# **Consolidated Financial Statements**

For the Second Quarter ended September 30, 2019

# **INNOTECH CORPORATION**

Stock Listed: Tokyo Stock Exchange Section 1

Code No.: 9880

URL: https://www.innotech.co.jp/

3-17-6, Shinyokohama, Kouhoku-ku, Yokohama-shi 222-8580 JAPAN Headquarters:

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President and CEO: Toshihiko Ono U.S. Accounting Principle: Not adopted

(Amounts below one million are rounded down)

#### 1. Consolidated Financial Highlights for the Second Quarter ended September 30, 2019

(April 1, 2019 to September 30, 2019)

(1) Consolidated Operating Results

(% represents the change from the same period in the previous fiscal year)

	Net s	Net sales Operating profit		ng profit	Ordinary profit		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Second Quarter, FY2019	14,186	4.3	619	△ 11.0	678	△ 30.7	427	△ 36.6
Second Quarter, FY2018	13,596	△ 5.6	695	72.8	979	118.6	673	133.0

[Note] Comprehensive income Second Quarter, FY2019: 406 million yen (△13.4%)

Second Quarter, FY2018: 469 million yen (131%)

	Profit attributable to	Diluted profit attributable to	
	owners of parent per share	owners of parent per share	
	yen sen	yen sen	
Second Quarter, FY2019	29.09	27.78	
Second Quarter, FY2018	39.94	38.29	

(2) Consolidated Financial Position

(Z) Consolidated i manolal	i i ooilloii		
	Total assets	Net assets	Net worth ratio
	million yen	million yen	%
Second Quarter, FY2019	33,417	22,059	63.3
FY2018	32.880	21.915	63.9

[Reference] Net worth

Second Quarter, FY2019: 21,142 million yen

FY2018: 21,009 million yen

2. Dividend Payment R	esuits and Outlook							
		Annual dividend per share Total						
	As of Q1-end	As of Q2-end	As of Q3-end	As of Fiscal Year-end	Full Year			
	yen sen	yen sen	yen sen	yen sen	yen sen			
FY2018	_	20.00	_	20.00	40.00			
FY2019	_	20.00						
FY2019 (outlook)			_	20.00	40.00			

[Note] Revision made in the forecast dividend as of the end of the current quarter: None

### 3. Consolidated Business Outlook for FY2019 (April 1, 2019 to March 31, 2020)

( % represents the change from the same period in the previous fiscal year )

	Net s	alec	Operation	ng profit	Ordina	ry profit	Profit attri	butable to	Profit attributable to
	i Net s	ales	Operatii	ig pront	Tonic Ordinary p		Ordinary profit owners of parent		owners of parent per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen sen
FY2019	30,000	0.7	1,600	△ 18.2	1,750	△ 28.9	1,100	△ 26.3	74.83

[Note] Change made in figures of the consolidated business outlook as of the end of the current quarter from the previous announcement: None

#### **Notes to Consolidated Financial Statements**

(1) Change in significant subsidiaries during the second quarter : None

Newly — (Name of Company) — Exception — (Name of Company) —

(2) Application of peculiar methods for accounting procedures : None

(3) Changes in accounting procedures:

Related to accounting standard revisions etc.
 Other changes
 Changes in accounting estimates
 Modified restatements
 None

(4) Number of shares outstanding (common stock)

① Total outstanding shares including treasury shares as of:

September 30, 2019 15,700,000 shares March 31, 2019 15,700,000 shares

② Outstanding treasury shares as of:

September 30, 2019 1,000,018 shares March 31, 2019 1,011,618 shares

3 Average outstanding shares for the second quarter ended:

September 30, 2019 14,691,298 shares September 30, 2018 16,865,681 shares

[Note] Information about quarterly review procedure execution:

This earnings release report is not subject to audit procedures based on the Financial Instruments and Exchange Act. At the time of disclosure of this report, the audit procedures for the financial statements are in progress.

[Note] Request for appropriate use of the business outlook and other special remarks:

The information provided in this documentation includes forward looking statements based on current expectations, forecasts or beliefs. Such forward looking statements include a number of preliminary assumptions about future events that are subject to factors and uncertainties that could cause actual results to differ materially from those described in the forward looking statements.

