

Translation

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Summary of Consolidated Financial Results for the Year Ended March 31, 2019 (Based on IFRS)

June 21, 2019

Company name: Toyota Boshoku Corporation
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 3116 URL <https://www.toyota-boshoku.com>
 Representative: President Takeshi Numa
 General Manager, Accounting & Finance
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(Amounts less than one million yen are omitted.)

1. Consolidated financial results for the year ended March 31, 2019 (from April 1, 2018 to March 31, 2019)

(1) Consolidated operating results Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before income taxes		Profit for the period		Profit attributable to owners of the parent		Comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2019	1,417,376	0.7	61,257	(17.7)	61,489	(18.9)	34,136	(35.1)	27,457	(38.7)	30,273	(42.7)
Year ended March 31, 2018	1,407,392	—	74,429	—	75,849	—	52,633	—	44,818	—	52,872	—

	Basic earnings per share	Diluted earnings per share	Ratio of profit to equity attributable to owners of the parent	Ratio of profit before income taxes to total assets	Ratio of operating profit to revenue
	Yen	Yen	%	%	%
Year ended March 31, 2019	147.85	—	9.6	7.8	4.3
Year ended March 31, 2018	241.34	—	17.1	9.8	5.3

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent	Equity attributable to owners of the parent per share
	Millions of yen	Millions of yen	Millions of yen	%	Yen
As of March 31, 2019	793,599	329,329	292,199	36.8	1,573.44
As of March 31, 2018	776,611	326,022	279,707	36.0	1,506.17

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2019	60,720	(58,915)	(19,526)	158,192
Year ended March 31, 2018	83,559	(48,148)	(3,528)	178,372

2. Cash dividends

	Annual dividends per share					Total cash dividends (total)	Dividend payout ratio	Ratio of dividends to equity attributable to owners of the parent
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2018	–	25.00	–	29.00	54.00	10,028	22.4	3.8
Year ended March 31, 2019	–	28.00	–	28.00	56.00	10,399	37.9	3.6
Year ending March 31, 2020 (Forecast)	–	28.00	–	28.00	56.00		35.9	

3. Forecast of consolidated financial results for the year ending March 31, 2020 (from April 1, 2019 to March 31, 2020)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Basic earnings per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
Six months ending September 30, 2019	710,000	–	26,000	–	26,000	–	13,000	–	70.00	
Full year	1,390,000	(1.9)	53,000	(13.5)	54,000	(12.2)	29,000	5.6	156.16	

Consolidated financial statements
Consolidated Statement of Financial Position

(Millions of yen)

	IFRS Transition Date As of April 1, 2017	As of March 31, 2018	As of March 31, 2019
Assets			
Current assets			
Cash and cash equivalents	146,193	178,372	158,192
Trade and other receivables	214,072	235,500	241,562
Inventories	45,330	48,571	65,282
Other financial assets	17,383	15,868	16,843
Income taxes receivable	4,114	2,923	4,637
Other current assets	9,447	8,916	7,103
Total current assets	436,542	490,153	493,621
Non-current assets			
Property, plant and equipment	207,845	214,689	233,978
Goodwill	4,882	4,882	4,876
Intangible assets	3,384	7,216	10,106
Investments accounted for using equity method	7,976	11,394	11,891
Other financial assets	16,998	21,495	20,587
Deferred tax assets	27,771	22,257	14,144
Other non-current assets	4,256	4,521	4,393
Total non-current assets	273,115	286,457	299,978
Total assets	709,657	776,611	793,599

(Millions of yen)

	IFRS Transition Date As of April 1, 2017	As of March 31, 2018	As of March 31, 2019
Liabilities and equity			
Liabilities			
Current liabilities			
Trade and other payables	181,030	196,088	207,166
Bonds and borrowings	27,917	35,369	22,923
Other financial liabilities	1,952	2,351	2,316
Income taxes payable	14,184	13,730	6,241
Provisions	3,462	2,517	2,793
Other current liabilities	62,042	67,906	67,195
Total current liabilities	290,589	317,964	308,637
Non-current liabilities			
Bonds and borrowings	66,031	71,687	91,838
Other financial liabilities	3,575	3,037	1,254
Retirement benefit liability	52,861	53,978	57,676
Provisions	258	252	255
Deferred tax liabilities	1,706	1,817	2,699
Other non-current liabilities	3,425	1,851	1,909
Total non-current liabilities	127,859	132,624	155,632
Total liabilities	418,448	450,589	464,269
Equity			
Share capital	8,400	8,400	8,400
Capital surplus	8,778	8,441	7,570
Retained earnings	226,886	261,187	275,160
Treasury shares	(3,874)	(3,874)	(3,875)
Other components of equity	5,521	5,553	4,943
Total equity attributable to owners of the parent	245,711	279,707	292,199
Non-controlling interests	45,496	46,314	37,130
Total equity	291,208	326,022	329,329
Total liabilities and equity	709,657	776,611	793,599

