



Consolidated Financial Results for the Year Ended June 30, 2021 (Japanese GAAP)

August 6, 2021

Company name: Lasertec Corporation
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6920
 URL: <https://www.lasertec.co.jp/>
 Representative: Osamu Okabayashi
 Representative Director and President
 Contact for inquiries: Shu Uchiyama
 Managing Director and Chief Administrative Officer
 Phone: +81-45-478-7111

Date of ordinary general meeting of shareholders: September 28, 2021
 Dividend payable date: September 29, 2021
 Date of securities report filing: September 29, 2021
 Preparation of supplementary material for financial results: Yes
 Financial results briefing: Yes (for analysts and institutional investors)

(Figures less than a million yen are rounded down.)

1. Consolidated financial results for the year ended June 30, 2021

(1) Consolidated operating results

(The percentage figures indicate changes from the previous fiscal year.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2021	70,248	65.0	26,074	73.1	26,438	74.9	19,250	77.9
June 30, 2020	42,572	48.0	15,062	89.7	15,115	92.9	10,823	82.4

(Note) Comprehensive income: Year ended June 30, 2021: 20,251 million yen [86.4%]
 Year ended June 30, 2020: 10,863 million yen [88.4%]

Fiscal year ended	Net income per share	Net income per share, fully diluted	Return on shareholders' equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
June 30, 2021	213.47	213.29	40.8	26.4	37.1
June 30, 2020	120.02	119.92	30.8	22.9	35.4

(Reference) Profit/loss on equity method: Year ended June 30, 2021: None Year ended June 30, 2020: None

(Note) Effective January 1, 2020, the company split its common stock 2 for 1 in accordance with the resolution of the Board of Directors dated November 25, 2019. The figures of "net income per share" and "net income per share, fully diluted" are calculated as if the stock split took place at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
June 30, 2021	118,725	55,188	46.5	611.76
June 30, 2020	81,794	39,175	47.9	434.19

(Reference) Equity: June 30, 2021: 55,166 million yen June 30, 2020: 39,154 million yen

(3) Consolidated cash flow position

Fiscal year ended	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
June 30, 2021	10,488	(3,703)	(4,242)	27,849
June 30, 2020	16,486	(2,038)	(2,800)	24,660

2. Dividends

Fiscal year ended	Dividend per share					Dividend payment (Total)	Dividend payout ratio (Consolidated)	The ratio of dividend to shareholders' equity (Consolidated)
	End 1Q	End 2Q	End 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
June 30, 2020	--	31.00	--	27.00	--	3,832	35.4	10.9
June 30, 2021	--	20.00	--	55.00	75.00	6,763	35.1	14.3
June 30, 2022 (Forecast)	--	32.00	--	50.00	82.00		35.2	

(Note) Effective January 1, 2020, the company split its common stock 2 for 1 in accordance with the resolution of the Board of Directors dated November 25, 2019. The figure of year-end dividend per share for the fiscal year ended June 30, 2020 is calculated based on the number of issued shares after the stock split. The figure of year-end dividend per share for the fiscal year ended June 30, 2020 would be 54 yen if it were calculated using the number of issued shares before the stock split. The figure of total dividend per share for the fiscal year ending June 30, 2020 is not shown here because it cannot be obtained in a simple calculation due to the stock split.

3. Forecast of consolidated financial results for the year ending June 30, 2022

(The percentage figures indicate changes from the same period of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Annual	83,000	18.2	27,000	3.6	27,000	2.1	21,000	9.1	232.87

※ Notes

(1) Significant changes of subsidiaries during the period (changes of specified subsidiaries accompanying changes in the scope of consolidation): None

Number of subsidiaries added to consolidation: None (Company names: N/A)

Number of subsidiaries excluded from consolidation: None (Company names: N/A)

(2) Changes in accounting policy, changes or restatement of accounting estimates

① Changes in accounting policy due to revision of accounting standards: None

② Changes in accounting policy other than ①: Yes

③ Changes in accounting estimates: None

④ Restatement due to revision: None

(Note) For details, see "(5) Notes to consolidated financial statements (Changes in accounting policy)" on page 13 of the attached supplementary material.

(3) Number of issued shares (common stock):

	(Shares)			
① Number of issued shares at the end of the period (including treasury stock)	June 30, 2021	94,286,400	June 30, 2020	94,286,400
② Number of treasury shares at the end of the period	June 30, 2021	4,108,486	June 30, 2020	4,108,486
③ Average number of shares for the period	June 30, 2021	90,177,914	June 30, 2020	90,177,940

(Note) Effective January 1, 2020, the company split its common stock 2 for 1 in accordance with the resolution of the Board of Directors dated November 25, 2019. The figures in this table of the number of issued shares (common stock) are calculated as if the stock split took place at the beginning of the previous fiscal year.

