

< Consolidated Financial Statements >

Consolidated statement of income and Consolidated statement of comprehensive income

(Consolidated statement of income)

(June 1, 2019 – May 31, 2020)

(Unit: thousands of yen)

	Fiscal year ended May 31, 2019	Fiscal year ended May 31, 2020
Net sales	9,047,115	8,493,261
Cost of sales	5,371,660	5,265,806
Gross profit	3,675,455	3,227,454
Selling, general and administrative expenses		
Packing and transportation expenses	61,394	67,717
Advertising expenses	86,206	94,265
Promotion expenses	419,897	394,069
Salaries and allowances	728,983	729,679
Provision for directors' bonuses	20,900	14,000
Retirement benefit expenses	29,959	30,140
Welfare expenses	140,755	142,053
Rent expenses	45,557	46,245
Depreciation	56,166	80,095
Taxes and dues	82,294	80,888
Commission fee	167,423	186,450
Experiment and research expenses	319,278	307,104
Other	393,023	342,809
Total selling, general and administrative expenses	2,551,841	2,515,520
Operating income	1,123,614	711,934
Non-operating income		
Interest income	6,972	8,983
Dividend income	3,213	3,357
Real estate rent	117,244	126,341
Share of profit of entities accounted for using equity method	45,145	23,264
Subsidy income	5,477	25,618
Other	28,066	32,670
Total non-operating income	206,121	220,236
Non-operating expenses		
Interest expenses	2,556	3,866
Foreign exchange losses	6,305	10,272
Rent expenses on real estates	74,116	71,169
Other	467	6,758
Total non-operating expenses	83,446	92,066
Ordinary income	1,246,289	840,103
Extraordinary income		
Gain on sales of non-current assets	154	—
Total extraordinary income	154	—
Extraordinary losses		
Loss on sales of non-current assets	598	1,618
Total extraordinary losses	598	1,618
Income before income taxes and minority interests	1,245,846	838,485
Income taxes - current	407,308	241,784
Income taxes - deferred	2,554	△2,255
Total income taxes	409,862	239,528
Profit	835,983	598,956
Profit attributable to non-controlling interests	7,847	3,331
Profit attributable to owners of parent	828,136	595,625

(Consolidated statement of comprehensive income)  
(June 1, 2019 – May 31, 2020)

(Unit: thousands of yen)

	Fiscal year ended May 31, 2019	Fiscal year ended May 31, 2020
Profit	835,983	598,956
Other comprehensive income		
Valuation difference on available-for-sale securities	△56,455	△6,848
Foreign currency translation adjustment	36,680	△91,673
Remeasurements of defined benefit plans, net of tax	10,116	3,559
Total other comprehensive income	△9,658	△94,962
Comprehensive income	826,325	503,994
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	820,031	505,139
Comprehensive income attributable to non-controlling interests	6,293	△1,145