

< Consolidated Financial Statements >

Consolidated statement of income and Consolidated statement of comprehensive income

(Consolidated statement of income)

(June 1, 2017 – May 31, 2018)

(Unit: thousands of yen)

	Fiscal year ended May 31, 2017	Fiscal year ended May 31, 2018
Net sales	7,846,973	8,956,314
Cost of sales	4,773,624	5,122,465
Gross profit	3,073,349	3,833,848
Selling, general and administrative expenses		
Packing and transportation expenses	64,865	68,855
Advertising expenses	87,358	84,201
Promotion expenses	307,085	386,918
Salaries and allowances	644,252	705,283
Provision for directors' bonuses	15,500	24,150
Retirement benefit expenses	29,056	28,240
Welfare expenses	111,536	128,593
Rent expenses	43,354	45,601
Depreciation	49,494	46,559
Taxes and dues	74,655	80,691
Commission fee	126,557	162,186
Experiment and research expenses	272,077	300,145
Other	334,747	339,327
Total selling, general and administrative expenses	2,160,543	2,400,755
Operating income	912,805	1,433,093
Non-operating income		
Interest income	8,732	7,169
Dividend income	2,742	2,912
Real estate rent	103,480	106,395
Share of profit of entities accounted for using equity method	34,987	52,397
Other	51,122	29,298
Total non-operating income	201,065	198,173
Non-operating expenses		
Interest expenses	2,525	2,742
Rent expenses on real estates	70,865	70,980
Foreign exchange losses	—	33,802
Other	4,189	5,571
Total non-operating expenses	77,580	113,096
Ordinary income	1,036,290	1,518,169
Extraordinary income		
Gain on sales of non-current assets	70	995
Surrender value of insurance	—	6,877
Total extraordinary income	70	7,872
Extraordinary losses		
Loss on sales of non-current assets	3,324	391
Total extraordinary losses	3,324	391
Income before income taxes and minority interests	1,033,036	1,525,650
Income taxes - current	338,123	446,020
Income taxes - deferred	△55,699	68,144
Total income taxes	282,424	514,164
Profit	750,611	1,011,485
Profit attributable to non-controlling interests	4,009	5,688
Profit attributable to owners of parent	746,602	1,005,797

(Consolidated statement of comprehensive income)
(June 1, 2017 – May 31, 2018)

(Unit: thousands of yen)

	Fiscal year ended May 31, 2017	Fiscal year ended May 31, 2018
Profit	750,611	1,011,485
Other comprehensive income		
Valuation difference on available-for-sale securities	38,134	93,465
Foreign currency translation adjustment	△45,767	△40,349
Remeasurements of defined benefit plans, net of tax	6,085	11,272
Total other comprehensive income	△1,548	64,389
Comprehensive income	749,063	1,075,875
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	748,190	1,068,188
Comprehensive income attributable to non-controlling interests	873	7,686