(Reference) Financial Results for the Year Ended June 30, 2021 (Non-Consolidated)

1. Financial results

(1) Operating results

(The percentage figures indicate changes from the previous fiscal year.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2021	67,080	66.4	23,943	74.1	25,004	68.6	18,487	70.5
June 30, 2020	40,319	50.4	13,750	122.3	14,833	114.4	10,843	99.0

Fiscal year ended	Net income per share	Net income per share, fully diluted
	Yen	Yen
June 30, 2021	205.01	204.84
June 30, 2020	120.25	120.15

(Note) Effective January 1, 2020, the company split its common stock 2 for 1 in accordance with the resolution of the Board of Directors dated November 25, 2019. The figures of "net income per share" and "net income per share, fully diluted" in this forecast are calculated as if the stock split took place at the beginning of the previous fiscal year.

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
June 30, 2021	115,318	52,522	45.5	582.20
June 30, 2020	79,333	37,271	47.0	413.07

(Reference) Equity: June 30, 2021: 52,501 million yen June 30, 2020: 37,249 million yen

※ **This report of financial results is not subject to auditing by certified public accountants.**

※ **Cautionary statement for proper use of forecast of financial results and other special notes**

(Cautions about forward-looking statements)

The forecast of financial results provided in this report is based on information available to the company as of the date of announcement and on assumptions it has judged to be reasonable. We make no guarantees about achieving the forecast provided herein. Actual results may differ materially from the forecast due to various factors.

(Availability of presentation materials of financial results)

Lasertec will discuss financial results online for analysts and institutional investors on August 10, 2021. The presentation materials provided for this online meeting will be available on our website.

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1. Overview of Operating Results and Others

(1) Overview of operating results

① Overview of this fiscal year (ended June 2021)

In the fiscal year ended June 30, 2021, the COVID-19 pandemic made a significant impact on the global economy, but we were beginning to see signs of recovery thanks to the economic stimulus and vaccination efforts of countries around the world.

In the semiconductor industry, the primary market of our business, there were increasing concerns about geopolitical risks amid heightening tension between the United States and China and about IC chip shortages. In this background, there were announcements by various countries to adopt policies to promote technology enhancement and supply chain re-organization and by semiconductor device manufacturers to make upward revisions to their capital investment plans. During this fiscal year, we saw an increase in demand for leading-edge semiconductors driven by the demand for 5G smartphones and other communication equipment as well as by the demand for personal computers and data centers due to the widespread use of remote work and online meetings. In this business environment, logic and memory device makers accelerated the introduction of the leading-edge, extreme ultraviolet (EUV) lithography. As such, the semiconductor production equipment market is expected to achieve further growth in the coming years.

Under these circumstances, our consolidated net sales in the fiscal year ended June 30, 2021 totaled 70,248 million yen (up 65.0% year-on-year).

By product segment, semiconductor-related products accounted for 58,401 million yen (up 69.9% year-on-year), other products for 3,638 million yen (up 69.1% year-on-year), and services for 8,208 million yen (up 35.7% year-on-year).

As for consolidated income for this period, we recorded 26,074 million yen in operating income (up 73.1% year-on-year), 26,438 million yen in ordinary income (up 74.9% year-on-year), and 19,250 million yen in net income attributable to owners of parent (up 77.9% year-on-year).

② Forecast of the next fiscal year (ending June 2022)

In the next fiscal year, we expect that capital investment will continue to be made in the semiconductor industry, the primary market of our Group, because of the strong demand for semiconductors despite the uncertainties surrounding COVID-19 variants and escalated tension between the United States and China.

Under these circumstances, we forecast our consolidated results in the fiscal year ending June 2022 as follows: 83 billion yen in net sales, 27 billion yen in operating income, 27 billion yen in ordinary income, and 21 billion yen in net income attributable to owners of parent.

(2) Overview of financial position

① Assets, Liabilities, and Net Assets

Total assets at the end of this fiscal year amounted to 118,725 million yen, an increase of 36,931 million yen from the end of the previous fiscal year, on a consolidated basis. This is mainly because of a 18,629 million yen increase in work in process, a 4,207 million yen increase in accounts receivable-other, a 3,194 million yen increase in cash and deposits, and a 2,270 million yen increase in "other" current assets.

Liabilities at the end of this fiscal year amounted to 63,537 million yen, an increase of 20,918 million yen from the end of the previous fiscal year, on a consolidated basis. This is mainly because of a 15,549 million yen increase in advances received and a 3,175 million yen increase in liabilities related to paid supply transactions.

Shareholders' equity at the end of this fiscal year amounted to 54,059 million yen, an increase of 15,011 million yen from the end of the previous fiscal year, on a consolidated basis. This is mainly because we earned 19,250 million yen in net income attributable to owners of parent, whereas we paid 4,238 million yen in dividends.

Net assets, which consist of shareholders' equity, other accumulated comprehensive income, and subscription rights to shares, amounted to 55,188 million yen. The equity ratio became 46.5%.