		(Unit: thousand yen)
	As of March 31, 2019	As of September 30, 2019
Assets		
Current assets	4 400 407	5,000,000
Cash and deposits  Notes and accounts receivable - trade	4,498,187	5,602,826
Merchandise and finished goods	7,428,417 2,951,313	5,711,278 2,732,899
Work in process	495,908	829,585
Raw materials	475,322	498,163
Other	1,551,091	2,296,330
Allowance for doubtful accounts	1,331,091	∠,290,330 △4,103
Total current assets	17,400,241	17,666,980
Non-current assets	17,400,241	17,000,000
Property, plant and equipment		
Buildings and structures	8,103,451	8,201,875
Accumulated depreciation	△4,457,036	△4,539,178
Buildings and structures, net	3,646,414	3,662,697
Land	5,721,345	5,721,345
Other	2,382,879	2,472,404
Accumulated depreciation	△1,379,734	△1,453,513
Other, net	1,003,145	1,018,891
Total property, plant and equipment	10,370,905	10,402,933
Intangible assets		
Goodwill	775,795	671,830
Other	713,800	824,545
Total intangible assets	1,489,596	1,496,375
Investments and other assets		, ,
Investment securities	1,850,568	1,981,280
Other	1,769,557	1,869,743
Total investments and other assets	3,620,126	3,851,023
Total non-current assets	15,480,628	15,750,332
Total assets	32,880,869	33,417,313
Liabilities		
Current liabilities		
Notes and accounts payable - trade	1,637,306	1,667,515
Short-term borrowings	361,000	348,000
Current portion of long-term borrowings	366,664	366,664
Income taxes payable	433,645	319,577
Advances received	2,498,582	3,464,277
Provision for bonuses	281,151	377,118
Provision for bonuses for directors	_	10,900
Other	1,576,783	1,129,999
Total current liabilities	7,155,133	7,684,053
Non-current liabilities	0.000.000	0.000.000
Bonds payable	2,200,000	2,200,000
Long-term borrowings	958,338	775,006
Provision for retirement benefits for directors	120,226	129,867
Retirement benefit liability	208,698	223,746
Other	323,009	345,301
Total non-current liabilities	3,810,272	3,673,921
Total liabilities	10,965,406	11,357,974
Net assets		
Shareholders' equity	10 517 150	10 517 150
Share capital	10,517,159	10,517,159
Capital surplus	4,506,159	4,506,159
Retained earnings	7,261,876	7,436,753
Treasury shares	<u>△1,268,187</u>	△1,253,645
Total shareholders' equity	21,017,009	21,206,428
Accumulated other comprehensive income	FC 0FF	47.070
Valuation difference on available-for-sale securities	56,855 A 20,207	47,373
Deferred gains or losses on hedges	△30,307	△13,061
Foreign currency translation adjustment	Δ13,638	△79,321
Remeasurements of defined benefit plans	<u>△20,308</u>	△18,853
Total accumulated other comprehensive income	<u> </u>	△63,863
Share acquisition rights	278,663	278,494
Non-controlling interests	627,191	638,280
Total net assets  Total liabilities and net assets	21,915,463 32,880,869	22,059,339 33,417,313

additions consolidated obtainments of moonie		(Unit: thousand yen)
	Six months ended	Six months ended
	September 30, 2018	September 30, 2019
Net sales	13,596,090	14,186,623
Cost of sales	9,276,071	9,774,071
Gross profit	4,320,018	4,412,551
Selling, general and administrative expenses	3,624,099	3,793,268
Operating profit	695,919	619,282
Non-operating income		
Rental income from real estate	229,358	229,150
Gain on investments in investment partnerships	117,139	_
Other	119,218	44,703
Total non-operating income	465,716	273,854
Non-operating expenses		
Rental expenses on real estate	151,175	156,780
Other	31,459	58,099
Total non-operating expenses	182,634	214,879
Ordinary profit	979,001	678,257
Extraordinary income		
Gain on sales of non-current assets	888	_
Gain on reversal of share acquisition rights		168
Total extraordinary income	888	168
Profit before income taxes	979,889	678,425
Income taxes	269,339	215,284
Profit	710,550	463,141
Profit attributable to non-controlling interests	36,897	35,717
Profit attributable to owners of parent	673,652	427,423

# Quarterly Consolidated Statements of Comprehensive Income

		(Unit: thousand yen)
	Six months ended	Six months ended
	September 30, 2018	September 30, 2019
Profit	710,550	463,141
Other comprehensive income		
Valuation difference on available-for-sale securities	193	△9,481
Deferred gains or losses on hedges	△119,122	17,246
Foreign currency translation adjustment	△117,684	△65,522
Remeasurements of defined benefit plans, net of tax	△3,944	1,455
Total other comprehensive income	△240,557	△56,303
Comprehensive income	469,992	406,838
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	436,945	370,959
Comprehensive income attributable to non-controlling interests	33,047	35,878

