

Shibuya Corporation Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2017	As of June 30, 2018
Assets		
Current assets		
Cash and deposits	18,689	18,869
Notes and accounts receivable - trade	33,074	38,365
Finished goods	272	264
Work in process	8,495	9,669
Raw materials and supplies	2,129	2,797
Deferred tax assets	615	1,170
Other	2,232	1,696
Allowance for doubtful accounts	△6	△22
Total current assets	65,502	72,809
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,736	15,928
Machinery, equipment and vehicles, net	2,077	2,203
Land	11,270	11,606
Construction in progress	291	314
Other, net	1,053	954
Total property, plant and equipment	31,429	31,007
Intangible assets		
Goodwill	770	556
Other	318	339
Total intangible assets	1,089	895
Investments and other assets		
Investment securities	4,581	3,952
Long-term loans receivable	8	8
Net defined benefit asset	2,500	2,429
Deferred tax assets	133	192
Other	725	726
Allowance for doubtful accounts	△38	△37
Total investments and other assets	7,910	7,273
Total non-current assets	40,428	39,176
Total assets	105,931	111,986

(Millions of yen)

	As of June 30, 2017	As of June 30, 2018
Liabilities		
Current liabilities		
Notes and accounts payable - trade	24,871	26,266
Short-term loans payable	2,494	2,026
Income taxes payable	2,034	1,700
Accrued expenses	4,760	5,518
Provision for bonuses	339	379
Provision for loss on order received	47	108
Provision for product warranties	91	89
Other	5,825	6,046
Total current liabilities	40,466	42,135
Non-current liabilities		
Long-term loans payable	6,446	4,419
Net defined benefit liability	6,421	6,499
Provision for directors' retirement benefits	312	318
Deferred tax liabilities	367	302
Other	153	115
Total non-current liabilities	13,700	11,656
Total liabilities	54,167	53,792
Net assets		
Shareholders' equity		
Capital stock	11,392	11,392
Capital surplus	10,358	10,358
Retained earnings	31,479	37,853
Treasury shares	△434	△436
Total shareholders' equity	52,794	59,166
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	421	337
Deferred gains or losses on hedges	1	△1
Foreign currency translation adjustment	12	4
Remeasurements of defined benefit plans	△1,472	△1,343
Total accumulated other comprehensive income	△1,037	△1,001
Non-controlling interests	6	29
Total net assets	51,763	58,193
Total liabilities and net assets	105,931	111,986

Shibuya Corporation
Consolidated Statement of Income

(Millions of yen)

	Fiscal year ended June 30, 2017	Fiscal year ended June 30, 2018
Net sales	91,642	98,140
Cost of sales	73,225	78,413
Gross profit	18,416	19,726
Selling, general and administrative expenses	9,860	10,121
Operating profit	8,556	9,605
Non-operating income		
Interest income	10	10
Dividend income	64	82
Gain on sales of investment securities	122	237
Foreign exchange gains	200	—
Rent income on non-current assets	22	14
Compensation for damage received	100	—
Share of profit of entities accounted for using equity method	4	4
Other	211	138
Total non-operating income	736	488
Non-operating expenses		
Interest expenses	94	69
Loss on sales of investment securities	1	54
Taxes and dues	31	41
Foreign exchange losses	—	15
Other	86	31
Total non-operating expenses	213	211
Ordinary profit	9,079	9,882
Extraordinary income		
Gain on sales of non-current assets	15	40
Gain on sales of investment securities	0	56
Subsidy income	411	94
Other	1	—
Total extraordinary income	429	190
Extraordinary losses		
Loss on sales of non-current assets	0	—
Loss on disposal of non-current assets	66	179
Impairment loss	62	—
Other	1	6
Total extraordinary losses	130	186
Profit before income taxes	9,378	9,887
Income taxes - current	2,749	3,074
Income taxes - deferred	△10	△691
Total income taxes	2,738	2,383
Profit	6,639	7,504
Profit attributable to non-controlling interests	0	23
Profit attributable to owners of parent	6,638	7,480

Shibuya Corporation
Consolidated Statement of comprehensive Income

(Millions of yen)

	Fiscal year ended June 30, 2017	Fiscal year ended June 30, 2018
Profit	6,639	7,504
Other comprehensive income		
Valuation difference on available-for-sale securities	415	Δ83
Deferred gains or losses on hedges	1	Δ2
Foreign currency translation adjustment	54	Δ8
Remeasurements of defined benefit plans, net of tax	338	129
Total other comprehensive income	810	34
Comprehensive income	7,450	7,538
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,448	7,516
Comprehensive income attributable to non-controlling interests	1	22

