

NOTICE: This is a translation of a part of the notice issued on June 3, 2024 in Japanese and is made solely for the convenience of the foreign shareholders. In case of any discrepancy between the translation and the Japanese original, the latter shall prevail.

Consolidated statement of income (IFRS*)

(Millions of yen)

	Year to March 31, 2024	(Reference) Year to March 31, 2023
Revenue	301,965	279,037
Cost of sales	(123,256)	(112,950)
Gross profit	178,709	166,087
Selling, general and administrative expenses	(91,529)	(96,257)
Research and development expenses	(25,416)	(28,297)
Amortization on intangible assets associated with products	(9,471)	(9,518)
Other income	1,548	3,524
Other expenses	(15,301)	(38,629)
Operating profit (loss)	38,541	(3,090)
Finance income	1,572	1,153
Finance expenses	(2,664)	(1,499)
Share of loss of investments accounted for using equity method	(7,575)	(2,362)
Profit (loss) before tax	29,874	(5,799)
Income tax expenses	(3,171)	(9,184)
Net profit (loss) for the year	26,703	(14,983)
Profit (loss) attributable to		
Owners of the company	26,642	(14,948)
Non-controlling interests	60	(35)
Net profit (loss) for the year	26,703	(14,983)

(Figures are rounded to the nearest million yen)

* International Financial Reporting Standards

Consolidated statement of financial position (IFRS)

(Millions of yen)

	Year ended March 31, 2024	(Reference) Year ended March 31, 2023
Assets		
Non-current assets		
Property, plant and equipment	71,576	66,173
Intangible assets	83,819	96,309
Financial assets	21,832	28,038
Retirement benefit assets	7,165	3,438
Investments from application of equity method	2,574	9,321
Deferred tax assets	10,765	2,810
Other non-current assets	1,829	1,763
Total non-current assets	199,560	207,853
Current assets		
Inventories	43,185	39,352
Trade and other receivables	90,539	107,165
Other financial assets	379	774
Income taxes receivable	—	60
Other current assets	7,453	8,072
Cash and cash equivalents	94,582	57,903
Total current assets	236,139	213,326
Total assets	435,699	421,179

(Figures are rounded to the nearest million yen)

(Millions of yen)

	Year ended March 31, 2024	(Reference) Year ended March 31, 2023
Equity		
Share capital	8,777	8,702
Capital surplus	9,854	9,789
Treasury shares	(1,018)	(364)
Retained earnings	240,029	238,071
Other components of equity	48,411	37,781
Total equity attributable to owners of the company	306,055	293,979
Non-controlling interests	(685)	(683)
Total equity	305,369	293,297
Liabilities		
Non-current liabilities		
Financial liabilities	32,439	33,513
Net defined benefit liabilities	1,292	1,271
Provisions	687	691
Deferred tax liabilities	1,377	1,592
Other non-current liabilities	1,739	1,312
Total non-current liabilities	37,534	38,378
Current liabilities		
Trade and other payables	43,531	44,945
Other financial liabilities	25,711	25,858
Income taxes payable	5,127	6,745
Provisions	1,783	4,212
Other current liabilities	16,643	7,744
Total current liabilities	92,796	89,504
Total liabilities	130,329	127,883
Total equity and liabilities	435,699	421,179

(Figures are rounded to the nearest million yen)

Consolidated statement of changes in equity (IFRS)

Year to March 31, 2024

(Millions of yen)

	Other components of equity						
	Share capital	Capital surplus	Treasury shares	Retained earnings	Remeasurements of defined benefit plans	Net gain or loss on financial assets measured at fair value through other comprehensive income	Foreign currency translation adjustments
Balance at April 1, 2023	8,702	9,789	(364)	238,071	-	7,917	27,971
Comprehensive income							
Net profit (loss) for the year				26,642			
Other comprehensive income					1,829	(1,697)	12,335
Total comprehensive income	-	-	-	26,642	1,829	(1,697)	12,335
Transactions with owners							
Issuance of new shares	75	75					
Repurchase of treasury shares		(20)	(16,933)				
Disposal of treasury shares		1	907				
Cancellation of treasury shares		(15,372)	15,372				
Transfer to Capital surplus from Retained earnings		15,371		(15,371)			
Dividends				(11,881)			
Share-based payments		10					
Other				2,568	(1,829)	(739)	
Total transactions with owners	75	65	(654)	(24,684)	(1,829)	(739)	-
Balance at March 31, 2024	8,777	9,854	(1,018)	240,029	-	5,481	40,306