Consolidated statement of income and consolidated statement of comprehensive income
Consolidated Statement of Profit or Loss

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Revenue	1,407,392	1,417,376
Cost of sales	1,253,952	1,269,857
Gross profit	153,440	147,518
Selling, general and administrative expenses	79,160	85,375
Other income	4,498	5,206
Other expenses	4,349	6,092
Operating profit	74,429	61,257
Finance income	2,950	2,562
Finance expenses	2,393	3,293
Share of profit of investments accounted for using equity method	862	962
Profit before income taxes	75,849	61,489
Income tax expense	23,216	27,352
Profit for the period	52,633	34,136
Profit attributable to		
Owners of the parent	44,818	27,457
Non-controlling interests	7,815	6,678
Profit attributable to owners of the parent per share		
Basic earnings per share (Yen)	241.34	147.85
Diluted earnings per share (Yen)	—	—

Consolidated Statement of Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Profit for the period	52,633	34,136
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(334)	(2,844)
Net change in fair value of equity instruments measured at fair value through other comprehensive income	1,016	(758)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	(862)	(60)
Net change in fair value of debt instruments measured at fair value through other comprehensive income	2	(11)
Share of other comprehensive income of investments accounted for using equity method	416	(187)
Total other comprehensive income	238	(3,863)
Comprehensive income	52,872	30,273
Comprehensive income attributable to		
Owners of the parent	44,361	24,003
Non-controlling interests	8,510	6,269

Consolidated Statement of Changes in Equity

Fiscal year ended March 31, 2018

(Millions of yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity
					Remeasurements of defined benefit plans
Balance at April 1, 2017	8,400	8,778	226,886	(3,874)	–
Profit for the period			44,818		
Other comprehensive income					(310)
Comprehensive income	–	–	44,818	–	(310)
Purchase of treasury shares				(0)	
Dividends			(10,028)		
Changes in ownership interest in subsidiaries		(337)			
Transfer to retained earnings			(489)		310
Other					
Total transactions with owners	–	(337)	(10,517)	(0)	310
Balance at March 31, 2018	8,400	8,441	261,187	(3,874)	–

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity			Total		
	Net change in fair value of equity instruments measured at fair value through other comprehensive income	Net change in fair value of debt instruments measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations			
Balance at April 1, 2017	5,610	(89)	–	245,711	45,496	291,208
Profit for the period				44,818	7,815	52,633
Other comprehensive income	1,016	2	(1,165)	(456)	694	238
Comprehensive income	1,016	2	(1,165)	44,361	8,510	52,872
Purchase of treasury shares				(0)		(0)
Dividends				(10,028)	(7,101)	(17,129)
Changes in ownership interest in subsidiaries				(337)	(590)	(927)
Transfer to retained earnings	178			–		–
Other						
Total transactions with owners	178	–	–	(10,365)	(7,692)	(18,058)
Balance at March 31, 2018	6,805	(87)	(1,165)	279,707	46,314	326,022

Fiscal year ended March 31, 2019

(Millions of yen)

	Equity attributable to owners of parent				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity
					Remeasurements of defined benefit plans
Balance at April 1, 2018	8,400	8,441	261,187	(3,874)	–
Profit for the period			27,457		
Other comprehensive income					(2,854)
Comprehensive income	–	–	27,457	–	(2,854)
Purchase of treasury shares				(0)	
Dividends			(10,585)		
Changes in ownership interest in subsidiaries		(871)			
Change in scope of consolidation					
Change due to capital increase					
Transfer to retained earnings			(2,843)		2,854
Other			(55)		
Total transactions with owners	–	(871)	(13,484)	(0)	2,854
Balance at March 31, 2019	8,400	7,570	275,160	(3,875)	–