Cash flows from operating activities         Six months ended September 30, 2019         Six months ended September 30, 2019           Cash flows from operating activities         979.889         678.425           Profit before income taxes         979.889         385.145           Amortization of goodwill         103.965         103.965           Increase (decrease) in provision for bonuses         107.176         100.522           Increase (decrease) in provision for bonuses         107.176         100.522           Increase (decrease) in invertement benefit liability         14.883         3.282           Interest and dividend income         Δ5.217         Δ.6.671           Loss (gain) on investments in investment partnerships         Δ117.139         15.087           Share of loss (profit) of entitles accounted for using equity method         Δ.1414         Δ.3.930           Decrease (increase) in inventiories and advance payments - trade         Δ.2.113.748         Δ.794.292           Increase (decrease) in inventiories and advance payments - trade         Δ.2.113.748         Δ.794.292           Increases (forcrease) in inventiories and advance payments - trade         Δ.2.113.748         Δ.794.292           Increase (decrease) in inventiories and advance payments - trade         Δ.2.13.748         Δ.798.292           Increase (decrease) in advances received         8.9	Quarterly Controlled Charles of Capital Control		(Unit: thousand yen)
Cash flows from operating activities         979,889         678,425           Depreciation         358,936         385,145           Amortization of goodwill         103,965         103,965           Increase (decrease) in provision for bonuses         101,176         100,522           Increases (decrease) in provision for bonuses         101,176         100,522           Increase (decrease) in provision for bonuses         101,176         100,822           Increase (decrease) in interiment benefit liability         14,883         3,282           Interest and dividend income         A52,17         A6,671           Loss (gain) on investments in investment partnerships         111,139         15,087           Share of loss (profit) of entities accounted for using equity method         A1,414         A3,930           Decrease (increase) in inventories and advance payments - trade         A2,113,748         A794,222           Increase (decrease) in inventories and advance payments - trade         A2,113,748         A794,222           Increase (decrease) in inventories and advance payments - trade         A2,113,748         A794,222           Increase (decrease) in inventories and advance payments - trade         A2,113,749         A8,965           Other, net         A40,779         A3,980           Subtotal         202,225		Six months ended	Six months ended
Profit before income taxes   979,889   678,425   Sepreciation   358,936   385,145   Amortization of goodwill   103,965   103,965   103,965   Increase (decrease) in allowance for doubtful accounts   — 4,103   100,522   Increase (decrease) in provision for bonuses   107,176   100,522   Increase (decrease) in retirement benefit liability   14,883   3,282   Interest and dividend income   △5,217   △6,671   Loss (gain) on investments in investment partnerships   △117,139   15,087   Share of loss (profit) of entities accounted for using equity method   △1,141   △3,930   Decrease (increase) in trade receivables   345,952   1,703,093   Decrease (increase) in trade receivables   345,952   1,703,093   Decrease (increase) in inventories and advance payments - trade   △2,113,748   △794,292   Lorease (decrease) in trade payables   440,779   △390,203   Cotter, not   △4040,779   △390,203   Subtotal   206,225   2,835,113   Interest and dividends received   5,289   6,584   Interest paid   √9,44   △5,558   Income taxes (paid) refund   △407,867   △409,864   Net cash provided by (used in) operating activities   √20,900   △201,740   Proceeds from withdrawal of time deposits   △200,000   △201,740   Proceeds from withdrawal of time deposits   △200,000   △201,740   Proceeds from withdrawal of time deposits   △200,000   △201,740   Proceeds from cancellation of insurance funds   △43,996   △55,934   Oktobar   Oktobar		September 30, 2018	September 30, 2019
Depreciation         358,936         355,145           Amortization of goodwill Increase (decrease) in allowance for doubtful accounts         —         4,103           Increase (decrease) in provision for bonuses         107,176         100,522           Increase (decrease) in incretiment benefit liability         14,883         3,282           Interest and dividend income         △5,217         △6,671           Loss (gain) on investments in investment partnerships         △11,113         15,087           Share of loss (profit) of entities accounted for using equity method         △1,414         △3,930           Decrease (increase) in trade receivables         345,952         1,703,093           Decrease (increase) in trade receivables         345,952         1,703,093           Increase (decrease) in trade payables         114,497         48,696           Increase (decrease) in advances received         859,223         987,889           Other, net         △440,779         △390,203           Subtotal         206,225         2,835,113           Interest paid         △944         △5,558           Interest paid         △944         △5,558           Interest paid         △945         △45,861           Net cash provided by (used in) operating activities         △197,296         2,40	Cash flows from operating activities		
Amortization of goodwill   103,965   103,965   103,965   Increase (decrease) in rallowance for doubtful accounts   — 4,103   Increase (decrease) in provision for bonuses   107,176   100,522   Increase (decrease) in provision for bonuses   107,176   100,522   Increase (decrease) in retirement benefit liability   14,883   3,282   Interest and dividend income   ∆5,217   ∆6,671   ∆6,671   Loss (gain) on investments in investment partnerships   ∆117,139   15,087   Share of loss (profit) of entities accounted for using equity method   ∆1,414   ∆3,930   Decrease (increase) in trade receivables   345,952   1,703,093   Decrease (increase) in trade receivables   345,952   1,703,093   Decrease (increase) in inventories and advance payments - trade   ∆2,113,748   ∆794,292   1,678,293	Profit before income taxes	979,889	678,425
