

Consolidated Financial Review

For the Year Ended March 31, 2018 [Japanese GAAP]



May14, 2018

Listed Market: TSE 1st section

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Application of U.S.GAAP: None

For reference only

The Japanese version of this Financial Review is the original, English version is essentially a translation from Japanese.

The accompanying financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.

1. Financial highlights for the year ended March 31, 2018 (4/01/2017-3/31/2018)

(1) Consolidated operating results

% are the changes from the previous corresponding year

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Twelve months ended Mar.31, 2018	28,871	-2.0	1,074	3.7	955	-14.9	403	-48.9
Twelve Month ended Mar.31,2017	29,452	15.3	1,036	28.3	1,122	105.5	790	---

Note: Comprehensive income

Twelve months ended Mar. 31, 2018 ¥509 million (-32.3%)

Twelve months ended Mar. 31, 2017 ¥752 million (---)

	Profit per share	Profit per share-diluted	Return on Equity	Ordinary Income to total asset	Operating Income to net sales
	Yen	Yen	%	%	%
Twelve months ended Mar. 31, 2018	45.13	44.78	2.9	2.7	3.7
Twelve months ended Mar. 31, 2017	88.51	87.88	5.8	3.3	3.5

Profit/loss on equity method: Twelve month ended Mar.31, 2018: ---million: Twelve month ended Mar.31, 2017: ---million

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net Assets per Share
	Mil yen	Mil yen	%	Yen
Mar.31,2018	38,265	14,419	37.0	1,578.33
Mar.31,2017	32,470	14,047	42.5	1,545.37

Note: Equity

As of Mar. 31, 2018: ¥14,143 million

As of Mar. 31, 2017: ¥13,798 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flow investment activities	Cash flow from financial activities	Cash and cash equivalents at end of period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Twelve months ended Mar.31,2018	1,598	-1,808	1,450	7,926
Mar.31,2017	4,354	-1,307	-1,463	6,703

2. Cash Dividends

	Cash dividends per share					Total Cash dividend	Consolidated payout ratio	Dividend on equity consolidated
	1 st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual total			
	Yen	Yen	Yen	Yen	Yen	Mil Yen	%	%
Fiscal year ended Mar. 31 2017	---	10.00	---	10.00	20.00	178	44.3	1.2
Fiscal year ended Mar. 31 2018	---	10.00	---	10.00	20.00	179	44.5	1.2
Fiscal year ending Mar. 31 2019 (forecast)	---	10.00	---	10.00	20.00		22.4	

3. Corporate estimates for the year ending March 31, 2019

(% are the rate of increase or decrease from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
	Mill. Yen	%	Mill Yen	%	Mill. Yen	%	Mill Yen	%	Yen
Fiscal year ending Mar. 2019	36,000	24.7	1,800	68.4	1,600	67.5	800	98.1	89.40

Notes

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation):
None

(2) Changes of accounting policies, changes in accounting estimates and retrospective restatement

- ① Changes of accounting policies accompanied by revision of accounting standard etc.: None
- ② Changes of accounting policies other than ① : None
- ③ Changes in accounting estimates : None
- ④ Retrospective restatement : None

(3) Number of issued shares outstanding (Common shares)

① Number of issued shares outstanding as of end of period (including treasury stock)

As of Mar. 31, 2018: 9,706,877 shares As of Mar. 31, 2017: 9,674,587 shares

② Number of treasury stock as of end of period

As of Mar. 31, 2018: 745,843 shares As of Mar. 31, 2017: 745,801 shares

③ Average number of issued shares outstanding

Twelve months ended Mar. 31 2018: 8,948,778 shares Twelve months ended Mar. 31, 2017 8,928,786 shares

*This financial report is exempt from review procedure based upon the Financial Instruments and Exchange Act.

*Explanation for appropriate use of forecasts and other notes

The forward-looking statements such as operational forecasts contained in this document are based on the information currently available to us and certain assumptions that are regarded as legitimate. We do not promise that the forecasts or estimates will be accurate. Large discrepancies may be seen in the actual results due to various factors. Please refer to P. 5 "Analysis of operating results and financial condition (3) Future forecast.