	Other components of equity						
	Cash flow hedge	Share of other comprehensive income of investments accounted for using equity method	Subscription rights to shares	Total	Total equity attributable to owners of the company	Non-controlling interests	Total equity
Balance at April 1, 2023	-	1,562	331	37,781	293,979	(683)	293,297
Comprehensive income							
Net profit (loss) for the year				-	26,642	60	26,703
Other comprehensive income	(20)	902		13,349	13,349	(63)	13,285
Total comprehensive income	(20)	902	-	13,349	39,991	(3)	39,988
Transactions with owners							
Issuance of new shares			(150)	(150)	0		0
Repurchase of treasury shares				-	(16,953)		(16,953)
Disposal of treasury shares				-	908		908
Cancellation of treasury shares				-	-		-
Transfer to Capital surplus from Retained earnings				-	-		-
Dividends				-	(11,881)		(11,881)
Share-based payments				-	10		10
Other				(2,568)	-		-
Total transactions with owners	-	-	(150)	(2,718)	(27,916)	-	(27,916)
Balance at March 31, 2024	(20)	2,464	181	48,411	306,055	(685)	305,369

(Figures are rounded to the nearest million yen)

Non-consolidated balance sheets (J-GAAP*)

(Millions of yen)

	Year ended March 31, 2024	(Reference) Year ended March 31, 2023
Assets		
Current assets	145,215	145,119
Cash and deposits	34,203	23,831
Notes receivable - trade	472	370
Accounts receivable - trade	65,429	82,998
Merchandise and finished goods	19,471	18,662
Work in process	69	48
Raw materials and supplies	6,590	5,263
Other	19,296	14,227
Allowance for doubtful accounts	(314)	(279)
Non-current assets	126,633	137,785
Property, plant and equipment	35,644	37,035
Buildings	14,602	6,524
Structures	50	53
Machinery and equipment	9,113	2,159
Vehicles	9	5
Tools, furniture and fixtures	1,040	1,031
Land	6,796	6,796
Leased assets	69	147
Construction in progress	3,966	20,320
Intangible assets	26,513	32,708
Manufacturing and marketing approval	12,682	18,422
Software	8,638	8,686
Other	5,194	5,600
Investments and other assets	64,475	68,042
Investment securities	14,270	20,097
Shares and investments in capital of subsidiaries and associates	38,454	38,454
Deferred tax assets	5,704	5,187
Prepaid pension costs	4,302	2,424
Other	3,743	1,880
Long-term allowance for doubtful accounts	(1,997)	-
Total assets	271,848	282,904

(Figures are rounded to the nearest million yen)

* Generally Accepted Accounting Principles in Japan

(Millions of yen)

	Year ended March 31, 2024	(Reference) Year ended March 31, 2023
Liabilities		
Current liabilities	63,108	62,541
Electronically recorded obligations	-	1,306
Accounts payable - trade	19,169	20,059
Short-term borrowings	7,500	7,000
Current portion of long-term borrowings	-	1,907
Accounts payable - other	22,031	23,065
Income taxes payable	3,353	6,325
Consumption taxes payable	-	120
Deposits received	7,571	106
Reserves for bonuses	2,606	2,080
Other	877	571
Non-current liabilities	21,235	21,102
Long-term borrowings	20,000	20,000
Derivative liabilities	29	16
Asset retirement obligations	311	311
Other	895	775
Total liabilities	84,343	83,643
Net assets		
Shareholders' equity	181,839	190,915
Share capital	8,777	8,702
Capital surplus	9,472	9,397
Legal capital surplus	9,472	9,397
Retained earnings	164,608	173,180
Legal retained earnings	1,551	1,551
Other retained earnings	163,057	171,629
Reserve for retirement allowance	372	372
General reserve	89,109	89,109
Retained earnings brought forward	73,576	82,148
Treasury shares	(1,018)	(364)
Valuation and translation adjustments	5,485	8,015
Valuation difference on available-for-sale securities	5,506	8,015
Deffered gains or losses on hedges	(20)	-
Share acquisition rights	181	331
Total net assets	187,505	199,261
Total liabilities and net assets	271,848	282,904