	Equity attributable to owners of parent				Non-controlling interests	Total
	Other components of equity			Total		
	Net change in fair value of equity instruments measured at fair value through other comprehensive income	Net change in fair value of debt instruments measured at fair value through other comprehensive income	Exchange differences on translation of foreign operations			
Balance at April 1, 2018	6,805	(87)	(1,165)	279,707	46,314	326,022
Profit for the period				27,457	6,678	34,136
Other comprehensive income	(758)	(11)	170	(3,453)	(409)	(3,863)
Comprehensive income	(758)	(11)	170	24,003	6,269	30,273
Purchase of treasury shares				(0)		(0)
Dividends				(10,585)	(8,032)	(18,617)
Changes in ownership interest in subsidiaries				(871)	(6,997)	(7,868)
Change in scope of consolidation					(850)	(850)
Change due to capital increase					426	426
Transfer to retained earnings	(10)			–		–
Other				(55)		(55)
Total transactions with owners	(10)	–	–	(11,512)	(15,453)	(26,965)
Balance at March 31, 2019	6,036	(98)	(994)	292,199	37,130	329,329

Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Cash flows from operating activities		
Profit before income taxes	75,849	61,489
Depreciation and amortization	32,347	35,153
Interest and dividend income	(1,859)	(1,647)
Decrease (increase) in trade receivables	(24,752)	(5,795)
Decrease (increase) in inventories	(3,741)	(17,566)
Increase (decrease) in trade payables	16,984	9,557
Other	4,499	4,901
Subtotal	99,326	86,092
Interest received	1,711	1,463
Dividends received	390	694
Interest paid	(1,290)	(1,502)
Income taxes paid	(16,578)	(26,028)
Net cash provided by (used in) operating activities	83,559	60,720

(Millions of yen)

	Fiscal year ended March 31, 2018	Fiscal year ended March 31, 2019
Cash flows from investing activities		
Purchase of property, plant and equipment	(41,621)	(55,735)
Proceeds from sales of property, plant and equipment	2,111	2,243
Purchase of intangible assets	(4,502)	(4,436)
Purchase of equity instruments	(5,603)	(417)
Payments into time deposits	(3,003)	(4,466)
Proceeds from withdrawal of time deposits	4,433	3,311
Other	37	585
Net cash provided by (used in) investing activities	(48,148)	(58,915)
Cash flows from financing activities		
Proceeds from short-term borrowings	2,004	14,771
Repayments of short-term borrowings	(17,966)	(529)
Proceeds from long-term borrowings	6,651	23,000
Repayments of long-term borrowings	(6,245)	(20,054)
Proceeds from issuance of bonds	30,000	–
Redemption of bonds	–	(10,000)
Dividends paid	(10,024)	(10,582)
Dividends paid to non-controlling interests	(7,039)	(8,504)
Payments for acquisition of interests in subsidiaries from non-controlling interests	(648)	(7,868)
Other	(259)	241
Net cash provided by (used in) financing activities	(3,528)	(19,526)
Effect of exchange rate changes on cash and cash equivalents	296	(2,458)
Net increase (decrease) in cash and cash equivalents	32,179	(20,179)
Cash and cash equivalents at beginning of period	146,193	178,372
Cash and cash equivalents at end of period	178,372	158,192

Segment Information

IFRS Transition Date As of April 1, 2017

(Millions of yen)

	Reportable Segment					Eliminations	Consolidated
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total		
Segment assets	452,676	88,517	192,481	46,075	779,750	(70,093)	709,657
Others Investments accounted for using equity method	6,307	—	615	1,053	7,976	—	7,976

Fiscal year ended March 31, 2018

(Millions of yen)

	Reportable Segment					Eliminations	Consolidated	
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total			
Revenue								
Revenue to external customers	709,275	281,510	316,900	99,707	1,407,392	—	1,407,392	
Inter-segment revenue and transfers	53,496	4,259	22,462	1,239	81,458	(81,458)	—	
Total	762,772	285,769	339,362	100,946	1,488,850	(81,458)	1,407,392	
Segment profit (loss)	25,810	11,084	33,849	7,233	77,977	(3,548)	74,429	
Segment assets	484,506	86,229	201,882	47,982	820,600	(43,989)	776,611	
Finance income								2,950
Finance expenses								2,393
Share of profit of investments accounted for using equity method								862
Profit before income taxes								75,849

