

Shibuya Corporation Consolidated Balance Sheets

(Millions of yen)

	As of June 30, 2018	As of June 30, 2019
Assets		
Current assets		
Cash and deposits	18,869	30,038
Notes and accounts receivable - trade	38,365	39,612
Finished goods	264	382
Work in process	9,669	11,950
Raw materials and supplies	2,797	3,005
Other	1,696	3,478
Allowance for doubtful accounts	△22	△28
Total current assets	71,638	88,440
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	15,928	16,846
Machinery, equipment and vehicles, net	2,203	2,418
Land	11,606	11,575
Construction in progress	314	1,589
Other, net	954	1,135
Total property, plant and equipment	31,007	33,566
Intangible assets		
Goodwill	556	375
Other	339	303
Total intangible assets	895	678
Investments and other assets		
Investment securities	3,952	3,835
Long-term loans receivable	8	6
Retirement benefit asset	2,429	2,547
Deferred tax assets	1,124	1,368
Other	726	723
Allowance for doubtful accounts	△37	△30
Total investments and other assets	8,205	8,451
Total non-current assets	40,108	42,696
Total assets	111,747	131,136

(Millions of yen)

	As of June 30, 2018	As of June 30, 2019
Liabilities		
Current liabilities		
Notes and accounts payable - trade	26,266	31,547
Short-term loans payable	2,026	1,730
Income taxes payable	1,700	1,656
Accrued expenses	5,518	6,206
Advances received	4,139	10,418
Provision for bonuses	379	403
Provision for loss on order received	108	206
Provision for product warranties	89	80
Other	1,906	4,117
Total current liabilities	42,135	56,368
Non-current liabilities		
Long-term loans payable	4,419	3,689
Retirement benefit liability	6,499	6,680
Provision for retirement benefits for directors (and other officers)	318	321
Deferred tax liabilities	64	33
Other	115	183
Total non-current liabilities	11,417	10,907
Total liabilities	53,553	67,275
Net assets		
Shareholders' equity		
Capital stock	11,392	11,392
Capital surplus	10,358	10,357
Retained earnings	37,853	43,959
Treasury shares	△436	△437
Total shareholders' equity	59,166	65,271
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	337	△230
Deferred gains or losses on hedges	△1	10
Foreign currency translation adjustment	4	△32
Remeasurements of defined benefit plans	△1,343	△1,178
Total accumulated other comprehensive income	△1,001	△1,430
Non-controlling interests	29	19
Total net assets	58,193	63,861
Total liabilities and net assets	111,747	131,136

Shibuya Corporation
Consolidated Statement of Income

(Millions of yen)

	Fiscal year ended June 30, 2018	Fiscal year ended June 30, 2019
Net sales	98,140	108,626
Cost of sales	78,413	87,696
Gross profit	19,726	20,930
Selling, general and administrative expenses	10,121	10,561
Operating profit	9,605	10,369
Non-operating income		
Interest income	10	9
Dividend income	82	51
Gain on sales of investment securities	237	—
Rent income on non-current assets	14	10
Gain on sales of scraps	37	30
Share of profit of entities accounted for using equity method	4	4
Other	100	118
Total non-operating income	488	224
Non-operating expenses		
Interest expenses	69	47
Loss on sales of investment securities	54	—
Taxes and dues	41	35
Foreign exchange losses	15	33
Compensation for damage	5	102
Other	26	23
Total non-operating expenses	211	241
Ordinary profit	9,882	10,352
Extraordinary income		
Gain on sales of non-current assets	40	49
Gain on sales of investment securities	56	142
Subsidy income	94	257
Total extraordinary income	190	448
Extraordinary losses		
Loss on disposal of non-current assets	179	55
Other	6	1
Total extraordinary losses	186	56
Profit before income taxes	9,887	10,743
Income taxes - current	3,074	3,099
Income taxes - deferred	△691	△111
Total income taxes	2,383	2,988
Profit	7,504	7,755
Profit (loss) attributable to non-controlling interests	23	△10
Profit attributable to owners of parent	7,480	7,766

Shibuya Corporation
Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended June 30, 2018	Fiscal year ended June 30, 2019
Profit	7,504	7,755
Other comprehensive income		
Valuation difference on available-for-sale securities	Δ83	Δ568
Deferred gains or losses on hedges	Δ2	12
Foreign currency translation adjustment	Δ8	Δ36
Remeasurements of defined benefit plans, net of tax	129	164
Total other comprehensive income	34	Δ427
Comprehensive income	7,538	7,328
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,516	7,337
Comprehensive income attributable to non-controlling interests	22	Δ9