② Cash Flows

Cash and cash equivalents at the end of this fiscal year amounted to 27,849 million yen, an increase of 3,189 million yen from the end of the previous fiscal year, on a consolidated basis. Following is the status of cash flows and their contributing factors during this fiscal year.

Net cash provided by operating activities amounted to 10,488 million yen (down 36.4% from the previous fiscal year). This is mainly because the sum of cash receipts, such as 26,438 million yen in income before income taxes and minority interests and a 15,342 million yen increase in advances received, exceeded the sum of cash payments, such as a 19,756 million yen increase in inventories, 6,977 million yen spent for income taxes paid, and a 2,733 million yen decrease in accounts payable-trade.

Net cash used in investing activities amounted to 3,703 million yen (up 81.7% from the previous fiscal year). This is mainly due to 2,867 million yen used for purchase of intangible assets.

Net cash used in financing activities amounted to 4,242 million yen (up 51.5% from the previous fiscal year). This is mainly due to 4,238 million yen used for the payment of cash dividends.

Indexes associated with cash flows for the past few years are provided below:

	Year ended June 2018	Year ended June 2019	Year ended June 2020	Year ended June 2021
Equity ratio (%)	70.9	62.1	47.9	46.5
Equity ratio on market price basis (%)	369.0	384.6	1,120.1	1,639.9
Ratio of interest- bearing debts to cash flows (year)	--	--	--	--
Interest coverage ratio (times)	--	--	--	--

- Equity ratio: Equity divided by total assets
 - Equity ratio on market price basis: Market capitalization divided by total assets
 - Ratio of interest-bearing debts to cash flows: Interest-bearing debts divided by cash flows
 - Interest coverage ratio: Cash flows divided by paid interests
- (Note 1) Each index is calculated based on consolidated financial results.
- (Note 2) Market capitalization is calculated based on the total number of issued shares minus the number of treasury shares.
- (Note 3) Cash flows denote the cash flows from operating activities on the consolidated statement of cash flows.
- (Note 4) Interest-bearing debts denote all interest-bearing liabilities on the consolidated balance sheet.

(3) Basic policy concerning profit distribution in this fiscal year and the next

Our basic policy concerning profit distribution is to flexibly pay dividends based on performance, with a consolidated dividend payout ratio of 35% being the guideline. Our policy concerning retained earnings is to use them effectively for new technology/product R&D, for infrastructure investment and operating capital in line with business growth, and for hiring good talent so that we can further improve the company's quality and establish a solid foundation for long sustainable growth.

Based on the policy described herein, we are planning to pay a year-end dividend of 55 yen per share for this fiscal year with 35.1% dividend payout ratio.

In the next fiscal year, we plan to pay 82 yen per share in dividends (32 yen as interim dividend and 50 yen as year-end dividend) based on the current forecast of financial results. The estimated dividend payout ratio is 35.2% on a consolidated basis.

2. Status of our Group

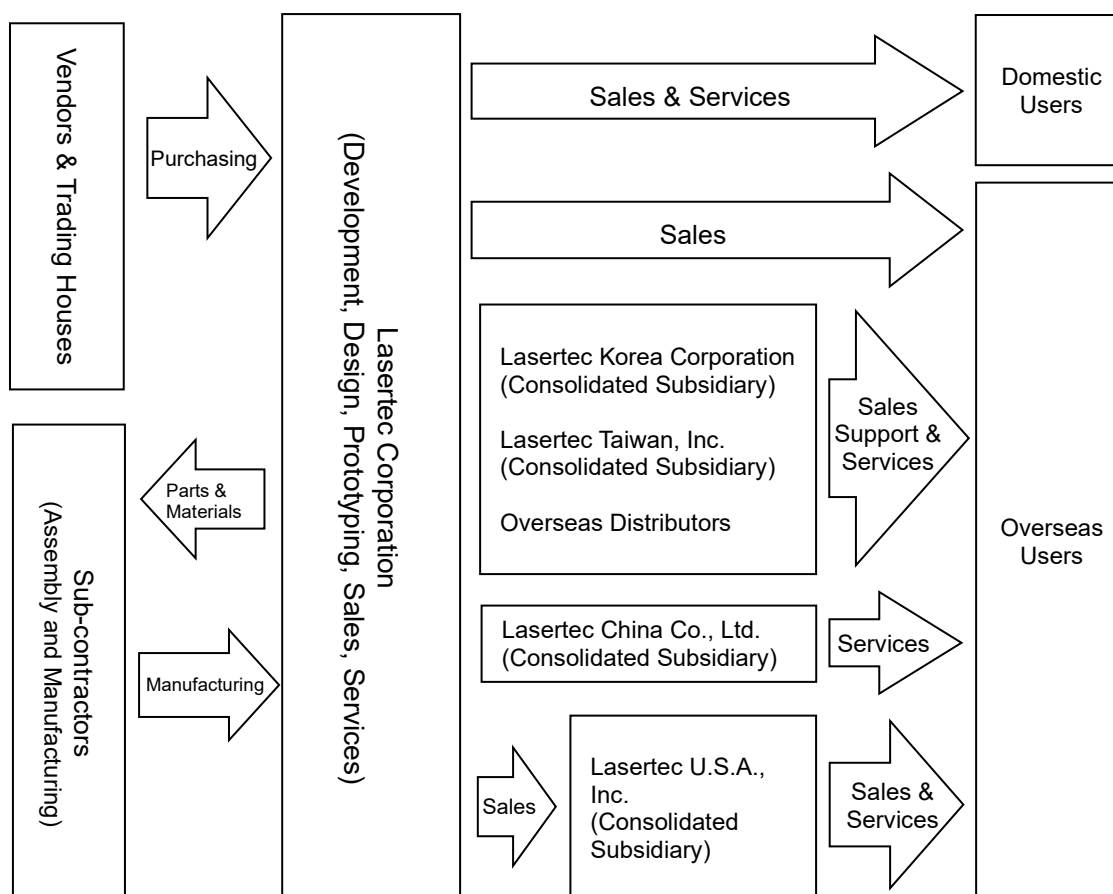
The business of our Group consists of a single segment that engages in the design, manufacture and sale of inspection and measurement equipment. Our operations are mainly categorized into design, manufacture, sales, and services for semiconductor-related products and other products.

