



FY Mar. 2020 Summary of Accounting Statements [Japanese Standards] (consolidated)

May 20, 2020

Listed company name Tamagawa Holdings Co., Ltd. Exchange Tokyo
 Code No. 6838 URL <http://www.tmex.co.jp>
 Representative (Title) President (Name) Toru Masuzawa
 Contact person (Title) Director (Name) Keita Masuyama (TEL) 03-6435-6933
 Ordinary shareholders' meeting to be held: June 26, 2020 Dividends payment to be started: June 29, 2020
 Securities report to be submitted: June 26, 2020
 Preparation of supplementary explanation document for the accounting statement : Yes
 Explanatory meeting for the accounting statement : Yes (For institutional investors / analysts)

(amount under mil. yen rounded off)

1. Consolidated performance of FY Mar. 2020 (from Apr 1, 2019 to Mar 31, 2020)

(1) Consolidated management result (% indication: change compared with the same quarter of the previous year)

| | Sales amount | | Operating profit | | Ordinary profit | | Current net profit attributable to the parent company's shareholders | |
|--------------|--------------|------|------------------|-------|-----------------|---|--|-------|
| | mil. yen | % | mil. yen | % | mil. yen | % | mil. yen | % |
| FY Mar. 2020 | 6,332 | 64.9 | 805 | 426.0 | 672 | — | 439 | 241.8 |
| FY Mar. 2019 | 3,841 | 18.0 | 153 | 187.7 | △79 | — | 128 | — |

(Note) Comprehensive profit FY Mar. 2020 429 mil. yen (225.5 %) FY Mar. 2019 131 mil. yen (— %)

| | Current net profit per share | Current net profit per share after dilutive share adjustment | Current net profit ratio of own capital | Ordinary margin of gross asset | Operating margin of sales amount |
|--------------|------------------------------|--|---|--------------------------------|----------------------------------|
| | yen | yen | % | % | % |
| FY Mar. 2020 | 96.42 | 84.09 | 11.7 | 7.1 | 12.7 |
| FY Mar. 2019 | 29.58 | 29.35 | 3.9 | △0.8 | 4.0 |

(Reference) Investment profit on equity method FY Mar. 2020 12 mil. yen FY Mar. 2019 △12 mil. yen

(2) Consolidated financial status

| | Gross asset | | Net asset | | Capital ratio | Net asset per share |
|--------------|-------------|----------|-----------|----------|---------------|---------------------|
| | mil. yen | mil. yen | mil. yen | mil. yen | % | yen |
| FY Mar. 2020 | 9,423 | 4,156 | 44.1 | 830.77 | | |
| FY Mar. 2019 | 9,572 | 3,368 | 35.1 | 762.11 | | |

(Reference) Own capital FY Mar. 2020 4,154 mil. yen FY Mar. 2019 3,364 mil. yen

(3) Consolidated cashflow status

| | Cashflow by sales activities | Cashflow by investment activities | Cashflow by financial activities | Term-end balance of cash and cash-equivalent |
|--------------|------------------------------|-----------------------------------|----------------------------------|--|
| | mil. yen | mil. yen | mil. yen | mil. yen |
| FY Mar. 2020 | 1,499 | 132 | △688 | 1,964 |
| FY Mar. 2019 | 499 | 928 | △2,123 | 1,026 |

2. Status of dividend

| | Annual dividend | | | | | Total dividend (Total) | Dividend tendency (Consolidated) | Net asset dividend rate (Consolidated) |
|-------------------------|-----------------|--------|--------|----------------|-------|------------------------|----------------------------------|--|
| | End 1Q | End 2Q | End 3Q | Term end | Total | | | |
| | yen | yen | yen | yen | yen | mil. yen | % | % |
| FY Mar. 2019 | — | 0.00 | — | 0.50 | 0.50 | 22 | 16.90 | 0.67 |
| FY Mar. 2020 | — | 0.00 | — | 7.00 | 7.00 | 35 | 6.91 | 0.88 |
| FY Mar. 2021 (forecast) | — | 0.00 | — | 5.00 ~30.00 | — | | — | |

(Note) 1. Capital surplus is included in the dividend resource of FY Mar. 2019 and FY Mar. 2020.

See "Breakdown of dividend with capital surplus as dividend" for detail.