Increase (decrease) in provision for bonuses         107,176         100,522           Increase (decrease) in provision for bonuses         107,176         100,522           Increase (decrease) in retirement benefit liability         14,883         3,282           Interest and dividend income         ∆5,217         ∆6,671           Loss (gain) on investments in investment partnerships         ∆117,139         15,087           Share of loss (profit) of entities accounted for using equity method         ∆1,414         ∆3,390           Decrease (increase) in trade receivables         345,952         1,703,093           Decrease (increase) in trade payables         114,497         48,095           Increase (decrease) in advances received         &52,232         987,889           Other, net         ∆440,779         ∆390,203           Subtotal         206,225         2,335,113           Interest and dividends received         5,289         6,584           Interest paid         ∆94         ∆5,583           Increase (paid) refund         ∆40,7867         ∆430,084           Net cash provided by (used in) operating activities         ∆197,296         2,405,954           Payments into time deposits         ∆200,000         ∆20,1740           Puyments into time deposits         ∆200,000	Depreciation	358,936	385,145
Increase (decrease) in retirement benefit liability         14,883         3,282           Increase (decrease) in retirement benefit liability         14,883         3,282           Interest and dividend income         ∆5,217         ∆6,671           Loss (gain) on investments in investment partnerships         ∆117,139         15,087           Share of loss (profit) of entities accounted for using equity method         ∆14,144         ∆3,930           Decrease (increase) in trade receivables         345,952         1,703,093           Decrease (increase) in trade receivables         42,113,748         ∆794,292           Increase (decrease) in trade payables         114,497         48,966           Increase (decrease) in trade payables         114,497         48,966           Increase (decrease) in advances received         859,223         987,889           Other, net         ∆40,779         ∆390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest paid         4,440         4,5558	Amortization of goodwill	103,965	103,965
Increase (decrease) in retirement benefit liability         14,883         3,282           Interest and dividend income         ∆5,217         ∆6,671           Loss (gain) on investments in investment partnerships         ∆117,139         15,087           Share of loss (profit) of entities accounted for using equity method         ∆1,414         ∆3,930           Decrease (increase) in trade receivables         345,952         1,703,093           Decrease (increase) in inventories and advance payments - trade         ∆2,113,748         ∆794,292           Increase (decrease) in inventories and advance payments - trade         ∆2,113,748         ∆794,292           Increase (decrease) in trade payables         114,497         4,896           Increase (decrease) in advances received         359,223         987,889           Cher, net         ∆440,779         ∆390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest and dividends receiv	Increase (decrease) in allowance for doubtful accounts	_	4,103
Interest and dividend income         Δ.5.217         Δ.6.671           Loss (gain) on investments in investment partnerships         Δ.117,139         15.087           Share of loss (profit) of entities accounted for using equity method         Δ.14,14         Δ.3,300           Decrease (increase) in trade receivables         345,952         1,703,093           Decrease (increase) in investment and advance payments - trade         Δ.2,113,748         Δ.794,292           Increase (decrease) in trade payables         114,497         4.8696           Increase (decrease) in advances received         859,223         987,889           Cother, net         Δ.400,779         Δ.390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest and dividends received         5,289         6,584           Interest paid         Δ.944         Δ.5,658           Income taxes (paid) refund         Δ.407,867         Δ.430,084           Net cash provided by (used in) operating activities         Δ.197,296         2,405,594           Cash flows from investing activities         Δ.200,000         Δ.201,740           Payments into time deposits         300,000         Δ.201,740           Porcease from withdrawal of time deposits	Increase (decrease) in provision for bonuses	107,176	100,522
Loss (gain) on Investments in investment partnerships         ∆117,139         15087           Share of loss (profit) of entities accounted for using equity method         ∆1,414         ∆3,930           Decrease (increase) in inventories and advance payments - trade         ∆2,113,748         △794,292           Increase (decrease) in inventories and advance payments - trade         ∆2,113,748         △794,292           Increase (decrease) in inventories and advances received         859,223         987,889           Other, net         △440,779         △390,203           Subtotal         206,225         ∠383,5113           Interest and dividends received         5,289         6,584           Income taxes (paid) refund         △407,867         △430,084           Net cash provided by (used in) operating activities         △197,296         ∠405,954           Cash flows from investing activities         △200,000         △201,740           Proceeds from withdrawal of time deposits         △200,000         △201,740           Proceeds from investing activities         △200,000         △201,740           Proceeds from withdrawal of time deposits         △200,000         △201,740           Proceeds from investing activities         △283,860         △247,919           Purchase of investment securities         △184,799         △27,9	Increase (decrease) in retirement benefit liability	14,883	3,282
Share of loss (profit) of entities accounted for using equity method         ∆ 1,414         ∆ 3,930           Decrease (increase) in trade receivables         345,952         1,703,093           Decrease (increase) in inventories and advance payments - trade         ∆2,113,748         ∆ 794,292           Increase (decrease) in trade payables         114,497         48,696           Increase (decrease) in advances received         859,223         987,889           Other, net         ∆440,779         ∆390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,564           Interest and Exes (paid) refund         ∆944         ∆5,658           Income taxes (paid) refund         ∆407,867         ∆430,084           Net cash provided by (used in) operating activities         ∠197,296         ≥,405,554           Cash flows from investing activities         ∠200,000         △201,740           Payments into time deposits         ∆200,000         △201,740           Porceads from withdrawal of time deposits         3000,000         200,000           Purchase of property, plant and equipment         △160,246         △237,752           Purchase of investment securities         △184,631         △55,793           Purchase of investment securitie	Interest and dividend income	△5,217	△6,671