Among the operations described above, Lasertec Corporation conducts the design and manufacture of semiconductor-related products and those of other products.

Sales operation in North America and Europe is executed by Lasertec U.S.A., Inc., a consolidated subsidiary. Lasertec Corporation conducts sales in Japan and Asia.

Lasertec USA, Inc. performs services in North America and Europe. Lasertec Korea Corporation, Lasertec Taiwan, Inc., and Lasertec China Co., Ltd., all of which are consolidated subsidiaries, provide services in Korea, Taiwan, and China, respectively. Lasertec Corporation provides services in Japan and the remaining Asian countries.

The operations of Lasertec Corporation and its related parties are described below in a business flow chart.



3. Basic Policy on Selection of Accounting Principles

We will continue to use the Japanese GAAP to compile consolidated financial statements for the time being to retain comparability with the results of previous fiscal years and those of other companies. With respect to the adoption of IFRS, we will carefully consider various factors in Japan and abroad and make a proper decision.

4. Consolidated Financial Statements**(1) Consolidated balance sheet**

	(In thousands of yen)	
	Previous (As of June 30,2020)	Current (As of June 30,2021)
Assets		
Current assets		
Cash and deposits	24,723,393	27,918,181
Notes and accounts receivable-trade	5,662,634	7,892,827
Work in process	30,083,265	48,712,386
Raw materials and supplies	3,978,778	5,176,243
Accounts receivable-other	3,964,395	8,171,465
Other	1,598,832	3,869,169
Allowance for doubtful accounts	(8,601)	(14,375)
Total current assets	70,002,699	101,725,897
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	4,601,054	4,600,557
Accumulated depreciation	(2,210,782)	(2,332,259)
Buildings and structures, net	2,390,271	2,268,298
Machinery, equipment and vehicles	1,300,707	3,828,031
Accumulated depreciation	(577,565)	(1,116,954)
Machinery, equipment and vehicles, net	723,142	2,711,076
Tools, furniture and fixtures	2,069,385	2,286,408
Accumulated depreciation	(1,569,620)	(1,742,546)
Tools, furniture and fixtures, net	499,765	543,861
Leased assets	26,820	31,630
Accumulated depreciation	(4,410)	(8,659)
Leased assets, net	22,410	22,971
Land	4,254,773	4,254,773
Construction in progress	23,868	117,799
Total property, plant and equipment	7,914,231	9,918,782
Intangible assets	843,359	3,070,200
Investments and other assets		
Investment securities	532,873	2,006,501
Deferred tax assets	2,347,281	1,768,066
Other	153,626	235,936
Total investments and other assets	3,033,781	4,010,504
Total noncurrent assets	11,791,372	16,999,487
Total assets	81,794,071	118,725,385