2. Dividend tendency is not stated in the dividend forecast for FY Mar. 2021 because it is disclosed in the range form.

3. Consolidated performance forecast of FY Mar. 2021 (from Apr 1, 2020 to Mar 31, 2021)

(% indication: change compared with the same quarter of the previous year)

| | Sales amount | | Operating profit | | Ordinary profit | | Current net profit attributable to the parent company's shareholders | | Current net profit per share |
|-----------|--------------|-----|------------------|-----|-----------------|-----|--|------|------------------------------|
| | mil. yen | % | mil. yen | % | mil. yen | % | mil. yen | % | yen |
| Full year | 6,937 | 9.5 | 850 | 5.5 | 713 | 6.0 | 499 | 13.6 | 109.54 |

*Notes

(1) Material transfer of subsidiary during the term (Transfer of the specific subsidiary with change of scope of consolidation) : No

| | | | | | |
|-------------------------|---|----------------|------------------------------|---|----------------|
| Number of new companies | — | (Company name) | Number of excluded companies | — | (Company name) |
|-------------------------|---|----------------|------------------------------|---|----------------|

(2) Change of accounting policy / change of accounting estimate / redisplay of correction

- | | |
|---|------|
| ① Change of accounting policy along with revision of the accounting standards, etc. | : No |
| ② Change of accounting policy other than ① | : No |
| ③ Change of accounting estimate | : No |
| ④ Redisplay of correction | : No |

(3) Number of shares issued (ordinary shares)

- ① Number of term-end shares issued (including own shares)
- ② Number of term-end own shares
- ③ Average number of midterm shares (quarterly accumulation)

| | | | | | |
|--------------|-----------|--------|--------------|-----------|--------|
| FY Mar. 2020 | 5,062,000 | shares | FY Mar. 2019 | 4,476,100 | shares |
| FY Mar. 2020 | 61,454 | shares | FY Mar. 2019 | 61,454 | shares |
| FY Mar. 2020 | 4,557,326 | shares | FY Mar. 2019 | 4,325,626 | shares |

(Reference) Outline of individual performance

Individual performance of FY Mar. 2020 (Apr. 1, 2019 ~ Mar. 31, 2020)

(1) Individual management result

(% indication: change compared with the same quarter of the previous year)

| | Sales amount | | Operating profit | | Ordinary profit | | Current net profit | |
|--------------|------------------------------|-------|--|---|-----------------|---|--------------------|---|
| | mil. yen | % | mil. yen | % | mil. yen | % | mil. yen | % |
| FY Mar. 2020 | 181 | △1.3 | △123 | - | △115 | - | △104 | - |
| FY Mar. 2019 | 183 | △10.1 | △84 | - | △69 | - | △79 | - |
| | Current net profit per share | | Current net profit per share after dilutive share adjustment | | | | | |
| | yen | | yen | | | | | |
| FY Mar. 2020 | △22.94 | | | | | | | |
| FY Mar. 2019 | △18.40 | | | | | | | |

(2) Individual financial status

| | Gross asset | | Net asset | | Capital ratio | | Net asset per share | |
|--------------|-------------|--|-----------|--|---------------|--|---------------------|--|
| | mil. yen | | mil. yen | | % | | yen | |
| FY Mar. 2020 | 3,974 | | 2,874 | | 72.3 | | 574.37 | |
| FY Mar. 2019 | 3,428 | | 2,623 | | 76.4 | | 593.33 | |

(Reference) Own capital FY Mar. 2020 2,872 mil. yen FY Mar. 2019 2,619 mil. yen

* The summary of accounting statement is exempted from audit by certified public accountant or auditing firm.

* Explanation on appropriate use of the performance forecast and other special notes

The statement concerning the future such as performance forecast, etc. described herein is based on the information we have currently obtained and a certain precondition judged as reasonable, and the actual performance, etc. may be greatly different due to various factors.

Breakdown of dividend with the capital surplus as capital resource

Breakdown of dividend with the capital surplus as capital resource among the dividend of FY March 2020 is as follows.

| Record date | Term-end | Total |
|-----------------------|-------------|-------------|
| Dividend per share | 7.00 yen | 7.00 yen |
| Total dividend amount | 35 mil. yen | 35 mil. yen |

(Note) Net asset reduction rate: 0.012

(1) Overview of management result of the current term

Matters herein concerning the future were determined by our group (our company our consolidated subsidiary) as of the final day of the current consolidated accounting year.

