

Consolidated Financial Results for the Year Ended February 28, 2022 [Japanese GAAP]

April 14, 2022

Company name: SHIKIGAKU. Co.,Ltd.

Stock exchange listing: Tokyo

Code number: 7049

URL: https://corp.shikigaku.jp/

Representative: Koudai Ando President and Representative Director

Contact: Daisuke Sasaki Director

Phone: 03-6821-7560

Scheduled date of Annual General Meeting of Shareholders: May 27, 2022

Scheduled date of commencing dividend payments: -

Scheduled date of filing annual securities report: May 30, 2022

Availability of supplementary briefing material on annual financial results: Yes

Schedule of annual financial results briefing session: Yes

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Fiscal Year Ended February 28, 2022 (March 01, 2021 to February 28, 2022)

1. Consolidated I maneral Results for the Fiscar Tear Ended I	(Watch 01, 2021 to 1 Columny 26, 2022)
(1) Consolidated Operating Results	(% indicates changes from the previous corresponding period.)

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	Net s	ales	EBIT	TDA	Operatin	ig profit	Ordinar	y profit	Profit attril	
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
February 28, 2022	3,823	52.6	429	115.9	359	161.8	346	74.0	224	-
February 28, 2021	2,506	45.7	199	(38.3)	137	(51.5)	199	(29.3)	(41)	-
									0.17	

(Note) Comprehensive income: Fiscal year ended February 28, 2022: ¥ 396 million [-%] Fiscal year ended February 28, 2021: ¥ 0 million [(99.7)%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
February 28, 2022	29.06	27.88	13.8	10.7	9.4
February 28, 2021	(5.60)	-	(4.5)	10.0	5.5

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended February 28, 2022: ¥ (21) million Fiscal year ended February 28, 2021: ¥ (12) million

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
February 28, 2022	4,089	2,731	57.8	290.33
February 28, 2021	2,392	1,138	37.5	120.05

(Reference) Equity: As of February 28, 2022: \(\frac{1}{2}\) 2,363 million
As of February 28, 2021: \(\frac{1}{2}\) 897 million

(3) Consolidated Cash Flows

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	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period					
Fiscal year ended	Million yen	Million yen	Million yen	Million yen					
February 28, 2022	469	(69)	982	2,625					
February 28, 2021	181	(297)	315	1,243					

2. Dividends

		Ann	nual dividends			Total	Payout	Dividends to net
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total	dividends	ratio (consolidated)	assets (consolidated)
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
February 28, 2021	-	0.00	-	0.00	0.00	-	-	-
February 28, 2022	-	0.00	-	0.00	0.00	-	-	-
Fiscal year ending								
February 28, 2023	-	0.00	-	0.00	0.00		-	
(Forecast)								

(Note) Breakdown of the year-end dividend for the fiscal year ended February 28, 2022 :

Commemorative dividend - yen Special dividend - yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending February 28, 2023 (March 01, 2022 to February 28, 2023)

(% indicates changes from the previous corresponding period.)

	(76 indicates changes from the previous corresponding period.)										
	Net s	ales	EBIT	TDA	Operatin	g profit	Ordinar		Profit attr to own pare	ers of	Basic earnings per share
	Million		Million		Million		Million		Million		
	yen	%	yen	%	yen	%	yen	%	yen	%	Yen
Full year	4,962	29.8	474	10.4	400	11.3	382	10.4	204	(9.1)	24.94

*	N	0	tes	

(1) Changes in significant subs	idiaries during the period under review (cha	inges in specified subsidiaries resulting in changes in
scope of consolidation):	Yes	

New 1 (Company name: SHIKIGAKU No.2 Investment Partnership

Exclusion: - (Company name:)

- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: No
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (3) Total number of issued shares (common shares)
 - 1) Total number of issued shares at the end of the period (including treasury shares):

February 28, 2022: 8,196,900 shares February 28, 2021: 7,534,500 shares

2) Total number of treasury shares at the end of the period:

February 28, 2022: 55,215 shares February 28, 2021: 59,632 shares

3) Average number of shares during the period:

Fiscal Year ended February 28, 2022: 7,738,630 shares Fiscal Year ended February 28, 2021: 7,424,400 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended February 28, 2022 (March 01, 2021 to February 28, 2022)

(1) Non-consolidated Operating Results

% indicates				

	Net sale	s	Operating p	profit	Ordinary p	profit	Net inco	me
Fiscal year ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
February 28, 2022	3,319	49.3	506	103.9	640	131.0	283	-
February 28, 2021	2,223	29.2	248	(15.4)	277	(9.1)	(7)	-

	Basic earnings per share	Diluted earnings per share
Fiscal year ended	Yen	Yen
February 28, 2022	36.70	35.19
February 28, 2021	(0.94)	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
As of	Million yen	Million yen	%	Yen
February 28, 2022	3,531	2,442	69.2	299.97
February 28, 2021	1,889	948	50.2	126.82

(Reference) Equity: As of February 28, 2022: $\mbox{$\frac{1}{2}$}$ 2,442 million As of February 28, 2021: $\mbox{$\frac{1}{2}$}$ 947 million

Consolidated Financial Statements

Consolidated Balance Sheets

		(Thousand yen)
	As of February 28,2021	As of February 28,2022
Assets		
Current assets		
Cash and deposits	1,243,050	2,625,498
Accounts receivable - trade	288,919	306,926
Operational investment securities	-	118,400
Merchandise	18,933	17,565
Supplies	1,514	1,493
Other	121,847	181,993
Allowance for doubtful accounts	(6,671)	(5,719)
Total current assets	1,667,594	3,246,158
Non-current assets		
Property, plant and equipment		
Buildings	76,437	104,340
Accumulated depreciation	(7,621)	(15,571)
Buildings, net	68,816	88,769
Tools, furniture and fixtures	21,027	24,288
Accumulated depreciation	(8,935)	(15,021)
Tools, furniture and fixtures, net	12,091	9,267
Total property, plant and equipment	80,908	98,036
Intangible assets		
Goodwill	153,422	92,229
Other	40,678	128,136
Total intangible assets	194,100	220,366
Investments and other assets		
Investment securities	236,737	270,487
Deferred tax assets	84,517	85,493
Other	128,693	169,171
Allowance for doubtful accounts	(150)	(200)
Total investments and other assets	449,798	524,951
Total non-current assets	724,807	843,355
Total assets	2,392,402	4,089,513

		(Thousand yen)
	As of February 28,2021	As of February 28,2022
Liabilities		
Current liabilities		
Accounts payable - trade	24,149	19,677
Short-term borrowings	100,000	-
Current portion of long-term borrowings	145,186	146,484
Accounts payable - other	127,330	156,969
Accrued expenses	130,139	179,468
Income taxes payable	47,775	161,410
Provision for bonuses	3,312	3,910
Advances received	189,152	252,364
Other	101,729	191,843
Total current liabilities	868,775	1,112,126
Non-current liabilities		
Long-term borrowings	384,834	238,350
Deferred tax liabilities	-	7,082
Total non-current liabilities	384,834	245,432
Total liabilities	1,253,609	1,357,559
Net assets		
Shareholders' equity		
Share capital	267,978	866,284
Capital surplus	336,922	936,859
Retained earnings	337,498	591,311
Treasury shares	(45,041)	(41,754)
Total shareholders' equity	897,356	2,352,700
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	-	11,075
Total accumulated other comprehensive income		11,075
Share acquisition rights	600	600
Non-controlling interests	240,836	367,577
Total net assets	1,138,792	2,731,954
Total liabilities and net assets	2,392,402	4,089,513

Consolidated Statements of Income and Comprehensive Income Consolidated Statements of Income