Decrease (increase) in trade receivables         345,952         1,70,3093           Decrease (increase) in inventories and advance payments - trade         Δ2,113,748         Δ794,292           Increase (decrease) in trade payables         114,497         48,696           Increase (decrease) in advances received         859,223         987,889           Other, net         Δ440,779         Δ390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest and dividends received         5,289         6,584           Interest and dividends received         Δ944         Δ5,658           Income taxes (paid) refund         Δ407,867         Δ430,084           Net cash provided by (used in) operating activities         Δ197,296         2,405,994           Cash flows from investing activities         300,000         200,000           Payments into time deposits         Δ200,000         Δ201,140           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of integer my plant and equipment         Δ160,246         Δ237,752           Purchase of insurance funds         Δ283,660         Δ247,919           Purchase of insurance funds         Δ45,811         Δ55,819 <td>Loss (gain) on investments in investment partnerships</td> <td>△117,139</td> <td>15,087</td>	Loss (gain) on investments in investment partnerships	△117,139	15,087
Decrease (increase) in inventories and advance payments - trade         Δ2,113,748         Δ794,292           Increase (decrease) in trade payables         114,497         48,696           Increase (decrease) in advances received         859,223         987,888           Other, net         Δ440,779         Δ390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest paid         Δ944         Δ5,658           Income taxes (paid) refund         Δ407,867         Δ430,084           Net cash provided by (used in) operating activities         309,7296         2,405,954           Cash flows from investing activities         300,000         200,000           Payments into time deposits         300,000         200,000           Purchase of inow withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         Δ160,246         Δ237,752           Purchase of investment securities         Δ18,799         Δ427,850           Purchase of investment securities         Δ18,799         Δ427,850           Purchase of investment securities         Δ18,799         Δ427,850           Purchase of insurance funds         76,288         16,543	Share of loss (profit) of entities accounted for using equity method	△1,414	△3,930
Increase (decrease) in trade payables         114.497         48.696 Increase (decrease) in advances received         859.23         987.889           Other, net         △440,779         △3902,03           Subtotal         206.225         2.835,113           Interest and dividends received         5.289         6.584           Interest paid         △944         △5.658           Income taxes (paid) refund         △407.867         △430.084           Net cash provided by (used in) operating activities         △197.296         2.405.934           Cash flows from investing activities         300.000         200.000           Payments into time deposits         △200,000         △201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, lant and equipment         △160.246         △237.752           Purchase of intangible assets         △283.860         △247.919           Purchase of insurance funds purchase of insurance funds         △45.631         △55.93           Purchase of insurance funds         △48.499         △27.850           Purchase of insurance funds         √48.996         △53.844           Proceeds from cancellation of insurance funds         76.288         16.543           Other, net         13.03	Decrease (increase) in trade receivables	345,952	1,703,093
Increase (decrease) in advances received         859.223         987,889           Other, net         △440,779         △390.203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest paid         △494         △5,658           Income taxes (paid) refund         △407,867         △430,084           Net cash provided by (used in) operating activities         ————————————————————————————————————	Decrease (increase) in inventories and advance payments - trade	△2,113,748	△794,292
Other, net         Δ440,779         Δ390,203           Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Interest paid         Δ944         Δ5,658           Income taxes (paid) refund         Δ407,867         Δ430,084           Net cash provided by (used in) operating activities         Δ197,296         2,405,954           Cash flows from investing activities         Δ200,000         Δ201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         Δ160,246         Δ237,752           Purchase of investing activities         Δ283,860         Δ247,919           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of investment securities         Δ184,799         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         500,000         -           Net increa	Increase (decrease) in trade payables	114,497	48,696
Subtotal         206,225         2,835,113           Interest and dividends received         5,289         6,584           Income taxes (paid) refund         △944         △5,658           Net cash provided by (used in) operating activities         △197,296         2,405,954           Cash flows from investing activities         ✓         200,000         △201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         △160,246         △237,752           Purchase of intangible assets         △283,860         △247,919           Purchase of long-term prepaid expenses         △45,631         △55,793           Purchase of investment securities         △184,799         △427,850           Purchase of insurance funds         76,288         16,543           Other, net         13,037         △12,474           Net cash provided by (used in) investing activities         ✓         △529,207         △1,020,81           Cash flows from financing activities         ✓         √6,292,07         △1,020,81           Net increase (decrease) in short-term borrowings         408,300         −           Net increase (from long-term borrowings         500,000         −           Repayments of long-term borrowin	Increase (decrease) in advances received	859,223	987,889