While the Japanese economics in the current consolidated accounting year continues to be in the mild turnaround such as recovery of individual consumption and facility investment thanks to continuous improvement in the corporate performance and employment situation, it continued to shift with uncertain situation due to the impacts on the global economics given by trend of the trading issues and future of Chinese economics, and uncertainty in the policies.

Under such economic circumstances, for the electronic and communication device business, in addition to sales expansion business mainly in the 5G related market and public related market, we have also focused on new markets and client exploration to acquire orders from new fields. We have also worked on enhancement of proposal of our self-developed products by continuously promoting “effort for high added-value products,” “expansion and exploration of business field” and “co-development with the company of business tie-up.”

As a result, newly explored clients and inquiries are increasing from new markets besides the existing analog high frequency products, including optics related products used for various business-use wireless, digital signal processor, etc. indispensable for high-speed signal processing, millimeter wave band products, etc. necessary for wireless transmission of data of large volumes.

Among those, we have achieved great success with positive approach for further new markets such that we solely won a bid in the general bid over “manufacturing of the low-power high-frequency circuit for linear accelerator and beam monitor circuit system of the next-generation radiant light facility” which was publicly notified by the “National Institute for Quantum and Radiological Science and Technology” as announced on March 12, 2020.

In the mobile communication field, demands for high-frequency components are increasing including the 5G related market.

In addition, inquiry cases from new clients related to mobile communication facilities for overseas are gradually increasing.

Demands for the optical transmission device, digital signal processor, etc. are increasing for disaster measures, business-use wireless and surveillance system in the public filed, and therefore we will work on further demand expansion in the public filed as well as positively working on self-developed products including product development for equipment of the 5G related market.

Order receipt condition in general electronic and communication device business is increasing compared to the previous term, and we will continue to promote expansion of our group’s business field and also continue the activities for profit expansion by proposal and enhancement of self-development products.

We have promoted development and sales of the solar power plants and small wind power plants in the renewable energy system sales business. In addition, for renewable energy system sale business, we have completed sale of the high-voltage solar power plants which was in delay due to bad weather conditions. We will continue the development / sales activities of photovoltaic power plants, small wind power plants, etc. for profit expansion.

In the renewable power plant business, the already-operating solar power plants have been selling power at a good rate. Nagasaki Prefecture, Goto-City, Kojindake Solar Power Plant has completed its extension with solar panels of approximately 500kW in March 2020, started power selling from the extended area at 36 yen of fixed purchase price, and the power generation volume is expanded to 5,847kW. In addition, by generally judging that we can plan to invest for the next business expansion, we sold out Shimonoseki Toyoura-cho Solar Power Plant in September 2019 and Chiba Prefecture, Tateyama Plant on March 25, 2020. Our group is actively reviewing the general renewable energy and environmental businesses which will become our next pillar for expansion of operations of such businesses.

As the result of the above, the amount of orders received in the current consolidated accounting year was 4,494mil. yen (30.3% increase compared with the same term of the previous year), and the sales amount was 6,332 mil. yen (64.9% increase compared with the same term of the previous year). In terms of profit and loss, operating profit was 805 mil. yen (426.0% increase compared with the same term of the previous year), ordinary profit was 672 mil. yen (ordinary loss of the same term of the previous year: 79 mil. yen), and the current net profit belonging to the parent company shareholders was 439 mil. yen due to recording of 74 mil. yen of impairment loss (241.8% increase compared with the same term of the previous year).

For the electronic and communication device business, in addition to sales expansion activities mainly in the public related market, we are focusing on exploration of new clients. Especially in the civil service field, the demands are stably increasing and it is expected to shift steadily hereafter. We will continue to promote expansion of our group’s business fields and also continue the activities for profit expansion by enhancement of proposal of self-developed products.

