

2. Consolidated Financial Statements and Main Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets:		
Cash and deposits	70,931	74,586
Notes receivable - trade	10,181	10,455
Electronically recorded monetary claims - trade	55,642	56,422
Accounts receivable - trade	273,200	175,109
Contract assets	105,640	119,005
Merchandise and finished goods	98,282	107,678
Work in process	59,797	67,097
Raw materials and supplies	98,994	105,152
Other	68,092	77,016
Allowance for doubtful accounts	(8,920)	(8,907)
Total Current assets	831,844	783,617
Non-current assets:		
Net Property, plant and equipment	348,865	345,065
Intangible assets	37,718	39,612
Investments and other assets		
Investment securities	120,733	123,329
Retirement benefit asset	38,136	37,996
Other	33,478	32,245
Allowance for doubtful accounts	(4,154)	(4,121)
Total Investments and other assets	188,194	189,449
Total Non-current assets	574,778	574,127
Deferred assets	47	42
Total Assets	1,406,669	1,357,786

(Millions of yen)

	As of March 31, 2026	As of June 30, 2026
Liabilities		
Current liabilities:		
Notes and accounts payable - trade	190,893	164,693
Short-term borrowings	21,827	29,472
Current portion of bonds payable	—	10,000
Income taxes payable	30,553	13,392
Contract liabilities	78,689	93,594
Provision for product warranties	3,276	3,283
Other	108,807	97,303
Total Current liabilities	434,047	411,740
Non-current liabilities:		
Bonds payable	30,000	20,000
Long-term borrowings	15,057	7,551
Provision for retirement benefits for directors (and other officers)	126	118
Retirement benefit liability	60,775	62,473
Other	23,725	22,504
Total Non-current liabilities	129,685	112,648
Total Liabilities	563,732	524,389
Net Assets		
Shareholders' equity:		
Share capital	47,586	47,586
Capital surplus	63,784	63,785
Retained earnings	565,936	570,542
Treasury shares	(3,700)	(24,709)
Total shareholders' equity	673,606	657,205
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	57,031	59,809
Deferred gains or losses on hedges	789	948
Foreign currency translation adjustment	54,737	59,219
Remeasurements of defined benefit plans	13,997	13,630
Total Accumulated other comprehensive income	126,555	133,608
Non-controlling interests	42,775	42,584
Total Net assets	842,936	833,397
Total Liabilities and Net assets	1,406,669	1,357,786