Interest and dividends received         5,289         6,584           Interest paid         ∆944         ∆5,658           Income taxes (paid) refund         ∆407,867         ∆430,084           Net cash provided by (used in) operating activities         ∆197,296         2,405,954           Cash flows from investing activities         ■           Payments into time deposits         ∆200,000         ∆201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         ∆160,246         ∆237,752           Purchase of intangible assets         ∆283,860         ∆247,919           Purchase of inong-term prepaid expenses         ∆45,631         ∆55,793           Purchase of investment securities         ∆184,799         ∆427,850           Purchase of investment securities         ∆43,996         ∆53,844           Proceeds from cancellation of insurance funds         ₹6,288         16,543           Other, net         13,037         ∆12,474           Net cash provided by (used in) investing activities         ∆529,207         ∆1,020,831           Cash flows from financing activities         408,300         −           Net increase (decrease) in short-term borrowings         408,300         −	Other, net	△440,779	△390,203
Interest paid         ∆944         ∆5,658           Income taxes (paid) refund         ∆407,867         ∆430,084           Net cash provided by (used in) operating activities         ∠197,296         ≥,405,954           Cash flows from investing activities         2           Payments into time deposits         ∆200,000         ∆201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         ∆160,246         ∆237,752           Purchase of intangible assets         ∆283,860         ∆247,919           Purchase of iny-term prepaid expenses         ∆45,631         ∆55,793           Purchase of investment securities         ∆184,799         ∆427,850           Purchase of insurance funds         ∆43,996         ∆53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         ∆529,207         ∆1,020,831           Cash flows from financing activities         ∆529,207         ∆1,020,831           Cash flows from fong-term borrowings         408,300         −           Net cash provided by (used in) investing activities         500,000         −           Repayments of long-term borrowings         △1,466         △183,332           <	Subtotal	206,225	2,835,113
Income taxes (paid) refund         △407,867         △430,084           Net cash provided by (used in) operating activities         △197,296         2,405,954           Cash flows from investing activities         ×         ×           Payments into time deposits         △200,000         △201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         △160,246         △237,752           Purchase of intangible assets         △483,860         △247,919           Purchase of iong-term prepaid expenses         △45,631         △55,793           Purchase of investment securities         △184,799         △427,850           Purchase of insurance funds         △43,996         △53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         △12,474           Net cash provided by (used in) investing activities         △529,207         △1,020,831           Cash flows from financing activities         √48,000         −           Net increase (decrease) in short-term borrowings         408,300         −           Repayments of long-term borrowings         △41,866         △183,332           Proceeds from long-term borrowings         △41,866	Interest and dividends received	5,289	6,584
Income taxes (paid) refund         ∆407,867         ∆430,084           Net cash provided by (used in) operating activities         ∠197,296         2,405,954           Cash flows from investing activities         ∞200,000         △201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         △160,246         △237,752           Purchase of intangible assets         △48,3860         △247,919           Purchase of investment securities         △45,631         △55,793           Purchase of investment securities         △184,799         △427,850           Purchase of insurance funds         △43,996         △53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         △12,474           Net cash provided by (used in) investing activities         △529,207         △1,020,831           Cash flows from financing activities         √829,207         △1,020,831           Cash flows from long-term borrowings         408,300         −           Net increase (decrease) in short-term borrowings         408,300         −           Repayments of long-term borrowings         △41,666         △183,332           Proceeds from long-term borrowings	Interest paid	△944	△5,658
Net cash provided by (used in) operating activities         Δ197,296         2,405,954           Cash flows from investing activities         300,000         △201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         △160,246         △237,752           Purchase of intengible assets         △45,631         △55,793           Purchase of investment securities         △184,799         △427,850           Purchase of insurance funds         △43,996         △53,844           Proceeds from cancellation of insurance funds         √6,288         16,543           Other, net         13,037         △12,474           Net cash provided by (used in) investing activities         △529,207         △1,020,831           Cash flows from financing activities         √6,288         16,543           Net increase (decrease) in short-term borrowings         408,300         −           Proceeds from long-term borrowings         500,000         −           Repayments of long-term borrowings         500,000         −           Repayments of long-term borrowings         △1,344,666         △183,332           Proceeds from issuance of bonds         1,200,000         −           Purchase of treasury shares         △1,344,649 <td></td> <td>△407,867</td> <td>△430,084</td>		△407,867	△430,084
Cash flows from investing activities         Δ200,000         Δ201,740           Payments into time deposits         300,000         200,000           Purchase of property, plant and equipment         Δ160,246         Δ237,752           Purchase of intangible assets         Δ283,860         Δ247,919           Purchase of long-term prepaid expenses         Δ45,631         Δ55,793           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of investment securities         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         −           Net increase (decrease) in short-term borrowings         408,300         −           Proceeds from long-term borrowings         500,000         −           Repayments of long-term borrowings         Δ1,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         −           Purchase of treasury shares         Δ1,344,649         −           Dividends paid         Δ317,275         Δ264,606	,,		
Payments into time deposits         Δ200,000         Δ201,740           Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         Δ160,246         Δ237,752           Purchase of intangible assets         Δ283,860         Δ247,919           Purchase of long-term prepaid expenses         Δ45,631         Δ55,793           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of insurance funds         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         Δ83,000         —           Net increase (decrease) in short-term borrowings         408,300         —           Proceeds from long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606			