	For the fiscal year ended February 28,2021	For the fiscal year ended February 28,2022
Net sales	2,506,000	3,823,773
Cost of sales	639,356	1,058,091
Gross profit	1,866,644	2,765,682
Selling, general and administrative expenses	1,729,172	2,405,764
Operating profit	137,471	359,917
Non-operating income		
Gain on investments in investment partnerships	-	6,406
Interest income	9	17
Dividend income	0	-
Gain on sale of investment securities	71,502	
Commission income	-	721
Subsidy income	7,307	7,993
Other	1,181	3,334
Total non-operating income	80,001	18,472
Non-operating expenses		
Interest expenses	3,590	4,595
Share of loss of entities accounted for using equity method	12,726	21,246
Loss on investments in investment partnerships	1,297	
Share issuance costs	128	4,420
Other	358	1,139
Total non-operating expenses	18,101	31,40
Ordinary profit	199,371	346,988
Extraordinary income		
Gain on sale of investment securities	-	217,321
Gain on sale of shares of subsidiaries and associates	-	8,921
Total extraordinary income	-	226,242
Extraordinary losses		
Impairment losses	109,058	22,704
Total extraordinary losses	109,058	22,704
Profit before income taxes	90,312	550,526
Income taxes - current	78,392	183,231
Income taxes - deferred	11,331	(4,825
Total income taxes	89,723	178,400
Profit	589	372,120
Profit attributable to non-controlling interests	42,170	147,208
Profit (loss) attributable to owners of parent	(41,581)	224,911

		(Thousand yen)
	For the fiscal year ended February 28,2021	For the fiscal year ended February 28,2022
Profit	589	372,120
Other comprehensive income		
Valuation difference on available-for-sale securities	-	24,769
Total other comprehensive income	-	24,769
Comprehensive income	589	396,890
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(41,581)	235,987
Comprehensive income attributable to non-controlling interests	42,170	160,902

Consolidated Statements of Changes in Net Assets For the fiscal year ended February 28,2021

(Thousand yen)

								usana yen)
		Sh	areholders'	Share	Non-			
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity	acquisition rights	controlling interests	Total net assets
Balance at beginning of period	265,458	310,058	379,079	(203)	954,391	-	33,965	988,356
Changes during period								
Issuance of new shares - exercise of share acquisition rights	2,520	2,520			5,040			5,040
Profit (loss) attributable to owners of parent			(41,581)		(41,581)			(41,581)
Purchase of treasury shares				(75,442)	(75,442)			(75,442)
Disposal of treasury shares		19,394		30,604	49,999			49,999
Issuance of share acquisition rights					1	600		600
Change in ownership interest of parent due to transactions with non-controlling interests		4,949			4,949			4,949
Net changes in items other than shareholders' equity							206,870	206,870
Total changes during period	2,520	26,864	(41,581)	(44,837)	(57,034)	600	206,870	150,436
Balance at end of period	267,978	336,922	337,498	(45,041)	897,356	600	240,836	1,138,792

(Thousand yen)

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	Shareholders' equity					Accumulated other comprehensive income	Snare	Non-	Total net
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders equity	Valuation difference on available-for-sale securities	rights	controlling interests	assets
Balance at beginning of period	267,978	336,922	337,498	(45,041)	897,356	-	600	240,836	1,138,792
Changes during period									
Issuance of new shares - exercise of share acquisition rights	598,306	598,306			1,196,613		(5,745)		1,190,868
Profit (loss) attributable to owners of parent			224,911		224,911				224,911
Purchase of treasury shares				(82)	(82)				(82)
Disposal of treasury shares		1,629		3,369	4,999				4,999
Issuance of share acquisition rights					-		7,770		7,770
Acquisition and cancellation of stock acquisition rights					-		(2,024)		(2,024)
Net changes in items other than shareholders' equity			28,901		28,901	11,075		126,741	166,718
Total changes during period	598,306	599,936	253,813	3,287	1,455,344	11,075	-	126,741	1,593,161
Balance at end of period	866,284	936,859	591,311	(41,754)	2,352,700	11,075	600	367,577	2,731,954