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1. Analysis of operating results and financial conditions

(1) Analysis of operating results

a) Operating result of this financial period

This financial period, the world economy has kept moving growth trend overall. For example, in the U.S.A., economy has kept growing under financial normalization, in Europe, personnel consumption has kept growing calmly backed by improving employment condition and in P.R.C, sign of economy recovery has been showed backed by world economy recovery. However, there are some uncertainty concerns about future uncertainty feelings spreading caused by high tension geopolitical risk of Middle East and North Korea.

In Japan, economy has moved recovery base calmly with improving employment condition and increasing personnel consumption supported by government and central bank's policy.

Under those economic situation, our group have endeavored to develop and commercialize the products which grasp changing customer's need.

As a result, our consolidated business result this financial year, sales amounted to ¥28,871 million (2.0% decreased compared to the previous financial year), operating income marked ¥1,074 million (3.7% increased compared to the previous financial year), ordinary income marked ¥955 million (14.9% decreased compared to the previous financial year), profit attributable to owners of parent marked ¥403 million (48.9% decreased compared to the previous financial year).

Each segment result is as follows.

(Display related business segment)

New order received moved satisfactorily backed by good market demand. But sales realization of some of units of equipment were shifted to following financial period caused by delay of order received and some of units of sales decreased profit and result was lower than previous financial year.

As a result, net sales of display related business amounted to ¥11,218 million (15.1% decreased compared to the previous financial year), and segment income marked -¥173 million (previous financial year segment income was ¥394 million).

(Mechatronics related business segment)

Business went well because Y.A.C. Erecs Co., Ltd., which was consolidated in the 3rd quarter of the previous financial year, contributed from the beginning of this financial year and control and telecommunication business achieved big sales

As a result, net sales of mechatronics related business amounted to ¥16,189 million (11.2% increased compared to the previous financial year), and segment income marked ¥1,201 million (20.3% increased compared to the previous financial year).

(Cleaning related and other business)

Under severe business atmosphere which is decreasing domestic demand for cleaning related equipment, business went down.

As a result, this segment sales amounted to ¥1,472 million (12.8% decreased compared to the previous financial year) and segment income marked -¥112 million (previous financial year segment income was ¥291 million)

(2) Analysis of financial conditions

a) Conditions of assets, liabilities and net assets

Current assets as of Mar.31, 2018 stood at ¥29,878 million increased by ¥5,570 million compared to Mar.31, 2017. Main increased items were work in process by ¥1,650 million, cash and deposits by ¥1,235 million, securities by ¥857 million, trade note and accounts receivable by ¥828 million and deferred income tax by ¥268 million. Noncurrent assets as of Mar.31, 2018 amounted to ¥8,386 million increased by ¥224 million compared to Mar.31, 2017. Main increased item was construction in progress account by ¥880 million and main decreased item was investment in securities by ¥814 million. As a result, total assets as of Mar.31, 2018 stood at ¥38,265 million, increased by ¥5,795 million compared to Mar.31, 2017.

Current liabilities as of Mar.31, 2018 stood at ¥15,623 million, increased by ¥4,716 million compared to Mar.31, 2017. Main increased item were notes and account payable-trade by ¥2,473 million, short term loans payable by ¥979 million advances received by ¥458 million, income tax payable by ¥396. Non-current liabilities as of Mar.31, 2018 amounted to ¥8,222 million, increased by ¥706 million compared to Mar.31, 2017. Main increased item was long term loans payable by ¥647 million. As a result, total liabilities as of Mar.31, 2018 stood at ¥23,846 million, increased by ¥5,423 million compared to Mar.31, 2017.

Total net assets as of Mar.31, 2018 amounted to ¥14,419 million increased by ¥371 million compared to Mar.31, 2017. As a result, equity ratio at the end of this consolidated financial year came to 37.0% and net assets per share came to ¥1,578.33

b) Condition of Cash Flows

Cash and cash equivalent at the end of this financial year was increased by ¥1,225 million, compared to the previous financial year end, to ¥7,926 million.