	(In thousands of yen)	
	Previous (As of June 30, 2020)	Current (As of June 30, 2021)
Liabilities		
Current liabilities		
Accounts payable-trade	4,985,628	6,484,833
Income taxes payable	4,581,064	4,701,896
Advances received	25,655,709	41,205,231
Deferred revenue	1,495,264	1,749,535
Provision for directors' bonuses	537,000	630,651
Provision for product warranties	33,715	--
Provision for quality compensation	92,920	--
Liabilities related to paid supply transactions	2,891,418	6,067,332
Other	1,786,137	2,144,963
Total current liabilities	42,058,860	62,984,443
Noncurrent liabilities		
Net defined benefit liability	276,481	292,404
Asset retirement obligations	219,072	219,206
Other	64,096	41,021
Total noncurrent liabilities	559,651	552,632
Total liabilities	42,618,511	63,537,075
Net assets		
Shareholders' equity		
Capital stock	931,000	931,000
Capital surplus	1,080,360	1,080,360
Retained earnings	38,014,040	53,026,001
Treasury stock	(977,713)	(977,713)
Total shareholders' equity	39,047,686	54,059,648
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	259,879	1,262,062
Foreign currency translation adjustment	(153,504)	(154,898)
Total accumulated other comprehensive income	106,375	1,107,163
Subscription rights to shares	21,498	21,498
Total net assets	39,175,560	55,188,309
Total liabilities and net assets	81,794,071	118,725,385

(2) Consolidated statement of income and consolidated statement of comprehensive income**(Consolidated statement of income)**

	(In thousands of yen)	
	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Net sales	42,572,915	70,248,325
Cost of sales	19,581,071	33,296,093
Gross profit	22,991,843	36,952,231
Selling, general and administrative expenses	7,929,172	10,878,166
Operating income	15,062,671	26,074,064
Non-operating income		
Interest income	9,255	7,020
Dividend income	13,464	12,879
Foreign exchange gains	27,706	337,775
Other	8,440	11,820
Total non-operating income	58,866	369,496
Non-operating expenses		
Other	6,119	4,565
Total non-operating expenses	6,119	4,565
Ordinary income	15,115,418	26,438,994
Income before income taxes	15,115,418	26,438,994
Income taxes-current	5,541,954	7,077,675
Income taxes-deferred	(1,250,109)	110,996
Total income taxes	4,291,845	7,188,671
Net income	10,823,573	19,250,323
Net income attributable to owners of parent	10,823,573	19,250,323

(Consolidated statement of comprehensive income)

	(In thousands of yen)	
	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Net income	10,823,573	19,250,323
Other comprehensive income		
Valuation difference on available-for-sale securities	37,980	1,002,182
Foreign currency translation adjustment	2,342	(1,394)
Total other comprehensive income	40,323	1,000,788
Comprehensive income	10,863,896	20,251,111
Comprehensive income attributable to owners of parent	10,863,896	20,251,111
Comprehensive income attributable to non-controlling interests	--	--

(3) Consolidated statement of shareholders' equity

	(In thousands of yen)	
	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Shareholders' equity		
Capital stock		
Balance at the beginning of the period	931,000	931,000
Changes during the period		
Total changes during the period	--	--
Balance at the end of the period	931,000	931,000
Capital surplus		
Balance at the beginning of the period	1,080,360	1,080,360
Changes during the period		
Total changes during the period	--	--
Balance at the end of the period	1,080,360	1,080,360
Retained earnings		
Balance at the beginning of the period	29,985,983	38,014,040
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,823,573	19,250,323
Net changes in items other than shareholder equity	--	--
Total changes during the period	8,028,056	15,011,961
Balance at the end of the period	38,014,040	53,026,001
Treasury stock		
Balance at the beginning of the period	(977,387)	(977,713)
Changes during the period		
Purchase of treasury shares	(325)	--
Total changes during the period	(325)	--
Balance at the end of the period	(977,713)	(977,713)
Total shareholders' equity		
Balance at the beginning of the period	31,019,955	39,047,686
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,823,573	19,250,323
Purchase of treasury shares	(325)	--
Net changes in items other than shareholder equity	--	--
Total changes during the period	8,027,731	15,011,961
Balance at the end of the period	39,047,686	54,059,648

(In thousands of yen)

	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at the beginning of the period	221,898	259,879
Changes during the period		
Net changes of items other than shareholders' equity	37,980	1,002,182
Total changes during the period	37,980	1,002,182
Balance at the end of the period	259,879	1,262,062
Foreign currency translation adjustment		
Balance at the beginning of the period	(155,846)	(153,504)
Changes during the period		
Net changes of items other than shareholders' equity	2,342	(1,394)
Total changes during the period	2,342	(1,394)
Balance at the end of the period	(153,504)	(154,898)
Total other comprehensive income		
Balance at the beginning of the period	66,051	106,375
Changes during the period		
Net changes of items other than shareholders' equity	40,323	1,000,788
Total changes during the period	40,323	1,000,788
Balance at the end of the period	106,375	1,107,163
Subscription rights to shares		
Balance at the beginning of the period	21,498	21,498
Changes during the period		
Net changes of items other than shareholders' equity	--	--
Total changes during the period	--	--
Balance at the end of the period	21,498	21,498
Total net assets		
Balance at the beginning of the period	31,107,506	39,175,560
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,823,573	19,250,323
Purchase of treasury shares	(325)	--
Net changes of items other than shareholders' equity	40,323	1,000,788
Total changes during the period	8,068,054	16,012,749
Balance at the end of the period	39,175,560	55,188,309

