehensive income attributable to owners of the parent	1,658	1,387	271
Comprehensive income attributable to minority interests	8	18	(10)

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

	(Millions of yen)	
	Q2/FY2021 Apr'21-Sep'21	Q2/FY2020 Apr'20-Sep'20
<b>Net cash provided by (used in) operating activities</b>		
Income before income taxes	2,199	1,732
Adjustments to reconcile income before income taxes		
To net cash provided by (used in) operating activities:		
Depreciation and amortization	1,562	1,394
Increase (decrease) in allowance for doubtful accounts	4	(0)
Increase (decrease) in provision for bonuses	326	273
Increase (decrease) in net defined benefit asset and liability	(20)	(53)
Loss (gain) on sales and retirement of noncurrent assets	4	3
Loss (gain) on sales of investment securities	-	(19)
Share of loss (profit) of entities accounted for using equity method	(21)	23
Foreign exchange losses (gains)	(77)	(11)
Other, net	(43)	19
Net changes in operating assets and liabilities		
Decrease (increase) in notes and accounts receivable-trade	817	(706)
Decrease (increase) in inventories	(3,359)	(594)
Decrease (increase) in other assets	(222)	(133)
Increase (decrease) in notes and accounts payable-trade	865	355
Increase (decrease) in other liabilities	264	(121)
Income taxes (paid) refund	(766)	(735)
<b>Net cash provided by (used in) operating activities</b>	<b>1,533</b>	<b>1,427</b>
<b>Net cash provided by (used in) investment activities</b>		
Proceeds from sales of property, plant and equipment	5	5
Purchase of property, plant and equipment	(1,923)	(2,100)
Purchase of intangible assets	(220)	(227)
Purchase of investment securities	(10)	(38)
Proceeds from sales of investment securities	-	31
Long-term loan advances	-	(60)
Other, net	(108)	(21)
<b>Net cash provided by (used in) investment activities</b>	<b>(2,256)</b>	<b>(2,410)</b>
<b>Net cash provided by (used in) financing activities</b>		
Net increase (decrease) in short-term loans payable	300	(4)
Repayment of long-term loans payable	(1,800)	-
Proceeds from issuance of shares	2,854	-
Repayments of lease obligations	(159)	(142)
Cash dividends paid	(440)	(322)
Proceeds from issuance of subscription rights to shares	-	15
Other, net	(0)	(0)
<b>Net cash provided by (used in) financing activities</b>	<b>755</b>	<b>(453)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>161</b>	<b>(40)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>193</b>	<b>(1,476)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>15,295</b>	<b>12,352</b>
<b>Cash and cash equivalents at end of period</b>	<b>15,488</b>	<b>10,876</b>

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

	(Millions of yen)	
	Q2/FY2021 Apr'21-Sep'21	Q2/FY2020 Apr'20-Sep'20
Cash and deposits	15,661	10,876
Time deposits with maturities longer than 3 months	(173)	-
Cash and cash equivalents	15,488	10,876