For the renewable energy plant business, in addition to development / sales of solar power plants, we are actively engaged in development of small wind power plants. We will continuously endeavor not only to reduce CO2, but also to contribute to the community and society and to introduce, spread and promote renewable energy by taking advantage of characteristics of the community, and accelerating development of community-based renewable energy

Management result status by business type segments is as follows.

a. Electronic / communication device business

Thanks to focus on expansion of order receipt in the mobile communication filed and civil service and public related field, the amount of orders received was 4,334 mil. yen (35.6% increase compared with the same term of the previous year), sales amount was 3,417 mil. yen (19.7% increase compared with the same term of the previous year), and segment profit was 348 mil. yen (57.1% increase compared with the same term of the previous year).

b. Renewable energy system sales business

Although we are focusing on lot selling of mainly solar power plants, due to decrease of demand for cases of solar power generation according to reduction of the fixed purchase price and amended FIT law, the amount of orders received was 159 mil. yen (37.0% decrease compared with the same term of the previous year), sales amount was 97 mil. yen (120.0% increase compared to the same term of the previous year), and segment loss was 27 mil. yen (segment loss of the same term of the previous year: 83 mil. yen).

c. Renewable energy plant business

The already-operating solar power plants in Noboribetsu City and the mega solar power plants in Goto City, Nagasaki Pref. and the solar sharing plants in Shimada City, Shizuoka Pref. have been selling power at a good rate. In addition, since we sold out Shimonoseki Toyoura-cho Solar Plant in September 2019 and Chiba Prefecture Tateyama power plant in March 2020 by generally judging that we can plan to invest for the next business expansion, the sales amount was 2,091 mil. yen (239.7% increase compared with the same term of the previous year) and segment profit was 698 mil. yen (294.1% increase compared with the same term of the previous year).

Consolidated financial statements and Notes

Consolidated balance sheet

(In thousand yen)

| | FY2018(consolidated) (As of March 31,2019) | FY2019(consolidated) (As of March 31,2020) |
|--|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 1,026,668 | 2,215,666 |
| Notes and accounts receivable - trade | 1,535,070 | 1,391,469 |
| Merchandise and finished goods | 1,616,585 | 2,889,509 |
| Work in process | 878,670 | 778,562 |
| Raw materials and supplies | 185,023 | 231,870 |
| Advance payments - trade | 75,543 | 105,709 |
| Other | 324,495 | 166,749 |
| Allowance for doubtful accounts | △14,392 | △17,632 |
| Total current assets | 5,627,664 | 7,761,905 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 512,094 | 514,488 |
| Accumulated depreciation | △331,934 | △346,363 |
| Buildings and structures, net | 180,160 | 168,125 |
| Machinery, equipment and vehicles | 2,575,930 | 368,769 |
| Accumulated depreciation | △237,289 | △135,540 |
| Machinery, equipment and vehicles, net | 2,338,641 | 233,229 |
| Tools, furniture and fixtures | 795,941 | 824,843 |
| Accumulated depreciation | △643,663 | △687,178 |
| Tools, furniture and fixtures, net | 152,277 | 137,665 |
| Land | 387,466 | 272,573 |
| Construction in progress | 17,540 | - |
| Total property, plant and equipment | 3,076,086 | 811,592 |
| Intangible assets | | |
| Goodwill | 39,614 | 39,039 |
| Software | 48,205 | 51,809 |
| Other | 0 | 0 |
| Total intangible assets | 87,820 | 90,848 |
| Investments and other assets | | |
| Investment securities | 22,152 | 51,164 |
| Long-term loans receivable | 45,761 | 55,725 |
| Deferred tax assets | 187,140 | 181,357 |
| Other | 506,398 | 458,529 |
| Allowance for doubtful accounts | △8,700 | △8,700 |
| Total investments and other assets | 752,754 | 738,077 |
| Total non-current assets | 3,916,660 | 1,640,518 |
| Deferred assets | | |
| Share issuance cost | 4,909 | 2,935 |
| Development expenses | 100 | 71 |
| Business commencement expenses | 23,335 | 17,749 |
| Total deferred assets | 28,345 | 20,755 |
| Total assets | 9,572,670 | 9,423,180 |

(In thousand yen)