(4) Consolidated statement of cash flows

(In thousands of yen)

	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Cash flows from operating activities		
Income before income taxes	15,115,418	26,438,994
Depreciation and amortization	881,021	1,642,712
Increase (decrease) in allowance for doubtful accounts	2,551	5,587
Increase (decrease) in provision for directors' bonuses	255,200	93,651
Increase (decrease) in provision for product warranties	(294,302)	(33,677)
Increase (decrease) in provision for quality compensation	(137,423)	(92,920)
Increase (decrease) in net defined benefit liability	49,173	15,316
Interest and dividend income	(22,720)	(19,899)
Foreign exchange losses (gains)	99,121	(501,335)
Decrease (increase) on notes and accounts receivable-trade	(1,333,368)	(2,143,007)
Decrease (increase) in inventories	(15,294,283)	(19,756,002)
Increase (decrease) in accounts payable-trade	1,222,517	(2,733,866)
Increase (decrease) in advances received	13,438,873	15,342,956
Other, net	5,039,024	(811,422)
Sub-total	19,020,804	17,447,086
Interest and dividend income received	22,661	19,568
Income taxes paid	(2,556,586)	(6,977,922)
Net cash provided by (used in) operating activities	16,486,879	10,488,732
Cash flows from investing activities		
Payments into time deposits	(62,440)	(68,460)
Proceeds from withdrawal of time deposits	62,440	68,460
Purchase of property, plant and equipment	(1,178,245)	(771,230)
Purchase of intangible assets	(620,587)	(2,867,605)
Payments for guarantee deposits	(31,765)	(65,156)
Other	(208,070)	559
Net cash provided by (used in) investing activities	(2,038,669)	(3,703,433)
Cash flows from financing activities		
Cash dividends paid	(2,795,516)	(4,238,361)
Other, net	(4,969)	(4,593)
Net cash provided by (used in) financing activities	(2,800,486)	(4,242,955)
Effect of exchange rate change on cash and cash equivalents	(107,881)	646,983
Net increase (decrease) in cash and cash equivalents	11,539,842	3,189,327
Cash and cash equivalents at beginning of period	13,120,550	24,660,393
Cash and cash equivalents at end of period	24,660,393	27,849,721

(5) Notes to consolidated financial statements

(Note on going concern assumption)

None

(Changes in accounting policy)

(Adoption of accounting standard for revenue recognition and others)

We began adopting "Accounting Standard for Revenue Recognition" provided by ASBJ Statement No. 29 Accounting Standard, as revised on March 31, 2020, at the beginning of the first quarter of this fiscal year. We had already adopted "Accounting Standard for Revenue Recognition" announced on March 30, 2018 at the beginning of the previous fiscal year, and since the new standard is a revision concerning the provision of revenue recognition disclosures (presentation and notes), it has no effect on the consolidated financial statements of this report.

(Changes in presentation)

(Consolidated balance sheet)

"Accounts receivable-other" was included in "other" current assets in the previous fiscal year, but it is presented as a discrete item in this fiscal year because its significance in value has increased. The consolidated balance sheet for the previous fiscal year has been revised to reflect this change. As a result, the balance sheet for the previous fiscal year reporting 5,563,227 thousand yen as "other" current assets has been modified to show 3,964,395 thousand yen as "accounts receivable-other" and 1,598,832 thousand yen as "other" current assets.

"Deferred revenue" and "liabilities related to paid supply transactions" were included in "other" current liabilities in the previous fiscal year, but they are presented as discrete items in this fiscal year because its significance in value has increased. The consolidated balance sheet for the previous fiscal year has been revised to reflect this change. As a result, the balance sheet for the previous fiscal year reporting 6,172,820 thousand yen as "other" current liabilities has been modified to show 1,495,264 thousand yen as "deferred revenue," 2,891,418 thousand yen as "liabilities related to paid supply transactions," and 1,786,137 thousand yen as "other" current assets.

(Consolidated statement of income)

"Rent income on noncurrent assets" was a discrete item of non-operating income in the previous fiscal year, but it is included in "other" non-operating income in this fiscal year because of its insignificance. The consolidated financial statements for the previous fiscal year have been revised to reflect this change. As a result, the consolidated statement of income for the previous fiscal year reporting 2,101 thousand yen as "rent income on noncurrent assets" has been modified to show 8,440 thousand yen as "other" non-operating income.

"Loss on retirement of noncurrent assets" was a discrete item of non-operating expenses in the previous fiscal year, but it is included in "other" non-operating expenses in this fiscal year because of its insignificance. The consolidated financial statements for the previous fiscal year have been revised to reflect this change. As a result, the consolidated statement of income for the previous fiscal year reporting 5,735 thousand yen as "loss on retirement of noncurrent assets" has been modified to show 6,119 thousand yen as "other" non-operating expenses.