Others

	Reportable Segment					Eliminations	Consolidated
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total		
Depreciation and amortization	15,346	5,345	9,671	1,983	32,347	—	32,347
Impairment losses	—	—	—	—	—	—	—
Reversal of impairment losses	—	—	—	—	—	—	—
Investments accounted for using equity method	9,104	—	729	1,561	11,394	—	11,394
Capital expenditure	26,613	10,286	8,126	3,247	48,274	—	48,274

Fiscal year ended March 31, 2019

(Millions of yen)

	Reportable Segment					Eliminations	Consolidated	
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total			
Revenue								
Revenue to external customers	727,928	262,086	329,469	97,891	1,417,376	—	1,417,376	
Inter-segment revenue and transfers	71,974	4,809	23,394	1,387	101,565	(101,565)	—	
Total	799,903	266,896	352,863	99,278	1,518,941	(101,565)	1,417,376	
Segment profit (loss)	6,592	20,869	26,200	7,613	61,275	(17)	61,257	
Segment assets	520,339	112,988	195,432	49,208	877,969	(84,369)	793,599	
Finance income								2,562
Finance expenses								3,293
Share of profit of investments accounted for using equity method								962
Profit before income taxes								61,489

Others

	Reportable Segment					Eliminations	Consolidated
	Japan	North, Central and South America	Asia and Oceania	Europe and Africa	Total		
Depreciation and amortization	17,441	5,923	9,175	2,613	35,153	—	35,153
Impairment losses	151	—	111	—	262	—	262
Reversal of impairment losses	—	—	—	—	—	—	—
Investments accounted for using equity method	9,501	—	998	1,391	11,891	—	11,891
Capital expenditure	27,348	16,989	13,258	3,743	61,341	—	61,341

Disclosure on Transition to IFRS

Adjustments to equity as of the transition date (April 1, 2017)

(Millions of yen)

Japanese GAAP		change of the accounting period	Reclassification	Differences in recognition and measurement	IFRS	
Account item	Amount				Amount	Account item
Assets						Assets
Current assets						Current assets
Cash and deposits	162,335	1,156	(17,298)	—	146,193	Cash and cash equivalents
Notes and accounts receivable - trade	185,189	(81)	25,703	3,261	214,072	Trade and other receivables
Merchandise and finished goods	7,520	(528)	36,275	2,063	45,330	Inventories
Work in process	7,866	19	(7,885)	—	—	
Raw materials and supplies	28,460	(70)	(28,389)	—	—	
Deferred tax assets	5,759	13	(5,773)	—	—	
Other	39,060	(504)	(21,171)	—	17,383	Other financial assets
Allowance for doubtful accounts	(158)	0	158	—	—	
	—	—	4,195	(80)	4,114	Income taxes receivable
	—	—	8,413	1,033	9,447	Other current assets
Total current assets	436,032	4	(5,773)	6,277	436,542	Total current assets
Non-current assets						Non-current assets
Property, plant and equipment	198,302	(5,109)	—	14,652	207,845	Property, plant and equipment
Intangible assets	7,937	(8)	(3,046)	—	4,882	Goodwill
	—	—	3,046	337	3,384	Intangible assets
Investment securities	16,530	0	(8,553)	(1)	7,976	Investments accounted for using equity method
	—	—	10,322	6,675	16,998	Other financial assets
Deferred tax assets	26,750	790	5,773	(5,542)	27,771	Deferred tax assets
Other	6,526	(364)	(6,162)	—	—	
Allowance for doubtful accounts	(159)	—	159	—	—	
	—	—	4,232	23	4,256	Other non-current assets
Total non-current assets	255,888	(4,691)	5,773	16,145	273,115	Total non-current assets
Total assets	691,921	(4,686)	—	22,422	709,657	Total assets

(Millions of yen)