Proceeds from withdrawal of time deposits         300,000         200,000           Purchase of property, plant and equipment         Δ160,246         Δ237,752           Purchase of intangible assets         Δ283,860         Δ247,919           Purchase of intengible assets         Δ45,631         Δ55,793           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of insurance funds         Λ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         —           Net increase (decrease) in short-term borrowings         408,300         —           Proceeds from long-term borrowings         500,000         —           Repayments of long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166 <t< td=""><td>_</td><td>△200,000</td><td>△201,740</td></t<>	_	△200,000	△201,740
Purchase of property, plant and equipment         Δ160,246         Δ237,752           Purchase of intangible assets         Δ283,860         Δ247,919           Purchase of long-term prepaid expenses         Δ45,631         Δ55,793           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of insurance funds         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         —           Net increase (decrease) in short-term borrowings         408,300         —           Proceeds from long-term borrowings         500,000         —           Repayments of long-term borrowings         441,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash pr	·	300,000	
Purchase of intangible assets         Δ283,860         Δ247,919           Purchase of long-term prepaid expenses         Δ45,631         Δ55,793           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of insurance funds         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         —           Net increase (decrease) in short-term borrowings         500,000         —           Proceeds from long-term borrowings         500,000         —           Repayments of long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606           Obividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           E	•	△160,246	
Purchase of long-term prepaid expenses         Δ45,631         Δ55,793           Purchase of investment securities         Δ184,799         Δ427,850           Purchase of investment securities         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         —           Net increase (decrease) in short-term borrowings         408,300         —           Proceeds from long-term borrowings         500,000         —           Repayments of long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ390,648         860,401 <td></td> <td>△283,860</td> <td>△247,919</td>		△283,860	△247,919
Purchase of investment securities         Δ184,799         Δ427,850           Purchase of insurance funds         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         —           Net increase (decrease) in short-term borrowings         500,000         —           Proceeds from long-term borrowings         500,000         —           Repayments of long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ51,554         Δ54,162           Net increase (decrease) in cash and cash equivalents         Δ390,648         860	-	△45,631	
Purchase of insurance funds         Δ43,996         Δ53,844           Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         **           Net increase (decrease) in short-term borrowings         408,300         -           Proceeds from long-term borrowings         500,000         -           Proceeds from issuance of bonds         1,200,000         -           Purchase of treasury shares         Δ1,344,649         -           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ51,554         Δ54,162           Net increase (decrease) in cash and cash equivalents         Δ390,648         860,401           Cash and cash equivalents at beginning of period         5,453,186         4,288,463           Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consol		△184,799	
Proceeds from cancellation of insurance funds         76,288         16,543           Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         ***         ***           Net increase (decrease) in short-term borrowings         408,300         -           Proceeds from long-term borrowings         500,000         -           Repayments of long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         -           Purchase of treasury shares         Δ1,344,649         -           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ51,554         Δ54,162           Net increase (decrease) in cash and cash equivalents         Δ390,648         860,401           Cash and cash equivalents at beginning of period         5,453,186         4,288,463           Increase in cash and cash equivalents resulting from inclu			
Other, net         13,037         Δ12,474           Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         ***           Net increase (decrease) in short-term borrowings         408,300         -           Proceeds from long-term borrowings         500,000         -           Repayments of long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         -           Purchase of treasury shares         Δ1,344,649         -           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ51,554         Δ54,162           Net increase (decrease) in cash and cash equivalents         Δ390,648         860,401           Cash and cash equivalents at beginning of period         5,453,186         4,288,463           Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation         -         206,047	Proceeds from cancellation of insurance funds		
Net cash provided by (used in) investing activities         Δ529,207         Δ1,020,831           Cash flows from financing activities         408,300         −           Net increase (decrease) in short-term borrowings         500,000         −           Proceeds from long-term borrowings         Δ41,666         Δ183,332           Proceeds from issuance of bonds         1,200,000         −           Purchase of treasury shares         Δ1,344,649         −           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ51,554         Δ54,162           Net increase (decrease) in cash and cash equivalents         Δ390,648         860,401           Cash and cash equivalents at beginning of period         5,453,186         4,288,463           Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation         −         206,047	Other, net	13.037	