Condition of cash flows and main factors of this consolidated financial year are as follows.

(Cash flows from operating activities)

Cash flows from operating activities during this financial period ended Mar.31, 2018 was positive ¥1,598 million compared to positive ¥4,354 million during the previous financial period ended Mar.31, 2017. The main positive factors were ¥2,471 million increase in trade payable, ¥864 million earnings before income tax, ¥610 million depreciation and amortization and ¥456 million increase in trade payable. The main negative factors were ¥1,776 increase in inventories, ¥926 million increase in trade receivables, ¥336 million increase in accrued consumption tax and ¥320 million income tax paid.

(Cash flows from investing activities.)

Cash flows from investing activities during this financial period ended Mar.31, 2018 was negative ¥1,808 million compared to negative ¥1,307 million during the previous financial period.

The main positive factor was ¥271 million proceed from drawing of time deposit and the main negative factors were ¥1,766 million payment for acquisition of tangible fixed assets and ¥314 million payment for establishment of time deposit,

(Cash flows from financing activities)

Cash flows from financing activities during this financial period ended Mar.31, 2018 was positive ¥1,450 million compared to negative ¥1,463 million during the previous financial period ended Mar.31, 2017. The main positive factors were ¥2,230 million proceeds from long-term loans payable and ¥970 million increase in short term loans payable and the main negative factors were ¥1,573 million repayment for long term loans payable and ¥178 million payment for dividends.

(3) Future forecast.

We consider that present business confidence is stably recovering and future economy will be keeping growth trend calmly, nevertheless spreading future uncertainty feeling because of North Korea and Middle East geopolitics.

Under those economic situation, our group will aim to realize “Enlarging corporate body” and “Building highly profitable corporate constitution”. We will expand business performance by strengthening the co-operation among our group companies which expanded through M&A activities these few years.

We forecast the consolidated business result ending Mar.31, 2019 as follows: net sales will be ¥36,000 million, operating income will be ¥1,800 million, ordinary income will be ¥1,600 million and profit attributable to owners of parent will be ¥800 million.

(4) Basic policy on profit allocation and payment of dividends for current and next financial years

Basic policy of YAC group is to let corporate value keep increasing continuously and to return profit to shareholders corresponding amount to corporate operating results. In order to achieve our basic policy, we endeavor to strengthen corporate body, to proceed our R&D activities and to pay dividends stably with considering the amount of retained earnings to cope with the

changes of atmosphere.

We plan to pay a dividend 10 yen per share as a year-end dividend of this financial year. As a result, the dividend entire financial year is planned to be 20 yen per share including the interim dividend 10 yen per share.

For the following financial year, we plan to pay 20 yen dividend per share as a full year dividend based on basic policy with considering the projected operating results.

2. Basic philosophy on selection of accounting standards

Our group's consolidated financial statements have been prepared in accordance with Japanese G.A.A.P. in order to secure the comparability with competitors in Japan.

3. Consolidated financial information

(1) Consolidated Balance Sheets

(Thousands of yen)

	As of Mar. 31, 2017	As of Mar.31, 2018
(Assets)		
Current assets		
Cash and deposits	6,984,055	8,219,758
Trade notes and account receivables	10,866,732	11,695,425
Securities	48,330	905,468
Merchandise and finished goods	541,522	669,053
Work in process	4,168,856	5,819,417
Raw materials and supplies	963,999	991,033
Deferred income taxes	324,840	593,515
Others	505,288	1,110,585
Allowance for doubtful accounts	-95,527	-125,539
Total current assets	24,308,097	29,878,719
Noncurrent assets		
Tangible fixed assets		
Buildings and structures	3,618,681	3,769,363
Accumulated depreciation	-2,742,811	-2,818,458
Building and structures(net)	875,869	950,905
Machinery, equipment and vehicles	1,867,903	2,020,346
Accumulated depreciation	-1,439,912	-1,487,497
Machinery, equipment and vehicles(net)	427,990	532,848
Tools, equipment and fixtures	2,950,820	3,208,329
Accumulated depreciation	-2,482,475	-2,563,801
Tools, equipment and fixtures(net)	468,345	644,527
Land	3,080,922	3,080,922
Leased assets	145,805	123,111
Accumulated depreciation	-72,932	-70,958
Leased assets(net)	72,873	52,153
Construction in progress account	520,314	1,400,388
Total tangible fixed assets	5,446,315	6,661,745
Intangible assets		
Goodwill	692,593	559,146
Soft wares	88,344	94,066
Leased assets	11,681	27,910
Telephone subscription rights	20,716	20,716
Patent license	72,000	---
Others	4,921	4,232
Total intangible assets	890,256	706,072
Investments and other assets		
Investment in securities	1,257,941	443,027
Long-term lending	3,884	2,964
Differed income taxes	203,992	188,372
Long-term retention receivables	171,276	287,488
Others	387,357	411,634
Allowance for doubtful accounts	-198,593	-314,429
Total investments and other assets	1,825,859	1,019,057
Total noncurrent assets	8,162,431	8,386,874
Total assets	32,470,528	38,265,593

