

GOSHI GIKEN CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at 31 March 2017

(All amounts are in 1,000JPY)

Jun 16th 2017

Toyooka 1280, Koshi-shi, Kumamoto-ken

Goshi Giken Co., Ltd.

Yoshiki Matsubara, Representative Director

Account	Amount	Account	Amount
ASSETS	31,686,277	LIABILITIES	14,837,460
I Current assets	20,230,086	I Current liabilities	10,543,653
Cash and deposits	9,042,093	Accounts payable-trade	5,861,533
Notes and accounts receivable-trade	7,341,936	Short-term loans payable	2,151,317
Inventories	3,376,164	Current portion of long-term loans payable	198,120
Deferred tax assets	113,985	Lease obligations	36,840
Others	362,387	Accounts payable-other	558,561
Allowance for doubtful accounts	△ 6,481	Income taxes payable	406,061
		Accrued consumption taxes	55,081
II Noncurrent assets	11,456,191	Deferred tax liabilities	149,732
(Property, plant and equipment)	(10,171,851)	Provision for bonuses	485,628
Buildings and structures	8,989,881	Provision for directors' bonuses	8,210
Machinery, equipment and vehicles	19,186,671	Notes payable-facilities	35,600
Tools, furniture and fixtures	8,510,632	Others	596,968
Land	1,483,472	II Noncurrent liabilities	4,293,806
Construction in progress	828,748	Lease obligations	72,593
Accumulated depreciation and impairment loss	△ 28,827,554	Deferred tax liabilities	670,968
		Provision for directors' retirement benefits	100,400
(Intangible assets)	(624,252)	Net defined benefit liability	3,103,910
Software	64,094	Long-term loans payable	287,085
Software in progress	49,777	Others	58,849
Right of using facilities	2,952	NET ASSETS	16,848,817
Goodwill	230,628	I Shareholders' equity	13,655,766
Others	276,800	Capital stock	500,000
(Investments and other assets)	(660,086)	Capital surplus	15,443
Net defined benefit asset	251,618	Retained earnings	13,140,323
Deferred tax assets	299,120	II Valuation and translation adjustments	△ 379,845
Others	111,222	Valuation difference on available-for-sale securities	△ 27
Allowance for doubtful accounts	△ 1,875	Foreign currency translation adjustment	△ 316,722
		Remeasurements of defined benefit plans	△ 63,094
		III Non-controlling interests	3,572,895
TOTAL ASSETS	31,686,277	TOTAL LIABILITIES AND NET ASSETS	31,686,277

GOSHI GIKEN CO., LTD. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME

For the year ended 31 March 2017

(All amounts are in 1,000JPY)

Account	Amount
Gross sales	55,349,047
Cost of sales	47,868,377
Gross profit	7,480,670
Selling, general and administrative expenses	3,394,495
Selling expenses	650,657
General and administrative expenses	2,743,838
Operating income	4,086,174
Non-operating income	287,884
Interest income	167,929
Other income	119,954
Non-operating expenses	91,556
Interest expenses	35,957
Foreign exchange losses	17,001
Other expenses	38,598
Ordinary income	4,282,501
Extraordinary income	9,203
Gain on sales of noncurrent assets	9,203
Extraordinary loss	149,229
Loss on sales of noncurrent assets	1,451
Loss on retirement of noncurrent assets	40,562
Loss on disaster	103,691
Additional retirement benefit	3,524
Income before income taxes	4,142,475
Income taxes-current	1,290,788
Income taxes-deferred	63,966
Net income	2,787,721
Less: Profit attributable to non-controlling interests	905,969
Profit attributable to owners of parent	1,881,751

GOSHI GIKEN CO., LTD.

STATEMENTS OF FINANCIAL POSITION

As at 31 March 2017

(All amounts are in 1,000JPY)

Account	Amount	Account	Amount
ASSETS	13,958,878	LIABILITIES	6,661,416
I Current assets	4,112,527	I Current liabilities	4,177,187
Cash and deposits	36,164	Notes payable-trade	48,100
Notes receivable-trade	41,827	Accounts payable-trade	2,015,292
Accounts receivable-trade	2,494,673	Short-term loans payable	1,116,000
Merchandise and finished goods	81,668	Current portion of long-term loans payable	198,120
Work in process	134,797	Lease obligations	33,262
Raw materials and supplies	280,148	Accounts payable-other	376,361
Prepaid expenses	12,359	Accrued expenses	95,011
Deferred tax assets	95,802	Income taxes payable	8,175
Short-term loans receivable to subsidiaries	338,000	Advances received	224
Accounts receivable-other	592,998	Deposits received	11,363
Others	4,084	Provision for bonuses	255,294
		Provision for directors' bonuses	8,210
II Noncurrent assets	9,846,350	Notes payable-facilities	8,700
		Others	3,071
(Property, plant and equipment)	(2,660,186)	II Noncurrent liabilities	2,484,228
Buildings	815,875	Long-term loans payable	287,085
Structures	25,541	Lease obligations	68,352
Machinery and equipment	598,431	Provision for retirement benefits	2,028,391
Vehicles	28,318	Provision for directors' retirement benefits	100,400
Tools, furniture and fixtures	180,642		
Dies	282,489	NET ASSETS	7,297,461
Land	454,361	I Shareholders' equity	7,297,461
Construction in progress	274,525	Capital stock	500,000
		Retained earnings	6,797,461
(Intangible assets)	(69,354)	Legal retained earnings	50,000
Telephone subscription right	2,952	Other retained earnings	6,747,461
Software	16,624	General reserve	1,150,000
Software in progress	49,777	Retained earnings brought forward	5,597,461
(Investments and other assets)	(7,116,809)		
Stocks of subsidiaries	5,270,538		
Investments in capital of subsidiaries	983,732		
Long-term loans receivable from subsidiaries	685,500		
Long-term prepaid expenses	14,300		
Prepaid pension cost	159,113		
Deferred tax assets	714		
Lease and guarantee deposits	2,909		
TOTAL ASSETS	13,958,878	TOTAL LIABILITIES AND NET ASSETS	13,958,878

GOSHI GIKEN CO., LTD.**STATEMENTS OF INCOME****For the year ended 31 March 2017**

(All amounts are in 1,000JPY)

Account	Amount
Gross sales	14,006,472
Cost of sales	12,726,009
Gross profit	1,280,462
Selling, general and administrative expenses	984,723
Selling expenses	151,270
General and administrative expenses	833,452
Operating income	295,739
Non-operating income	1,925,127
Interest income	7,375
Dividends income	1,894,133
Other income	23,617
Non-operating expenses	18,602
Interest expenses	6,017
Foreign exchange losses	70
Other expenses	12,514
Ordinary income	2,202,264
Extraordinary income	2,344
Gain on sales of noncurrent assets	2,344
Extraordinary loss	93,867
Loss on retirement of noncurrent assets	8,330
Loss on disaster	85,537
Income before income taxes	2,110,741
Income taxes-current	372,099
Income taxes-deferred	36,624
Net income	1,702,016