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 Changes in Equity

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at July 1,2018	11,392	10,358	37,853	Δ436	59,166
Changes of items during period					
Dividends of surplus			Δ1,660		Δ1,660
Profit attributable to owners of parent			7,766		7,766
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	6,106	Δ1	6,105
Balance at June 30,2019	11,392	10,357	43,959	Δ437	65,271

	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 1,2018	337	Δ1	4	Δ1,343	Δ1,001	29	58,193
Changes of items during period							
Dividends of surplus							Δ1,660
Profit attributable to owners of parent							7,766
Purchase of treasury shares							Δ1
Purchase of shares of consolidated subsidiaries							Δ0
Net changes of items other than shareholders' equity	Δ568	12	Δ37	164	Δ428	Δ9	Δ437
Total changes of items during period	Δ568	12	Δ37	164	Δ428	Δ9	5,667
Balance at June 30,2019	Δ230	10	Δ32	Δ1,178	Δ1,430	19	63,861

Shibuya Corporation
Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended June 30, 2018	Fiscal year ended June 30, 2019
Cash flows from operating activities		
Profit before income taxes	9,887	10,743
Depreciation	2,088	2,126
Amortization of goodwill	213	181
Decrease (increase) in retirement benefit asset	129	147
Increase (decrease) in retirement benefit liability	199	148
Increase (decrease) in provision for retirement benefits for directors (and other officers)	5	3
Increase (decrease) in allowance for doubtful accounts	14	Δ0
Increase (decrease) in provision for bonuses	40	23
Increase (decrease) in provision for loss on order received	60	98
Interest and dividend income	Δ93	Δ60
Interest expenses	69	47
Share of loss (profit) of entities accounted for using equity method	Δ4	Δ4
Loss (gain) on sales of investment securities	Δ239	Δ142
Loss (gain) on disposal of non-current assets	145	14
Subsidy income	Δ94	Δ257
Decrease (increase) in notes and accounts receivable - trade	Δ5,293	Δ1,269
Increase (decrease) in advances received	Δ648	6,310
Decrease (increase) in inventories	Δ1,787	Δ2,567
Increase (decrease) in notes and accounts payable - trade	1,393	5,292
Decrease (increase) in advance payments	139	Δ1,038
Decrease/increase in consumption taxes receivable/payable	1,209	Δ661
Other, net	610	613
Subtotal	8,046	19,749
Interest and dividend income received	93	60
Interest expenses paid	Δ68	Δ47
Income taxes paid	Δ3,320	Δ3,151
Net cash provided by (used in) operating activities	4,751	16,609

(Millions of yen)

	Fiscal year ended June 30, 2018	Fiscal year ended June 30, 2019
Cash flows from investing activities		
Payments into time deposits	Δ309	Δ319
Proceeds from withdrawal of time deposits	236	308
Purchase of investment securities	Δ3,790	Δ749
Proceeds from sales of investment securities	4,530	201
Purchase of property, plant and equipment	Δ1,738	Δ2,256
Proceeds from sales of property, plant and equipment	68	94
Purchase of intangible assets	Δ188	Δ77
Payments of loans receivable	Δ575	Δ570
Collection of loans receivable	574	573
Proceeds from subsidy	194	84
Other, net	Δ27	Δ1
Net cash provided by (used in) investing activities	Δ1,024	Δ2,712
Cash flows from financing activities		
Increase in short-term loans payable	300	—
Decrease in short-term loans payable	Δ300	—
Proceeds from long-term loans payable	—	1,000
Repayments of long-term loans payable	Δ2,494	Δ2,026
Decrease (increase) in treasury shares	Δ1	Δ1
Cash dividends paid	Δ1,105	Δ1,659
Other, net	Δ15	Δ19
Net cash provided by (used in) financing activities	Δ3,617	Δ2,706
Effect of exchange rate change on cash and cash equivalents	Δ2	Δ29
Net increase (decrease) in cash and cash equivalents	107	11,161
Cash and cash equivalents at beginning of period	18,503	18,610
Cash and cash equivalents at end of period	18,610	29,771