



## (2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
September 30, 2021	303,901	276,102	90.9	3,113.54
March 31, 2021	298,257	266,025	89.2	2,990.72

Reference: Equity

As of September 30, 2021: ¥276,102 million

As of March 31, 2021: ¥266,025 million

Note: The Company has applied the “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020), etc. effective from the beginning of the first quarter ended June 30, 2021. The figures for the second quarter ended September 30, 2021, are the figures after the application of this accounting standard, etc.

## 2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2021	–	80.00	–	105.00	185.00
Fiscal year ending March 31, 2022	–	92.50			
Fiscal year ending March 31, 2022 (Forecast)			–	92.50	185.00

Note: Revision to the most recently announced forecast of dividends: None

## 3. Consolidated earnings forecasts for the fiscal year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2022	90,000	10.7	52,000	8.2	56,000	6.5	40,000	5.3	449.69

Notes 1: Revision to the most recently announced forecast of dividends: None

2. The “Accounting Standard for Revenue Recognition” (ASBJ Statement No. 29, March 31, 2020), etc. was applied from the beginning of the first quarter ended June 30, 2021 and the above consolidated earnings forecasts represent the figures after the application of the said accounting standard, etc. The percentages indicating year-on-year changes were calculated under the assumption that the said accounting standard, etc. had been applied for the fiscal year ended March 31, 2021.

**\* Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

Newly included: –

Excluded: –

(2) Application of special accounting treatments for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement

(i) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

Note: For details, please refer to “(4) Notes to quarterly consolidated financial statements, Changes in accounting policies” under “2. Quarterly consolidated financial statements” of the attached materials on page 9.

(4) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2021	99,600,000 shares
As of March 31, 2021	99,600,000 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2021	10,922,048 shares
As of March 31, 2021	10,649,548 shares

(iii) Average number of shares outstanding during the period

Six months ended September 30, 2021	88,887,911 shares
Six months ended September 30, 2020	88,950,452 shares

\* Quarterly consolidated financial statements are exempt from audit conducted by certified public accountants or an audit corporation.

\* Proper use of earnings forecasts, and other special matters

There have been no revisions to the consolidated earnings forecasts for the full year that were announced on April 22, 2021. The above forecasts were prepared based on information currently available to the Company, and any statements herein do not constitute assurances regarding actual results by the Company. Moreover, actual business and other results may differ from the forecast due to various factors in the future. Please refer to the section of “(4) Explanation of consolidated earnings forecasts and other forward-looking statements” of “1. Qualitative information regarding financial results for the six months ended September 30, 2021” on page 3 of [Attached Material] for details.

## Quarterly consolidated financial statements

### (1) Quarterly consolidated balance sheet

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	150,745	150,621
Notes and accounts receivable - trade	11,035	–
Notes and accounts receivable - trade, and contract assets	–	11,816
Merchandise and finished goods	103	69
Work in process	232	199
Raw materials and supplies	0	5
Other	930	1,144
Allowance for doubtful accounts	(1)	(1)
Total current assets	163,046	163,855
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	26,485	26,160
Land	27,636	27,636
Other, net	2,143	2,556
Total property, plant and equipment	56,265	56,354
Intangible assets		
Other	133	129
Total intangible assets	133	129
Investments and other assets		
Investment securities	74,816	80,030
Other	3,997	3,533
Allowance for doubtful accounts	(2)	(2)
Total investments and other assets	78,811	83,561
Total non-current assets	135,211	140,046
<b>Total assets</b>	<b>298,257</b>	<b>303,901</b>

(Millions of yen)

	As of March 31, 2021	As of September 30, 2021
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	3,523	3,141
Income taxes payable	9,706	8,260
Provision for bonuses	2,372	2,372
Other	8,329	5,788
Total current liabilities	23,931	19,562
Non-current liabilities		
Retirement benefit liability	6,046	5,989
Asset retirement obligations	240	272
Other	2,014	1,975
Total non-current liabilities	8,300	8,237
Total liabilities	32,231	27,799
<b>Net assets</b>		
Shareholders' equity		
Share capital	19,178	19,178
Capital surplus	19,530	19,530
Retained earnings	240,028	251,966
Treasury shares	(22,140)	(27,562)
Total shareholders' equity	256,596	263,112
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10,162	13,490
Revaluation reserve for land	(694)	(481)
Remeasurements of defined benefit plans	(39)	(19)
Total accumulated other comprehensive income	9,428	12,990
Total net assets	266,025	276,102
<b>Total liabilities and net assets</b>	<b>298,257</b>	<b>303,901</b>