Japanese GAAP		change of the accounting period	Reclassification	Differences in recognition and measurement	IFRS	
Account item	Amount				Amount	Account item
Liabilities						Liabilities and equity
Current liabilities						Liabilities
Notes and accounts payable - trade	175,585	82	10,602	(5,240)	181,030	Current liabilities
Short-term loans payable	21,981	(11)	5,947	—	27,917	Trade and other payables
Current portion of long-term loans payable	5,947	—	(5,947)	—	—	Bonds and borrowings
Accrued expenses	45,724	(1,089)	(44,635)	—	—	
	—	—	1,470	481	1,952	Other financial liabilities
Income taxes payable	13,820	347	—	16	14,184	Income taxes payable
Provision for product warranties	3,458	(337)	—	340	3,462	Provisions
Provision for directors' bonuses	417	—	(417)	—	—	
Other	19,363	(985)	32,619	11,045	62,042	Other current liabilities
Total current liabilities	286,298	(1,993)	(359)	6,643	290,589	Total current liabilities
Non-current liabilities						Non-current liabilities
Bonds payable	20,000	—	46,031	—	66,031	Bonds and borrowings
Long-term loans payable	46,031	—	(46,031)	—	—	
	—	—	3,575	(0)	3,575	Other financial liabilities
Net defined benefit liability	54,786	23	298	(2,247)	52,861	Retirement benefit liability
Provision for directors' retirement benefits	298	—	(298)	—	—	
Asset retirement obligations	258	—	—	—	258	Provisions
	—	—	1,688	18	1,706	Deferred tax liabilities
Other	7,973	(821)	(4,903)	1,177	3,425	Other non-current liabilities
Total non-current liabilities	129,347	(797)	359	(1,050)	127,859	Total non-current liabilities
Total liabilities	415,646	(2,790)	—	5,592	418,448	Total liabilities
Net assets						Equity
Capital stock	8,400	—	—	—	8,400	Share capital
Capital surplus	8,778	—	—	—	8,778	Capital surplus
Retained earnings	238,150	66	—	(11,330)	226,886	Retained earnings
Treasury shares	(3,874)	—	—	—	(3,874)	Treasury shares
Total accumulated other comprehensive income	(21,034)	(1,192)	—	27,748	5,521	Other components of equity
Non-controlling interests	45,853	(769)	—	412	45,496	Non-controlling interests
Total net assets	276,274	(1,895)	—	16,830	291,208	Total equity
Total liabilities and net assets	691,921	(4,686)	—	22,422	709,657	Total liabilities and equity

Adjustments to equity for Fiscal year ended March 31, 2018

(Millions of yen)

Japanese GAAP		Reclassification	Differences in recognition and measurement	IFRS	
Account item	Amount			Amount	Account item
Assets					Assets
Current assets					Current assets
Cash and deposits	194,158	(15,785)	—	178,372	Cash and cash equivalents
Notes and accounts receivable - trade	194,149	30,387	10,963	235,500	Trade and other receivables
Merchandise and finished goods	7,762	38,208	2,601	48,571	Inventories
Work in process	9,648	(9,648)	—	—	
Raw materials and supplies	28,560	(28,560)	—	—	
Deferred tax assets	4,688	(4,688)	—	—	
Other	42,417	(26,549)	—	15,868	Other financial assets
Allowance for doubtful accounts	(135)	135	—	—	
	—	2,921	2	2,923	Income taxes receivable
	—	8,889	26	8,916	Other current assets
Total current assets	481,248	(4,688)	13,593	490,153	Total current assets
Non-current assets					Non-current assets
Property, plant and equipment	201,150	—	13,538	214,689	Property, plant and equipment
Intangible assets	10,163	(6,740)	1,459	4,882	Goodwill
	—	6,740	476	7,216	Intangible assets
Investment securities	23,300	(11,946)	40	11,394	Investments accounted for using equity method
	—	13,435	8,060	21,495	Other financial assets
Deferred tax assets	22,685	4,688	(5,117)	22,257	Deferred tax assets
Other	6,227	(6,227)	—	—	
Allowance for doubtful accounts	(217)	217	—	—	
	—	4,521	0	4,521	Other non-current assets
Total non-current assets	263,310	4,688	18,458	286,457	Total non-current assets
Total assets	744,558	—	32,052	776,611	Total assets