Shibuya Corporation
Consolidated Statement of Changes in Equity

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at July 1, 2016	11,392	10,358	25,532	Δ433	46,849
Changes of items during period					
Dividends of surplus			Δ691		Δ691
Profit attributable to owners of parent			6,638		6,638
Purchase of treasury shares				Δ1	Δ1
Purchase of shares of consolidated subsidiaries		Δ0			Δ0
Net changes of items other than shareholders' equity					
Total changes of items during period	—	Δ0	5,946	Δ1	5,945
Balance at June 30, 2017	11,392	10,358	31,479	Δ434	52,794

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at July 1, 2016	5	—	Δ43	Δ1,811	Δ1,849	7	45,008
Changes of items during period							
Dividends of surplus							Δ691
Profit attributable to owners of parent							6,638
Purchase of treasury shares							Δ1
Purchase of shares of consolidated subsidiaries							Δ0
Net changes of items other than shareholders' equity	415	1	55	338	811	Δ1	810
Total changes of items during period	415	1	55	338	811	Δ1	6,755
Balance at June 30, 2017	421	1	12	Δ1,472	Δ1,037	6	51,763

Shibuya Corporation
Consolidated Statement of Changes in Equity

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at July 1, 2017	11,392	10,358	31,479	Δ434	52,794
Changes of items during period					
Dividends of surplus			Δ1,106		Δ1,106
Profit attributable to owners of parent			7,480		7,480
Purchase of treasury shares				Δ1	Δ1
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	6,373	Δ1	6,371
Balance at June 30, 2018	11,392	10,358	37,853	Δ436	59,166

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at July 1, 2017	421	1	12	Δ1,472	Δ1,037	6	51,763
Changes of items during period							
Dividends of surplus							Δ1,106
Profit attributable to owners of parent							7,480
Purchase of treasury shares							Δ1
Net changes of items other than shareholders' equity	Δ83	Δ2	Δ7	129	35	22	58
Total changes of items during period	Δ83	Δ2	Δ7	129	35	22	6,430
Balance at June 30, 2018	337	Δ1	4	Δ1,343	Δ1,001	29	58,193

Shibuya Corporation
Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended June 30, 2017	Fiscal year ended June 30, 2018
Cash flows from operating activities		
Profit before income taxes	9,378	9,887
Depreciation	2,009	2,088
Impairment loss	62	—
Amortization of goodwill	289	213
Decrease (increase) in net defined benefit asset	132	129
Increase (decrease) in net defined benefit liability	191	199
Increase (decrease) in provision for directors' retirement benefits	5	5
Increase (decrease) in allowance for doubtful accounts	△67	14
Increase (decrease) in provision for bonuses	12	40
Increase (decrease) in provision for loss on order received	△35	60
Interest and dividend income	△74	△93
Interest expenses	94	69
Share of loss (profit) of entities accounted for using equity method	△4	△4
Loss (gain) on sales of investment securities	△122	△239
Loss (gain) on disposal of non-current assets	33	145
Subsidy income	△404	△94
Decrease (increase) in notes and accounts receivable - trade	△3,141	△5,293
Increase (decrease) in advances received	1,788	△648
Decrease (increase) in inventories	△1,218	△1,787
Increase (decrease) in notes and accounts payable - trade	1,857	1,393
Decrease/increase in consumption taxes receivable/payable	△1,119	1,209
Other, net	△166	750
Subtotal	9,500	8,046
Interest and dividend income received	76	93
Interest expenses paid	△94	△68
Income taxes paid	△2,025	△3,320
Net cash provided by (used in) operating activities	7,457	4,751
Cash flows from investing activities		
Payments into time deposits	△236	△309
Proceeds from withdrawal of time deposits	236	236
Purchase of investment securities	△2,011	△3,790
Proceeds from sales of investment securities	1,220	4,530
Purchase of property, plant and equipment	△3,313	△1,738
Proceeds from sales of property, plant and equipment	52	68
Purchase of intangible assets	△113	△188
Payments of loans receivable	△570	△575
Collection of loans receivable	574	574
Proceeds from subsidy	220	194
Other, net	△35	△27
Net cash provided by (used in) investing activities	△3,976	△1,024

(Millions of yen)

	Fiscal year ended June 30, 2017	Fiscal year ended June 30, 2018
Cash flows from financing activities		
Increase in short-term loans payable	749	300
Decrease in short-term loans payable	△889	△300
Repayments of long-term loans payable	△2,386	△2,494
Decrease (increase) in treasury shares	△1	△1
Cash dividends paid	△690	△1,105
Other, net	△18	△15
Net cash provided by (used in) financing activities	△3,236	△3,617
Effect of exchange rate change on cash and cash equivalents	145	△2
Net increase (decrease) in cash and cash equivalents	389	107
Cash and cash equivalents at beginning of period	18,113	18,503
Cash and cash equivalents at end of period	18,503	18,610