

Consolidated Statements of Income

Years ended March 31, 2026 and 2025

	Millions of yen		Thousands of U.S. dollars (Note 3)
	2026	2025	2026
Net Sales	¥1,227,595	¥1,123,407	\$7,720,726
Cost of Sales (Note 14)	883,594	805,506	5,557,198
Gross Profit	344,001	317,901	2,163,528
Selling, General and Administrative Expenses (Notes 14 and 15)	207,381	200,255	1,304,281
Operating profit	136,620	117,646	859,247
Non-Operating Income (Expenses):			
Interest and dividend income	3,342	3,475	21,019
Interest expense	(3,067)	(3,335)	(19,295)
Subsidy income	—	1,200	—
Depreciation of inactive non-current assets	(1,338)	(101)	(8,417)
Business conversion expenses	—	(190)	—
Share exchange related expenses	—	(727)	—
Foreign exchange gains (losses)	1,399	(1,126)	8,800
Equity in earnings of affiliates	1,528	1,065	9,615
Other, net	826	852	5,195
	2,690	1,113	16,919
Ordinary Profit	139,310	118,759	876,166
Extraordinary Income, Net (Notes 16 and 17)	781	14,902	4,913
Profit Before Income Taxes	140,091	133,661	881,079
Income Taxes (Note 18)	38,670	36,980	243,211
Profit	101,421	96,681	637,868
Profit Attributable To Non-controlling Interests	3,391	4,442	21,325
Profit Attributable To Owners of Parent (Note 26)	¥ 98,030	¥ 92,239	\$ 616,543

The accompanying Notes to the Consolidated Financial Statements are an integral part of these statements.