(Thousands of yen)

	As of Mar. 31, 2017	As of Mar. 31, 2018
Liabilities		
Current liabilities		
Notes and account payable-trade	5,516,225	7,990,061
Short-term loans payable	3,788,223	4,767,731
Lease obligations	30,510	30,131
Income taxes payable	79,324	476,106
Provision for bonuses	375,133	468,351
Provision for product warranties	132,013	113,386
Expense payable	362,790	401,165
Advances received	388,840	846,901
Others	234,355	530,162
Total current liabilities	10,907,416	15,623,998
Fixed liabilities		
Bonds payable	700,000	700,000
Long-term loans payable	5,369,270	6,016,313
Expense payable long term	12,983	12,983
Lease obligations	57,719	58,598
Deferred tax payable	118,538	120,155
Provision for directors' retirement benefits	83,319	86,664
Obligations related to retirement benefits	1,073,708	1,102,932
Asset retirement obligation	71,412	94,261
Others	28,448	30,450
Total fixed liabilities	7,515,400	8,222,360
Total liabilities	18,422,817	23,846,358
Net assets		
Shareholders' equity		
Capital stock	2,756,680	2,778,669
Capital surplus	3,586,282	3,608,272
Retained earnings	8,296,798	8,521,814
Treasury stock	-638,014	-638,014
Total shareholders' equity	14,001,747	14,270,742
Accumulated other comprehensive income		
Valuation difference on available-for-sale security	68,106	98,976
Foreign currency translation adjustment	-258,386	-204,135
Pension liability adjustments	-13,138	-22,064
Total accumulated other comprehensive income	-203,417	-127,223
Subscription rights to shares	46,982	51,677
Non controlling interest	202,399	224,039
Total net assets	14,047,711	14,419,235
Total liabilities and net assets	32,470,528	38,265,593

(2) Consolidated statements of income and comprehensive income

(Consolidated Statements of Income)

(Thousands of yen)

	The previous corresponding period. (Apr.1, 2016 to Mar.31, 2017)	This financial year (Apr.1, 2017 to Mar.31, 2018)
Net sales	29,452,208	28,871,624
Cost of sales	23,826,804	22,729,875
Gross profit	5,625,404	6,141,748
Selling, G&A expenses		
Salary & directors compensation	1,575,659	1,704,547
Provision for bonuses	144,059	133,731
Fringe benefit expenses	60,155	59,410
Rent expenses	142,121	168,137
Outsourcing expenses	116,647	152,856
R&D expenses	489,943	543,651
Depreciation	232,801	246,490
Others	1,827,757	2,058,347
Total selling, G&A expenses	4,589,144	5,067,172
Operating income (loss)	1,036,259	1,074,576
Non-operating income		
Interest income	18,115	20,126
Dividends income	8,187	24,612
Rents income	14,126	10,479
Subsidies income	625	---
Reversal of allowance for doubtful accounts	98,783	---
Others	35,715	42,721
Total non-operating income	175,554	97,939
Non-operating expenses		
Interest expenses	60,390	59,062
Foreign currency exchange loss	7,700	117,657
Factoring fees	459	1,212
Others	20,485	39,395
Total non-operating losses	89,036	217,329
Ordinary income (loss)	1,122,777	955,186