Japanese GAAP		Reclassification	Differences in recognition and measurement	IFRS	
Account item	Amount			Amount	Account item
Liabilities					Liabilities and equity
Current liabilities					Liabilities
Notes and accounts payable - trade	181,061	12,501	2,526	196,088	Current liabilities
Short-term loans payable	5,829	29,540	—	35,369	Trade and other payables
Current portion of bonds	10,000	(10,000)	—	—	Bonds and borrowings
Current portion of long-term loans payable	19,540	(19,540)	—	—	
Accrued expenses	49,461	(49,461)	—	—	
	—	1,936	415	2,351	Other financial liabilities
Income taxes payable	13,668	—	62	13,730	Income taxes payable
Provision for product warranties	2,517	—	—	2,517	Provisions
Provision for directors' bonuses	353	(353)	—	—	
Other	21,416	34,939	11,550	67,906	Other current liabilities
Total current liabilities	303,847	(438)	14,555	317,964	Total current liabilities
Non-current liabilities					Non-current liabilities
Bonds payable	40,000	31,687	—	71,687	Bonds and borrowings
Long-term loans payable	31,687	(31,687)	—	—	
	—	3,037	—	3,037	Other financial liabilities
Net defined benefit liability	53,989	268	(280)	53,978	Retirement benefit liability
Provision for directors' retirement benefits	268	(268)	—	—	
Asset retirement obligations	250	—	2	252	Provisions
	—	1,715	101	1,817	Deferred tax liabilities
Other	5,894	(4,314)	272	1,851	Other non-current liabilities
Total non-current liabilities	132,090	438	96	132,624	Total non-current liabilities
Total liabilities	435,938	—	14,651	450,589	Total liabilities
Net assets					Equity
Capital stock	8,400	—	—	8,400	Share capital
Capital surplus	8,406	—	35	8,441	Capital surplus
Retained earnings	270,951	—	(9,764)	261,187	Retained earnings
Treasury shares	(3,874)	—	—	(3,874)	Treasury shares
Accumulated other comprehensive income	(21,123)	—	26,676	5,553	Other components of equity
Non-controlling interests	45,861	—	453	46,314	Non-controlling interests
Total net assets	308,620	—	17,401	326,022	Total equity
Total liabilities and net assets	744,558	—	32,052	776,611	Total liabilities and equity

Adjustments to profit attributable owners of the parent and comprehensive income in Fiscal year ended March 31, 2018

(Millions of yen)

Japanese GAAP		Reclassification	Differences in recognition and measurement	IFRS	
Account item	Amount			Amount	Account item
Net sales	1,399,530		7,862	1,407,392	Revenue
Cost of sales	(1,246,798)		(7,153)	(1,253,952)	Cost of sales
Gross profit	152,731		708	153,440	Gross profit
Total selling, general and administrative expenses	(81,532)	719	1,653	(79,160)	Selling, general and administrative expenses
		4,664	(165)	4,498	Other income
		(4,291)	(57)	(4,349)	Other expenses
Operating profit	71,198	1,091	2,139	74,429	Operating profit
Non-operating income	8,451	(8,451)		—	
Non-operating expenses	(6,770)	6,770		—	
		2,950	(0)	2,950	Finance income
		(2,478)	85	(2,393)	Finance expenses
		821	41	862	Share of profit of investments accounted for using equity method
Profit before income taxes	72,879	703	2,266	75,849	Profit before income taxes
Income taxes - current	(17,962)	(5,043)	(211)	(23,216)	Income tax expense
Income taxes - deferred	(4,339)	4,339	—	—	
Profit	50,578	—	2,055	52,633	Profit for the period
Profit attributable to owners of parent	42,762		2,055	44,818	Owners of the parent
Profit attributable to non-controlling interests	7,815		(0)	7,815	Non-controlling interests

(Millions of yen)

Japanese GAAP		Reclassification	Differences in recognition and measurement	IFRS	
Account item	Amount			Amount	Account item
Profit	50,578	—	2,055	52,633	Profit for the period
Other comprehensive income					Other comprehensive income
					Items that will not be reclassified to profit or loss
Remeasurements of defined benefit plans, net of tax	2,030	—	(2,365)	(334)	Remeasurements of defined benefit plans
Valuation difference on available-for-sale securities	148	—	868	1,016	Net change in fair value of equity instruments measured at fair value through other comprehensive income
					Items that may be reclassified to profit or loss
Foreign currency translation adjustment	(2,597)	—	1,735	(862)	Exchange differences on translation of foreign operations
Share of other comprehensive income of entities accounted for using equity method	383	—	33	416	Share of other comprehensive income of investments accounted for using equity method
			2	2	Net change in fair value of debt instruments measured at fair value through other comprehensive income
Total other comprehensive income	(35)	—	273	238	Total other comprehensive income
Comprehensive income	50,543	—	2,329	52,872	Comprehensive income
Comprehensive income attributable to					Comprehensive income attributable to
Comprehensive income attributable to owners of parent	42,676	—	1,684	44,361	Owners of the parent
Comprehensive income attributable to non-controlling interests	7,866	—	644	8,510	Non-controlling interests