| | FY2018(consolidated) (As of March 31,2019) | FY2019(consolidated) (As of March 31,2020) |
|---|---|---|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 503,108 | 400,496 |
| Short-term loans payable | 50,000 | 74,980 |
| Current portion of long-term loans payable | 464,982 | 315,775 |
| Lease obligations | 179,152 | 172,964 |
| Accounts payable - other | 151,932 | 176,095 |
| Income taxes payable | 59,636 | 96,648 |
| Advances received | 444,000 | 322,665 |
| Provision for bonuses | 114,905 | 119,402 |
| Provision for product warranties | 14,257 | 22,878 |
| Other | 213,953 | 259,627 |
| Total current liabilities | 2,195,928 | 1,961,534 |
| Non-current liabilities | | |
| Long-term loans payable | 231,415 | 368,911 |
| Lease obligations | 3,132,673 | 2,289,987 |
| Deferred tax liabilities | 2,501 | 331 |
| Net defined benefit liability | 187,940 | 207,112 |
| Asset retirement obligations | 35,193 | 15,155 |
| Long-term accounts payable - other | 416,612 | 358,483 |
| Other | 1,882 | 64,805 |
| Total non-current liabilities | 4,008,218 | 3,304,788 |
| Total liabilities | 6,204,146 | 5,266,322 |
| Net assets | | |
| Shareholders' equity | | |
| Capital stock | 1,770,627 | 1,961,823 |
| Capital surplus | 1,065,912 | 1,235,035 |
| Retained earnings | 595,043 | 1,034,475 |
| Treasury shares | △61,313 | △61,313 |
| Total shareholders' equity | 3,370,270 | 4,170,020 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | △724 | △3,962 |
| Foreign currency translation adjustment | △5,085 | △11,724 |
| Accumulated other comprehensive income | △5,810 | △15,687 |
| Share acquisition rights | 4,064 | 2,524 |
| Total net assets | 3,368,524 | 4,156,857 |
| Total liabilities and net assets | 9,572,670 | 9,423,180 |

Consolidated statement of income and consolidated statement of comprehensive income
 Consolidated statement of income

(In thousand yen)

| | FY2018 (From April 1, 2018 to December 31, 2019) | FY2019 (From April 1, 2019 to December 31, 2020) |
|---|--|--|
| Net sales | 3,841,699 | 6,332,983 |
| Cost of sales | 2,603,190 | 4,350,804 |
| Gross profit | 1,238,509 | 1,982,179 |
| Selling, general and administrative expenses | 1,085,341 | 1,176,522 |
| Operating profit | 153,167 | 805,656 |
| Non-operating income | | |
| Interest income | 6,799 | 3,226 |
| Dividend income | 807 | 324 |
| Insurance income | 3,185 | 23,908 |
| Share of profit of entities accounted for using equity method | - | 12,472 |
| Gain on forgiveness of debts | - | 7,787 |
| Other | 11,203 | 6,164 |
| Total non-operating income | 21,996 | 53,884 |
| Non-operating expenses | | |
| Interest expenses | 232,766 | 172,830 |
| Foreign exchange losses | 824 | 3,413 |
| Share of loss of entities accounted for using equity method | 12,632 | - |
| Other | 8,321 | 10,344 |
| Total non-operating expenses | 254,545 | 186,587 |
| Ordinary profit (loss) (△) | △79,380 | 672,952 |
| Extraordinary income | | |
| Gain on sales of non-current assets | 239,380 | - |
| Gain on sales of investment securities | - | 14,754 |
| Total extraordinary income | 239,380 | 14,754 |
| Extraordinary losses | | |
| Loss on sales of non-current assets | - | 42,622 |
| Loss on retirement of non-current assets | 424 | 19,447 |
| Impairment loss | 8,567 | 74,026 |
| Total extraordinary losses | 8,992 | 136,097 |
| Profit before income taxes | 151,006 | 551,609 |
| Income taxes - current | 74,387 | 108,764 |
| Income taxes - deferred | △51,944 | 3,413 |
| Total income taxes | 22,443 | 112,178 |
| Profit (loss) (△) | 128,563 | 439,431 |
| Profit (loss) attributable to non-controlling interests | - | - |
| Profit (loss) attributable to owners of parent (△) | 128,563 | 439,431 |

Consolidated statement of comprehensive income

(In thousand yen)

| | FY2018 (From April 1, 2018 to December 31, 2019) | FY2019 (From April 1, 2019 to December 31, 2030) |
|--|--|--|
| Profit (loss) (△) | 128,563 | 439,431 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | △4,268 | △3,237 |
| Foreign currency translation adjustment | 7,688 | △6,639 |
| Total other comprehensive income | 3,420 | △9,877 |
| Comprehensive income | 131,983 | 429,554 |
| (detail) | | |
| Comprehensive income attributable to owners of parent | 131,983 | 429,554 |
| Comprehensive income attributable to non-controlling interests | - | - |

Information regarding net sales, income or loss, assets, liabilities, and other items for each reportable segment.
FY2019 (April 1, 2018 -March 31, 2019)