(Consolidated statement of cash flows)

"Loss on retirement of noncurrent assets" was a discrete item of cash flows from operating activities in the previous fiscal year, but it is included in "other" cash flows from operating activities in this fiscal year because of its insignificance. The consolidated financial statements for the previous fiscal year have been revised to reflect this change. As a result, the consolidated statement of cash flows for the previous fiscal year reporting 5,735 thousand yen as "loss on retirement of noncurrent assets" has been modified to show 5,039,024 thousand yen as "other" cash flows from operating activities.

"Proceeds from sales of intangible assets" was a discrete item of cash flows from investing activities in the previous fiscal year, but it is included in "other" cash flows from investing activities in this fiscal year because of its insignificance. The consolidated financial statements for the

previous fiscal year have been revised to reflect this change. As a result, the consolidated statement of cash flows for the previous fiscal year reporting 89 thousand yen as “proceeds from sales of intangible assets” has been modified to show (208,070) thousand yen as “other” cash flows from investing activities.

(Reference)**(1) Production by category**

Production by category for the fiscal year is as follows.

(In thousands of yen)

Category	(July 1, 2020 thru June 30, 2021)	
	Production	Year-on-year comparison (%)
Finished goods		
Semiconductor-related products	87,248,780	36.0
Other products	2,863,665	19.8
Sub-total	90,112,445	35.4
Services	8,208,467	35.7
Total	98,320,913	35.4

(Notes)

1. Numbers shown above are based on sales prices.
2. Consumption taxes are not included.

(2) Orders and backlog by category

Orders and backlog by category for the fiscal year are as follows.

(In thousands of yen)

Category	(July 1, 2020 thru June 30, 2021)		(June 30, 2021)	
	Orders	Year-on-year comparison (%)	Backlog	Year-on-year comparison (%)
Finished goods				
Semiconductor-related products	103,566,900	47.6	132,991,859	51.4
Other products	860,510	(75.3)	1,160,338	(70.5)
Sub-total	104,427,411	41.8	134,152,198	46.2
Services	8,476,698	29.9	1,667,165	19.2
Total	112,904,109	40.8	135,819,363	45.8

(Notes)

1. Numbers shown above are based on sales prices.
2. Orders reflect adjustment for cancellation and other changes.
3. Consumption taxes are not included.

(3) Sales by category

Sales by category for the fiscal year are as follows.

(In thousands of yen)

Category	(July 1, 2020 thru June 30, 2021)	
	Sales	Year-on-year comparison (%)
Finished goods		
Semiconductor-related products	58,401,841	69.9
Other products	3,638,015	69.1
Sub-total	62,039,857	69.9
Services	8,208,467	35.7
Total	70,248,325	65.0

(Note)

Consumption taxes are not included.

5. Non-Consolidated Financial Statements**(1) Balance sheet (non-consolidated)**

	(In thousands of yen)	
	Previous (As of June 30, 2020)	Current (As of June 30, 2021)
Assets		
Current assets		
Cash and deposits	23,018,502	25,590,080
Notes and accounts receivable-trade	5,152,059	7,249,667
Work in process	30,171,273	48,786,758
Raw materials and supplies	3,724,232	4,806,321
Accounts receivable-other	3,949,094	8,153,164
Other	1,468,720	3,737,593
Allowance for doubtful accounts	(7,642)	(12,574)
Total current assets	67,476,240	98,311,011
Noncurrent assets		
Property, plant, and equipment		
Buildings	2,364,714	2,249,667
Structures	9,250	7,326
Machinery, equipment and vehicles	723,121	2,711,076
Tools, furniture and fixtures	481,595	516,637
Leased assets	22,410	22,971
Land	4,254,773	4,254,773
Construction in progress	23,868	77,570
Total property, plant, and equipment	7,879,735	9,840,024
Intangible assets	842,616	3,069,522
Investments and other assets		
Investment securities	532,873	2,006,501
Stocks of subsidiaries and affiliates	155,889	155,889
Deferred tax assets	2,329,925	1,746,555
Other	116,577	188,674
Total investments and other assets	3,135,266	4,097,621
Total noncurrent assets	11,857,617	17,007,167
Total assets	79,333,857	115,318,179

(In thousands of yen)