Prufit before incume taxes 90,312 550,525		For the fiscal year ended February 28,2021	(Thousand yen) For the fiscal year ended February 28,2022
Impairment losses 109,058 22,700 Depreciation 15,451 22,398 Amortization of goodwill 43,235 45,848 Share issuance costs 30 4,424 Increase (decrease) in allowance for doubtful accounts (608) (900 Increase (decrease) in allowance for doubtful accounts (71,502) (217,322 Subsidy income (7,307) (7,999 Interest agoing on sale of investment securities (71,502) (217,322 Subsidy income (7,307) (7,999 Interest sepanese 3,3590 4,599 Share of loss (profit) of entities accounted for using equity method 12,726 21,244 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investment in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investment in investment partnerships 1,297 (6,400 Loss (gain) on investment in investment partnerships 1,297 (6,400 Loss (gain) on investment secretived 91,797 63,212 Other, net 148,650 56,199 Subtotal 263,319 540,148 Interest and dividends received 10 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (6,93,199 (Cash flows from operating activities	,	
Depreciation	Profit before income taxes	90,312	550,526
Amortization of goodwill 43,235 45,488 Share issuance costs 3 0 4,421 Increase (decreases) in allowance for doubtful accounts (608) (90) Interest and dividend income (10) (0 Loss (gain) on sale of investment securities (71,502) (21,732) Subsidy income (7,307) (7,909) Interest expenses 3,590 4,591 Share of loss (profit) of entities accounted for using equity method Loss (gain) on investments in investment partnerships 12,726 21,244 Could could be considered (13,402) (18,004 Loss (gain) on investments in investment partnerships 1,297 (6,4004 Loss (gain) on investments in investment partnerships 1,297 (6,5004) Increase (decrease) in advances received 91,797 63,211 Other, net 148,650 56,199 Interest and dividends received 10 (3,500) (4,591 Interest and dividends received 10 (3,500) (4,591 Interest paid (3,500) (4,591 Interest paid (3,500) (4,591 Income taxes paid (84,313) (73,909) Interest paid (84,313) (73,909) Inte	Impairment losses	109,058	22,704
Share issuance costs 30 4,420 Increase (decrease) in allowance for doubtful accounts (608) (90) Increase (dividend income (10) (10) (10) Loss (gain) on sale of investment securities (71,502) (217,32) Subsidy income (7,307) (7,99) Interest expenses 3,590 4,595 Share of loss (profit) of entities accounted for using equity method 12,726 21,244 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments 148,650 56,198 Loss (gain) on investments 148,650 56,198 Subtotal 263,319 540,148 Interest and dividends received 10 (6,20) Subsidies received 10 (6,20) Subsidies received 5,798 7,999 Interest paid (3,590) (4,59) Income taxes paid (84,313) (73,999 Interest paid (3,590) (4,59) Income taxes paid (84,313) (73,999 Interest paid (3,590) (4,59) Income taxes paid (84,313) (73,999 Interest paid (3,590) (4,59) Income taxes of investment securities (24,065) (38,15) Income taxes paid (3,590) (4,59) Income taxes paid (4,50) (4,50) Income taxes paid (4,50)	•	15,451	22,399
Share issuance costs 30 4,420 Increase (decrease) in allowance for doubtful accounts 6608 600 Increase (decrease) in allowance for doubtful accounts 6608 600 Increase (decrease) in allowance for doubtful accounts 6608 670 Loss (gain) on sale of investment securities 71,502 72,307 72,309 Subsidy income 7,307 7,309 4,599 Interest expenses 3,590 4,599 Share of loss (profit) of entities accounted for using equity method 12,726 21,244 Loss (gain) on investments in investment partnerships 1,297 6,400 Loss (gain) on investments in investment partnerships 1,297 6,400 Increase (increase) in trade receivables 11,3402 