(Consolidated Statements of Income)

(Thousands of Yen)

	The previous corresponding period. (Apr.1, 2016 to Mar.31, 2017)	This financial year (Apr.1, 2017 to Mar.31, 2018)
Extraordinary income		
Gains on disposal of fixed assets	6,920	3,874
Income on negative good will	20,829	---
Gains on disposal of securities	7,503	18,281
Others	---	11
Total extraordinary income	35,253	22,167
Extraordinary loss		
Loss on disposal of fixed assets	16,922	10,231
Business restructuring expenses	---	53,000
Loss on liquidation of affiliates	---	7,760
Others	236	41,835
Total extraordinary loss	17,158	112,828
Income (loss) before income tax	1,140,872	864,525
Income taxes	305,144	692,805
Income tax adjustment	26,064	-261,662
Total income tax	331,208	431,143
Profit (loss)	809,663	433,382
Profit attributable to non-controlling interest(loss)	19,338	29,467
Profit attributable to owners of parent(loss)	790,325	403,914

(Consolidated Statements of Comprehensive Income)

(Thousands of yen)

	The previous corresponding period (Apr.1, 2016 to Mar.31, 2017)	This financial year (Apr.1, 2017 to Mar. 31, 2018)
Profit (loss)	809,663	433,382
Other comprehensive income		
Valuation difference on available for sale securities	41,433	30,862
Foreign currency translation adjustment	-94,717	54,251
Pension liability adjustments	-3,729	-8,926
Total other comprehensive income	-57,013	76,187
Comprehensive income	752,650	509,569
(Breakdown)		
Comprehensive income attributable to		
owners of parent	732,628	480,109
non controlling interests	20,022	29,460

(3) Consolidated Statements of Changes in Net Assets
The previous corresponding period (From Apr.1, 2016 to Mar.31, 2017)

(Thousands of ¥)

	Shareholders' Equity				
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at beginning of period	2,756,680	3,582,276	7,685,048	-638,014	13,385,991
Changes during period					
New stock issue					
Payout of retained earning			-178,575		-178,575
Profit attributable to owners of parent			790,325		790,325
Acquisition of consolidated subsidiaries' stock		4,005			4,005
Net changes during period except shareholders' equity					
Total changes during period		4,005	611,749		615,755
Balance at end of period	2,756,680	3,586,282	8,296,798	-638,014	14,001,747

(Thousands of ¥)

	Accumulated Other Comprehensive Income				Subscription wright to share	Non controlling Interest	Total Net Asset
	Valuation difference on available for sale securities	Foreign currency translation adjustment	Accumulated pension liability adjustment	Total accumulated other comprehensive income			
Balance at beginning of period	27,356	-163,669	-9,408	-145,720	31,042	226,983	13,498,296
Changes during period							
New stock issue							
Payout of retained earning							-178,575
Profit attributable to owners of parent							790,325
Acquisition of consolidated subsidiaries' stock							4,005
Net changes during period except shareholders' equity	40,749	-94,717	-3,729	-57,697	15,940	-24,584	-66,340
Total changes during period	40,749	-94,717	-3,729	-57,697	15,940	-24,584	549,414
Balance at end of period	68,106	-258,386	-13,138	-203,417	46,982	202,399	14,047,711

This financial period (From Apr.1, 2017 to Mar.31, 2018)

(Thousands of ¥)

	Shareholders' Equity				
	Capital Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at beginning of period	2,756,680	3,586,282	8,296,798	-638,014	14,001,747
Changes during period					
New stock issue	21,989	21,989			43,978
Payout of retained earning			-178,898		-178,898
Profit attributable to owners of parent			403,914		403,914
Acquisition of consolidated subsidiaries' stock					
Net changes during period except shareholders' equity					
Total changes during period	21,989	21,989	225,016		268,995
Balance at end of period	2,778,669	3,608,272	8,521,814	-638,014	14,270,742

(Thousands of ¥)