**(2) Quarterly consolidated statement of income and consolidated statement of comprehensive income**  
**(Quarterly consolidated statement of income)**

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Net sales	41,015	43,559
Cost of sales	10,860	10,251
Gross profit	30,154	33,308
Selling, general and administrative expenses	6,266	6,937
Operating profit	23,887	26,371
Non-operating income		
Interest income	0	0
Dividend income	307	431
Gain on sale of investment securities	573	3
Share of profit of entities accounted for using equity method	1,481	1,820
Rental income	495	790
Other	47	286
Total non-operating income	2,906	3,332
Non-operating expenses		
Rental expenses	649	766
Other	0	2
Total non-operating expenses	649	768
Ordinary profit	26,144	28,935
Extraordinary income		
Gain on sale of non-current assets	288	1
Gain on sale of shares of subsidiaries and associates	–	1
Total extraordinary income	288	2
Extraordinary losses		
Loss on sale of non-current assets	1	0
Loss on retirement of non-current assets	0	0
Total extraordinary losses	1	0
Profit before income taxes	26,431	28,937
Income taxes - current	7,276	7,944
Income taxes - deferred	48	(284)
Total income taxes	7,324	7,659
Profit	19,107	21,277
Profit attributable to non-controlling interests	–	–
Profit attributable to owners of parent	19,107	21,277

**(Quarterly consolidated statement of comprehensive income)**

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
Profit	19,107	21,277
Other comprehensive income		
Valuation difference on available-for-sale securities	609	2,630
Revaluation reserve for land	1,010	213
Remeasurements of defined benefit plans, net of tax	(101)	27
Share of other comprehensive income of entities accounted for using equity method	476	689
Total other comprehensive income	1,994	3,561
Comprehensive income	21,101	24,839
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	21,101	24,839
Comprehensive income attributable to non-controlling interests	—	—

**(3) Quarterly consolidated statement of cash flows**

(Millions of yen)

	Six months ended September 30, 2020	Six months ended September 30, 2021
<b>Cash flows from operating activities</b>		
Profit before income taxes	26,431	28,937
Depreciation	1,056	1,144
Share of loss (profit) of entities accounted for using equity method	(1,481)	(1,820)
Loss (gain) on sale of investment securities	(573)	(3)
Increase (decrease) in provision for bonuses for directors (and other officers)	(116)	(105)
Increase (decrease) in allowance for doubtful accounts	(0)	0
Increase (decrease) in retirement benefit liability	(118)	(17)
Interest and dividend income	(308)	(432)
Loss (gain) on sale of non-current assets	(287)	(1)
Loss on retirement of non-current assets	–	0
Decrease (increase) in trade receivables	(1,126)	(781)
Decrease (increase) in inventories	14	61
Increase (decrease) in trade payables	(714)	(382)
Other, net	2,790	(2,367)
Subtotal	25,566	24,233
Interest and dividends received	1,014	1,281
Income taxes paid	(7,048)	(9,424)
Net cash provided by (used in) operating activities	19,532	16,090
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(836)	(1,425)
Proceeds from sale of property, plant and equipment	845	3
Purchase of intangible assets	(23)	(44)
Purchase of investment securities	(3,737)	(1)
Proceeds from sale of investment securities	3,600	9
Proceeds from sale of shares of subsidiaries and associates	–	234
Other, net	360	(227)
Net cash provided by (used in) investing activities	207	(1,452)
<b>Cash flows from financing activities</b>		
Dividends paid	(8,005)	(9,339)
Purchase of treasury shares	–	(5,422)
Net cash provided by (used in) financing activities	(8,005)	(14,762)
Net increase (decrease) in cash and cash equivalents	11,734	(124)
Cash and cash equivalents at beginning of period	129,612	150,745
Cash and cash equivalents at end of period	141,346	150,621