Cash flows from financing activities408,300—Net increase (decrease) in short-term borrowings500,000—Proceeds from long-term borrowings500,000—Repayments of long-term borrowings $\Delta$ 41,666 $\Delta$ 183,332Proceeds from issuance of bonds1,200,000—Purchase of treasury shares $\Delta$ 1,344,649—Dividends paid $\Delta$ 317,275 $\Delta$ 264,606Dividends paid to non-controlling interests $\Delta$ 30,000 $\Delta$ 22,166Other, net12,701 $\Delta$ 454Net cash provided by (used in) financing activities387,409 $\Delta$ 470,559Effect of exchange rate change on cash and cash equivalents $\Delta$ 51,554 $\Delta$ 54,162Net increase (decrease) in cash and cash equivalents $\Delta$ 390,648860,401Cash and cash equivalents at beginning of period5,453,1864,288,463Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation—206,047			
Net increase (decrease) in short-term borrowings408,300—Proceeds from long-term borrowings500,000—Repayments of long-term borrowingsΔ41,666Δ183,332Proceeds from issuance of bonds1,200,000—Purchase of treasury sharesΔ1,344,649—Dividends paidΔ317,275Δ264,606Dividends paid to non-controlling interestsΔ30,000Δ22,166Other, net12,701Δ454Net cash provided by (used in) financing activities387,409Δ470,559Effect of exchange rate change on cash and cash equivalentsΔ51,554Δ54,162Net increase (decrease) in cash and cash equivalentsΔ390,648860,401Cash and cash equivalents at beginning of period5,453,1864,288,463Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation—206,047			
Proceeds from long-term borrowings500,000—Repayments of long-term borrowingsΔ41,666Δ183,332Proceeds from issuance of bonds1,200,000—Purchase of treasury sharesΔ1,344,649—Dividends paidΔ317,275Δ264,606Dividends paid to non-controlling interestsΔ30,000Δ22,166Other, net12,701Δ454Net cash provided by (used in) financing activities387,409Δ470,559Effect of exchange rate change on cash and cash equivalentsΔ51,554Δ54,162Net increase (decrease) in cash and cash equivalentsΔ390,648860,401Cash and cash equivalents at beginning of period5,453,1864,288,463Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation—206,047	<del>_</del>	408.300	_
Repayments of long-term borrowingsΔ41,666Δ183,332Proceeds from issuance of bonds1,200,000—Purchase of treasury sharesΔ1,344,649—Dividends paidΔ317,275Δ264,606Dividends paid to non-controlling interestsΔ30,000Δ22,166Other, net12,701Δ454Net cash provided by (used in) financing activities387,409Δ470,559Effect of exchange rate change on cash and cash equivalentsΔ51,554Δ54,162Net increase (decrease) in cash and cash equivalentsΔ390,648860,401Cash and cash equivalents at beginning of period5,453,1864,288,463Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation—206,047			_
Proceeds from issuance of bonds         1,200,000         —           Purchase of treasury shares         Δ1,344,649         —           Dividends paid         Δ317,275         Δ264,606           Dividends paid to non-controlling interests         Δ30,000         Δ22,166           Other, net         12,701         Δ454           Net cash provided by (used in) financing activities         387,409         Δ470,559           Effect of exchange rate change on cash and cash equivalents         Δ51,554         Δ54,162           Net increase (decrease) in cash and cash equivalents         Δ390,648         860,401           Cash and cash equivalents at beginning of period         5,453,186         4,288,463           Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation         —         206,047		·	△183.332
Purchase of treasury shares $\Delta 1,344,649$ $-$ Dividends paid $\Delta 317,275$ $\Delta 264,606$ Dividends paid to non-controlling interests $\Delta 30,000$ $\Delta 22,166$ Other, net $12,701$ $\Delta 454$ Net cash provided by (used in) financing activities $387,409$ $\Delta 470,559$ Effect of exchange rate change on cash and cash equivalents $\Delta 51,554$ $\Delta 54,162$ Net increase (decrease) in cash and cash equivalents $\Delta 390,648$ $860,401$ Cash and cash equivalents at beginning of period $5,453,186$ $4,288,463$ Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation $ 206,047$	· · ·	· ·	_
Dividends paid $\triangle 317,275$ $\triangle 264,606$ Dividends paid to non-controlling interests $\triangle 30,000$ $\triangle 22,166$ Other, net $12,701$ $\triangle 454$ Net cash provided by (used in) financing activities $387,409$ $\triangle 470,559$ Effect of exchange rate change on cash and cash equivalents $\triangle 51,554$ $\triangle 54,162$ Net increase (decrease) in cash and cash equivalents $\triangle 390,648$ $860,401$ Cash and cash equivalents at beginning of period $5,453,186$ $4,288,463$ Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation $ 206,047$			_
Dividends paid to non-controlling interests $\triangle 30,000$ $\triangle 22,166$ Other, net $12,701$ $\triangle 454$ Net cash provided by (used in) financing activities $387,409$ $\triangle 470,559$ Effect of exchange rate change on cash and cash equivalents $\triangle 51,554$ $\triangle 54,162$ Net increase (decrease) in cash and cash equivalents $\triangle 390,648$ $860,401$ Cash and cash equivalents at beginning of period $5,453,186$ $4,288,463$ Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation $ 206,047$	·		△264.606
Other, net $12,701$ $\Delta 454$ Net cash provided by (used in) financing activities $387,409$ $\Delta 470,559$ Effect of exchange rate change on cash and cash equivalents $\Delta 51,554$ $\Delta 54,162$ Net increase (decrease) in cash and cash equivalents $\Delta 390,648$ $860,401$ Cash and cash equivalents at beginning of period $5,453,186$ $4,288,463$ Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation $ 206,047$			
Net cash provided by (used in) financing activities $387,409$ $\Delta470,559$ Effect of exchange rate change on cash and cash equivalents $\Delta51,554$ $\Delta54,162$ Net increase (decrease) in cash and cash equivalents $\Delta390,648$ $860,401$ Cash and cash equivalents at beginning of period $5,453,186$ $4,288,463$ Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation $ 206,047$	=		
Effect of exchange rate change on cash and cash equivalents $\Delta 51,554$ $\Delta 54,162$ Net increase (decrease) in cash and cash equivalents $\Delta 390,648$ $860,401$ Cash and cash equivalents at beginning of period $5,453,186$ $4,288,463$ Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation $ 206,047$			
Net increase (decrease) in cash and cash equivalents $\triangle 390,648$ 860,401  Cash and cash equivalents at beginning of period 5,453,186 4,288,463  Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation 206,047			
Cash and cash equivalents at beginning of period 5,453,186 4,288,463 Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation 206,047			
Increase in cash and cash equivalents resulting from inclusion of subsidiaries in consolidation		•	
subsidiaries in consolidation		3,133,100	
		_	206,047
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