	Accumulated Other Comprehensive Income				Subscription right to shares	Minority Interest	Total Net Asset
	Valuation difference on available for sale securities	Foreign currency translation adjustment	Accumulated pension liability adjustments	Total accumulated other comprehensive income			
Balance at beginning of period	68,106	-258,386	-13,138	-203,417	46,982	202,399	14,047,711
Changes during period							
New stock issue							43,978
Payout of retained earning							-178,898
Profit attributable to owners of parent							403,914
Acquisition of consolidated subsidiaries' stock							
Net changes during period except shareholders' equity	30,869	54,251	-8,926	76,194	4,694	21,639	102,528
Total changes during period	30,869	54,251	-8,926	76,194	4,694	21,639	371,523
Balance at end of period	98,976	-204,135	-22,064	-127,223	51,677	224,039	14,419,235

(4)Consolidated cash flows-1

(Thousands of ¥)

	The Previous Corresponding Period (Apr.1, 2016 to Mar.31, 2017)	This Financial Period (Apr.1,2017 to Mar.31, 2018)
Cash flows from operating activities		
Earnings/(loss)before income taxes	1,140,872	864,525
Depreciation and amortization	518,944	610,474
Increase/(decrease) in allowance for doubtful accounts	(94,590)	145,847
Increase/(decrease) in obligations related to retirement benefits	38,243	29,223
Interest and dividend revenue	(26,303)	(44,738)
Interest paid	60,390	59,062
Foreign currency exchange loss/ (income)	(8,128)	50,828
Income on negative goodwill	(20,829)	---
Loss/(Income) on disposal of fixed assets	10,001	6,357
Loss(Income) on liquidation of affiliates	---	7,760
Business restructuring expenses	---	53,000
(Increase)/decrease in trade receivable	2,498,564	(926,137)
Increase /(decrease) of advances received	167,878	456,572
(Increase)/decrease in inventories	2,683,771	(1,776,815)
Increase/(decrease) in trade payable	(2,468,824)	2,471,116
Decrease/(increase)in accrued consumption tax	527,807	(336,236)
(Decrease)/Increase in others	129,720	78,342
Subtotal	5,157,517	1,749,184
Receipts of interest and dividends	26,429	42,049
Interest paid	-54,164	-55,626
Income taxes paid	-815,960	-320,552
Refund of paid income tax	40,226	183,078
Cash flows from operating activities	4,354,048	1,598,132
Cash flows from investing activities		
Payment for establishment of time deposit.	-287,096	-314,701
Proceeds from drawing of time deposit.	269,167	271,101
Payment for acquisition of tangible fixed asset.	-445,146	-1,766,369
Proceed from sale of tangible fixed asset	54,481	12,359
Payment for acquisition of intangible asset.	-41,763	-32,316
Payment for acquisition of subsidiary's stock resulting changes in scope of consolidation	-323,208	---
Payment for acquisition of investment securities	-2,656	-15,710
Proceed from disposal of investment securities	7,500	27,078
Proceed from redemption of investment securities.	10,015	---
Proceed from distribution of investment association	17,987	11,120
Payment for accumulation of insurance reserve fund	-1,607	-2,612
Payment for lending	-644,443	-1,854
Proceed from repayment of lending	79,046	3,096
Cash flows from investing activities	-1,307,724	-1,808,809

Consolidated cash flows-2

(Thousands of ¥)

	The previous corresponding period (Apr.1, 2016 to Mar.31, 2017)	This financial period (Apr.1, 2017 to Mar.31, 2018)
Cash flows from financing activities		
Increase /(Decrease) of short term loans payable	(1,427,594)	970,000
Proceeds from long-term loans payable	2,100,000	2,230,000
Repayment of long term loans payable	-1,617,750	-1,573,054
Payment for redemption of bonds	-300,000	---
Proceeds from new stock issue	---	43,978
Payment for dividends	-178,575	-178,898
Payment for dividends to non-controlling interest	-13,530	-7,820
(Decrease)/increase in others	-25,805	-33,851
Cash flows from financing activities	-1,463,256	1,450,354
Effect of exchange rate changes on cash and cash equivalents	-35,019	11,545
Net increase/(decrease) in cash and cash equivalents	1,548,048	1,251,223
Cash and cash equivalents balance at beginning of period	5,155,709	6,703,757
Decrease of cash and cash equivalents by deconsolidation	---	-28,645
Cash and cash equivalents balance at end of period	6,703,757	7,926,335