(In thousand yen)

| | Reportable Segment | | | Total | Adjustment amount (Note1) | Value presented in consolidated financial statements |
|--|--|--|---------------------------------|-----------|---------------------------|--|
| | Electronic/Communication Device Business | Renewable Energy System Sales Business | Renewable energy plant business | | | |
| Net Sales | | | | | | |
| Sales to external customers | 2,854,416 | 366,457 | 615,819 | 3,836,694 | 5,004 | 3,841,699 |
| Internal sales or Transfers between segments | — | 28,126 | — | 28,126 | △28,126 | — |
| Total | 2,854,416 | 394,584 | 615,819 | 3,864,821 | △23,121 | 3,841,699 |
| Segment income(loss) | 221,696 | △83,624 | 177,213 | 315,285 | △162,117 | 153,167 |
| Segment assets | 3,260,780 | 2,296,613 | 3,816,736 | 9,374,130 | 198,540 | 9,572,670 |
| Other items | | | | | | |
| Depreciation | 106,563 | 5,001 | 309,451 | 421,016 | 1,994 | 423,010 |
| Equity in loss of affiliates | — | — | △12,632 | △12,632 | — | △12,632 |
| Impairment Loss | — | — | 8,567 | 8,567 | — | 8,567 |
| Investment for affiliated company accounted for by the equity-method | — | — | 45,761 | 45,761 | — | 45,761 |
| Increase in property, plant and equipment and intangible assets | 241,946 | — | 193,484 | 435,431 | — | 435,431 |

(Note) 1. (1) Adjusted amount △162,117,000 yen of segment profit or loss (△) is the adjusted amount of 6,961,000 yen of unrealized profit, etc., the adjusted amount of dividends from the consolidated subsidiary of △70,000,000 yen, cancellation and deletion between segments of △6,000,000 yen and profit and loss of the group administration division not allocated in the business segment of △93,079,000 yen.

(2) Adjusted amount of segment asset 198,540,000 yen is the asset of the group administration division not allocated in the business segment of 202,199,000 yen and cancellation and deletion between segments, etc. of △3,658,000 yen.

2. Segment profit or loss (△) is adjusted with operating profit in the consolidated financial statements.

FY2020 (April 1, 2019 -March 31, 2020)

(In thousand yen)

| | Reportable Segment | | | Total | Adjustment amount (Note1) | Value presented in consolidated financial statements |
|--|--|--|---------------------------------|-----------|---------------------------|--|
| | Electronic/ Communi-cation Device Business | Renewable Energy System Sales Business | Renewable energy plant business | | | |
| Net Sales | | | | | | |
| Sales to external customers | 3,417,475 | 823,672 | 2,091,835 | 6,332,983 | — | 6,332,983 |
| Internal sales or Transfers between segments | — | 43,510 | — | 43,510 | △43,510 | — |
| Total | 3,417,475 | 867,182 | 2,091,835 | 6,376,493 | △43,510 | 6,332,983 |
| Segment income(loss) | 348,307 | △27,325 | 698,447 | 1,019,429 | △213,773 | 805,656 |
| Segment assets | 3,893,845 | 3,220,644 | 1,663,635 | 8,778,125 | 645,054 | 9,423,180 |
| Other items | | | | | | |
| Depreciation | 121,897 | 4,888 | 325,981 | 452,767 | △2,887 | 449,880 |
| Equity in loss of affiliates | — | — | 12,472 | 12,472 | — | 12,472 |
| Impairment Loss | — | — | 53,889 | 53,889 | 20,137 | 74,026 |
| Investment for affiliated company accounted for by the equity-method | — | — | 85,160 | 85,160 | — | 85,160 |
| Increase in property, plant and equipment and intangible assets | 86,781 | — | 1,000 | 87,781 | — | 87,781 |

(Note)1. (1) Adjusted amount △213,773,000 yen of segment profit or loss (△) is the adjusted amount of 4,809,000 yen of unrealized profit, etc., the adjusted amount of dividends from the consolidated subsidiary of △70,000,000 yen and profit and loss of the group administration division not allocated in the business segment of △148,582,000 yen.

(2) Adjusted amount of segment asset 645,054,000 yen is the asset of the group administration division not allocated in the business segment.

2. Segment profit or loss (△) is adjusted with operating profit in the consolidated financial statements.