	Previous (As of June 30, 2020)	Current (As of June 30, 2021)
Liabilities		
Current liabilities		
Accounts payable-trade	5,037,738	6,584,836
Income taxes payable	4,377,428	4,405,694
Advances received	25,577,678	40,847,533
Deferred revenue	1,495,137	1,748,889
Provision for directors' bonuses	537,000	630,651
Provision for quality compensation	92,920	--
Liabilities related to paid supply transactions	2,891,418	6,067,332
Other	1,494,740	1,958,046
Total current liabilities	41,504,062	62,242,983
Noncurrent liabilities		
Provision for retirement benefits	276,481	292,404
Asset retirement obligations	219,072	219,206
Other	62,893	40,803
Total noncurrent liabilities	558,447	552,414
Total liabilities	42,062,509	62,795,398
Net Assets		
Shareholders' equity		
Capital stock		
	931,000	931,000
Capital surplus		
Legal capital surplus	1,080,360	1,080,360
Total capital surplus	1,080,360	1,080,360
Retained earnings		
Legal retained earnings	159,038	159,038
Other retained earnings		
General reserve	9,212,000	9,212,000
Retained earnings brought forward	26,585,285	40,834,536
Total retained earnings	35,956,323	50,205,574
Treasury stock	(977,713)	(977,713)
Total shareholders' equity	36,989,970	51,239,220
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	259,879	1,262,062
Total valuation and translation adjustments	259,879	1,262,062
Subscription rights to shares	21,498	21,498
Total net assets	37,271,347	52,522,781
Total liabilities and net assets	79,333,857	115,318,179

(2) Statement of income (non-consolidated)

	(In thousands of yen)	
	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Net sales	40,319,777	67,080,255
Cost of sales	19,201,122	32,569,897
Gross profit	21,118,654	34,510,357
Selling, general and administrative expenses	7,368,017	10,567,274
Operating income	13,750,637	23,943,082
Non-operating income		
Interest income	2,386	1,464
Dividend income	1,070,004	653,911
Foreign exchange gains	8,959	397,124
Other	6,918	13,204
Total non-operating income	1,088,269	1,065,704
Non-operating expenses		
Other	5,753	4,195
Total non-operating expenses	5,753	4,195
Ordinary income	14,833,153	25,004,591
Income before income taxes	14,833,153	25,004,591
Income taxes-current	5,079,321	6,405,053
Income taxes-deferred	(1,089,781)	111,925
Total income taxes	3,989,539	6,516,978
Net income	10,843,613	18,487,612

(3) Statement of shareholders' equity (non-consolidated)

	(In thousands of yen)	
	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Shareholders' equity		
Capital stock		
Balance at the beginning of the period	931,000	931,000
Changes during the period		
Total changes during the period	--	--
Balance at the end of the period	931,000	931,000
Capital surplus		
Balance at the beginning of the period	1,080,360	1,080,360
Changes during the period		
Total changes during the period	--	--
Balance at the end of the period	1,080,360	1,080,360
Retained earnings		
Legal retained earnings		
Balance at the beginning of the period	159,038	159,038
Changes during the period		
Total changes during the period	--	--
Balance at the end of the period	159,038	159,038
Other retained earnings		
General reserve		
Balance at the beginning of the period	9,212,000	9,212,000
Changes during the period		
Total changes during the period	--	--
Balance at the end of the period	9,212,000	9,212,000
Retained earnings brought forward		
Balance at the beginning of the period	18,537,188	26,585,285
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,843,613	18,487,612
Purchase of treasury shares		
Total changes during the period	8,048,096	14,249,250
Balance at the end of the period	26,585,285	40,834,536
Total retained earnings		
Balance at the beginning of the period	27,908,227	35,956,323
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,843,613	18,487,612
Purchase of treasury shares		
Total changes during the period	8,048,096	14,249,250
Balance at the end of the period	35,956,323	50,205,574

	(In thousands of yen)	
	Previous (July 1, 2019 thru June 30, 2020)	Current (July 1, 2020 thru June 30, 2021)
Treasury stock		
Balance at the beginning of the period	(977,387)	(977,713)
Changes during the period		
Purchase of treasury shares	(325)	--
Total changes during the period	(325)	--
Balance at the end of the period	(977,713)	(977,713)
Total shareholders' equity		
Balance at the beginning of the period	28,942,199	36,989,970
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,843,613	18,487,612
Purchase of treasury shares	(325)	--
Total changes during the period	8,047,770	14,249,250
Balance at the end of the period	36,989,970	51,239,220
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the beginning of the period	221,898	259,879
Changes during the period		
Net changes of items other than shareholders' equity	(37,980)	1,002,182
Total changes during the period	(37,980)	1,002,182
Balance at the end of the period	259,879	1,262,062
Subscription rights to shares		
Balance at the beginning of the period	21,498	21,498
Changes during the period		
Net changes of items other than shareholders' equity	--	--
Total changes during the period	--	--
Balance at the end of the period	21,498	21,498
Total net assets		
Balance at the beginning of the period	29,185,596	37,271,347
Changes during the period		
Dividends of surplus	(2,795,516)	(4,238,361)
Net income	10,843,613	18,487,612
Purchase of treasury shares	(325)	--
Net changes of items other than shareholders' equity	37,980	1,002,182
Total changes during the period	8,085,751	15,251,433
Balance at the end of the period	37,271,347	52,522,781

- (4) Notes to non-consolidated financial statements
(Note on going concern assumption)
None