**(5)Notes on Consolidated Financial Information
(Notes Concerning Going Concern Assumption)**

Not applicable

(Changes of accounting policy)

Not applicable

(Segment Information)

【Segment information.】

1. Outline of Reportable Segment

Our corporate reportable segments are the subject to be reviewed regularly in order board of directors to decide the allocation of management resources and review its results and it is possible to get isolated financial information of each segment.

Our operation consists of three segments by products and services based on business divisions and we identify as a reportable segment “Display related business”, “Mechatronics related business” and “Cleaning related and other business”.

“Display related business” includes manufacturing, sales and maintenance service business of LCD manufacturing related products and precise heat treatment related products. “Mechatronics related business” includes hard disc manufacturing related products, semiconductor manufacturing related products, energy saving and clean energy related products, solar cell manufacturing related products, industrial metering equipment and telemetering and controlling equipment. “Cleaning Related Business” includes manufacturing, sales and maintenance service business of cleaning related products and mold heater related products.

2. Means to measure net sales, profit or loss, assets and other items in each reportable segment

The method used to account for each reportable segment is similar to those applied to prepare consolidated financial statements. Income of reportable segment is the same figure as operating income of each segment.

3. Information's on amount of sales and income or loss in reportable segment
This financial period (Apr. 1, 2017 to Mar.31, 2018)

(Thousands of Yen)

	Reportable segment			Total	Adjustment Note 1	Posted on consolidated statement of income Note 2
	Display related business	Mechatroni cs related business	Cleaning related & other business			
Sales						
Sales to outside customer	11,212,636	16,188,929	1,470,058	28,871,624	---	28,871,624
Intersegment sales and transfers	5,571	420	2,476	8,468	-8,468	---
Total	11,218,208	16,189,349	1,472,534	28,880,092	-8,468	28,871,624
Segment income (loss)	(173,491)	1,201,490	(112,260)	915,737	158,838	1,074,576
Segment assets	11,947,599	16,879,416	2,324,070	31,151,086	7,114,507	38,265,593
Others						
Depreciation	214,041	369,554	12,095	595,691	14,782	610,474
Increase of tangible assets and intangible assets	634,010	1,315,703	10,687	1,960,401	318,634	2,279,036

Notes

- (1) Segment income (loss) adjustment of (¥158,838 thousand) is the corporate expense and income not apportioned in each reportable segment. Corporate income mainly comprises management fee and others ¥1,105,918 thousand from consolidated subsidiaries belong to each segment. Corporate expenses mainly comprises the general and administrative expenses ¥947,080 thousand of administration division not usually attributed to segments.
(2) Segment assets adjustment of ¥7,114,507 thousand is mainly surplus operating cash by parent company and consolidated subsidiaries and assets of headquarter.
- Segment income (loss) is adjusted with operating income under consolidated statements of income.

(Information on per share)

(Yen)

	This financial year (Apr.1, 2017 to Mar.31, 2018)
Net assets per share	1,578.33
Profit per share	45.13
Profit per share-diluted	44.78

Note

Calculation base of profit per share is as follows.

	This financial period (Apr.1, 2017 to Mar.31, 2018)
Profit per share	
Profit attributable to owners (Thousands of ¥)	403,914
Amount not attributable to shareholders of ordinary stocks (Thousands of ¥)	---
Profit attributable to owners of parent of ordinary stocks (Thousands of ¥)	403,914
Average number of shares issued during financial period (Thousands of share)	8,948
Profit per share-diluted	
Number of common stocks increased. (Number of stock acquisition rights) (Thousands of share)	71 (71)
Residual securities not included in the calculation of profit per share after adjustment of residual securities as they do not have any diluting effect	---

(Important Subsequent Events)

None