(Figures are rounded to the nearest million yen)

Non-consolidated statement of income (J-GAAP)

(Millions of yen)

	Year to March 31, 2024	(Reference) Year to March 31, 2023
Net sales	195,238	196,589
Cost of sales	92,062	87,415
Gross profit	103,176	109,174
Selling, general and administrative expenses	75,164	84,376
Operating profit	28,013	24,798
Non-operating income	4,279	2,600
Interest and dividend income	536	499
Dividend income of life insurance	157	155
Gain on valuation of derivatives	232	52
Asset rental income	3,196	1,742
Other	156	152
Non-operating expenses	1,019	330
Interest expenses	222	100
Foreign exchange losses	248	39
Litigation expenses	410	51
Other	139	140
Ordinary income	31,272	27,068
Extraordinary income	1,915	1,602
Gain on disposal of non-current assets	2	3
Gain on sales of investment securities	1,912	1,599
Extraordinary losses	7,384	78,549
Loss on disposal of non-current assets	24	23
Impairment losses	-	747
Loss on disaster	755	-
Loss on valuation of shares of subsidiaries and associates	-	77,779
Provision for allowance for doubtful accounts of subsidiaries and associates	1,997	-
Business structure improvement expenses	4,609	-
Income (loss) before income taxes	25,803	(49,879)
Income taxes - current	6,529	6,397
Income taxes - prior periods	-	2,632
Income taxes - deferred	595	471
Net income (loss)	18,680	(59,379)

(Figures are rounded to the nearest million yen)

Non-consolidated statement of changes in net assets (J-GAAP)

Year to March 31, 2024

(Millions of yen)

	Shareholders' equity								
	Common stock	Capital surplus			Retained earnings				
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings			Total retained earnings
					Reserve for retirement allowance	General reserve	Retained earnings brought forward		
Balance at April 1, 2023	8,702	9,397	-	9,397	1,551	372	89,109	82,148	173,180
Changes of items during period									
Issuance of new shares	75	75		75					-
Dividends of surplus				-				(11,881)	(11,881)
Net income (loss)				-				18,680	18,680
Acquisition of treasury shares				-					-
Disposal of treasury shares			1	1					-
Cancellation of treasury shares			(15,372)	(15,372)					-
Transfer to Capital surplus from Retained earnings			15,371	15,371				(15,371)	(15,371)
Net changes of items other than shareholders' equity				-					-
Total changes of items during period	75	75	-	75	-	-	-	(8,572)	(8,572)
Balance at March 31, 2024	8,777	9,472	-	9,472	1,551	372	89,109	73,576	164,608

	Shareholders' equity		Valuation, translation adjustments			Stock subscription rights	Total net assets
	Treasury shares	Total shareholders' equity	Unrealized gains on securities, net of taxes	Deffered gains or losses on hedges	Total valuation, translation adjustments		
Balance at April 1, 2023	(364)	190,915	8,015	-	8,015	331	199,261
Changes of items during period							
Issuance of new shares		150			-		150
Dividends of surplus		(11,881)			-		(11,881)
Net income (loss)		18,680			-		18,680
Acquisition of treasury shares	(16,933)	(16,933)			-		(16,933)
Disposal of treasury shares	907	908			-		908
Cancellation of treasury shares	15,372	-			-		-
Transfer to Capital surplus from Retained earnings		-			-		-
Net changes of items other than shareholders' equity		-	(2,510)	(20)	(2,530)	(150)	(2,680)
Total changes of items during period	(654)	(9,076)	(2,510)	(20)	(2,530)	(150)	(11,756)
Balance at March 31, 2024	(1,018)	181,839	5,506	(20)	5,485	181	187,505

(Figures are rounded to the nearest million yen)