

< Consolidated Financial Statements >

(1) Consolidated statement of income

(Thousands of yen)

	Fiscal year ended May 31, 2022	Fiscal year ended May 31, 2023
Net sales	10,354,103	11,367,532
Cost of sales	6,269,698	6,926,841
Gross profit	4,084,404	4,440,691
Selling, general and administrative expenses		
Promotion expenses	353,533	369,655
Advertising expenses	83,169	114,073
Packing and transportation expenses	83,777	86,629
Provision for directors' bonuses	25,500	21,900
Salaries and allowances	776,858	922,913
Retirement benefit expenses	30,009	32,336
Welfare expenses	163,903	174,637
Rent expenses	47,911	62,765
Depreciation	90,238	90,654
Commission fee	209,563	214,379
Taxes and dues	91,720	106,852
Experiment and research expenses	357,454	366,254
Other	332,933	373,366
Total selling, general and administrative expenses	2,646,573	2,936,421
Operating income	1,437,830	1,504,269
Non-operating income		
Interest income	5,748	17,528
Dividend income	3,634	4,006
Foreign exchange gains	14,774	65,013
Real estate rent	125,721	131,182
Share of profit of entities accounted for using equity method	36,969	30,805
Other	65,009	46,783
Total non-operating income	251,858	295,319
Non-operating expenses		
Interest expenses	4,353	7,374
Rent expenses on real estates	68,630	96,667
Other	1,929	5,319
Total non-operating expenses	74,913	109,361
Ordinary income	1,614,776	1,690,228
Extraordinary income		
Gain on sales of non-current assets	927	462,187
Insurance premiums refunded cancellation	—	17,261
Total extraordinary income	927	479,448
Extraordinary losses		
Loss on sales of non-current assets	1,717	434
Loss on retirement of non-current assets	—	4,885
Impairment loss	21,420	—
Loss on insurance cancellation	—	1,008
Total extraordinary losses	23,138	6,329
Income before income taxes and minority interests	1,592,565	2,163,347
Income taxes - current	490,550	713,768
Income taxes - deferred	△75,701	△51,576
Total income taxes	414,849	662,191
Profit	1,177,716	1,501,156
Profit attributable to non-controlling interests	7,453	7,862
Profit attributable to owners of parent	1,170,263	1,493,294

(2) Consolidated statement of income

(Thousands of yen)

	Fiscal year ended May 31, 2022	Fiscal year ended May 31, 2023
Profit	1,177,716	1,501,156
Other comprehensive income		
Valuation difference on available-for-sale securities	△110,162	△48,930
Deferred gains or losses on hedges	10,648	△12,646
Foreign currency translation adjustment	299,347	186,349
Remeasurements of defined benefit plans, net of tax	10,250	25,849
Total other comprehensive income	210,084	150,621
Comprehensive income	1,387,800	1,651,777
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,369,858	1,643,250
Comprehensive income attributable to non-controlling interests	17,942	8,526