118,000 Increase (increase) in advances received 91,797 63,211 Interest (decrease) in advances received 10 6,000 Subsidies received 10 6,000 Subsidies received 10 6,000 Subsidies received 5,798 7,999 Interest paid (3,590) (4,59) Increase of property, plant and equipment (24,065) (38,15) Purchase of intangible assets (19,444) (95,52) Purchase of investment securities 101,382 286,588 Purchase of investment securities 101,382 286,588 Payments of leasehold and guarantee deposits (10,014) (38,29) Purchase of shares of sharistiaries resulting in change in scope of consolidation (3,134) (9,99) Net cash provided by (used in) investing activities (69,457) in scope of consolidation (3,134) (9,99) Net cash provided by (used in) investing activities (297,546) (69,87) Exclash flows from linancing activities (3,134) (145,188 Proceeds from insuance of share acquisition rights 600 7,77 Purchase of investment securities 150,300 333,700 Proceeds from insuance of share acquisition rights 600 7,77 Purchase of suance of share acquisition rights 600 7,77 Purchase of suance of share acquisition rights 600		43,235	45,480
Interest and dividend income (10) (0 Loss (gain) on sale of investment securities (71,502) (217,32) Subsidy income (7,307) (7,99) Interest expenses (3,590 4,59) Share of loss (profit) of entities accounted for using equity method (12,726 21,24) Loss (gain) on investments in investment partnerships (12,726 21,24) Equity method (173,402) (18,000) Decrease (increase) in trade receivables (173,402) (18,000) Increase (decrease) in advances received (191,797 63,211) Other, net (148,650 56,19) Subtotal (263,319 340,148) Interest and dividends received (10 (10 (10 (10 (10 (10 (10 (10 (10 (10	Share issuance costs	30	4,420
Loss (gain) on sale of investment securities	Increase (decrease) in allowance for doubtful accounts	(608)	(901
Subsidy income	Interest and dividend income	(10)	(6
Interest expenses 3,590 4,592 Share of loss (profit) of entities accounted for using equity method 12,726 21,246 Loss (gain) on investments in investment partnerships 1,297 (6,400 Loss (gain) on investments in investment partnerships 1,297 (6,400 Decrease (increase) in trade receivables (173,402) (18,000 Increase (decrease) in advances received 91,797 63,211 Other, net 148,650 56,191 Subtotal 263,319 540,148 Interest and dividends received 10 60 Subsidies received 5,798 7,995 Interest paid (3,590) (4,595 Income taxes paid (84,313) (73,990 Net cash provided by (used in) operating activities 181,224 469,565 Cash flows from investing activities 181,224 469,565 Cash flows from investing activities (19,444) (95,82) Purchase of property, plant and equipment (24,065) (38,15) Purchase of investment securities (19,444) (95,82) Proceeds from sale of investment securities (10,014) (38,295 Purchase of investment securities (10,014) (38,295 Purchase of investment securities (272,812) (174,192) Proceeds from sale of investment securities (69,457) Other, net (3,134) (9,995 Cash flows from financing activities (297,546) (69,877 Cash flows from financing activities (297,546) (69,877 Cash flows from financing activities (297,546) (69,877 Cash flows from insuance of share setulting from exercise of share acquisition rights (10,000 7,777 Purchase of insuance of share sequisition rights (20,02 7,774 7,777 Purchase of insuance of share acquisition rights (20,02 7,774 7,777 Purchase of insuance of share acquisition rights (20,02 7,774 7,777 Purchase of insuance of share acquisition rights (20,02 7,777 7,978 7,995 Cash flows from insuance of share acquisition rights (20,02 7,777 7,995 7,995 7,995 7,995 Cash flows from insuance of share acquisition rights (20,02 7,995 7,995 7,995 7,995 7,995 7,995 7,995 7,995 7,995	Loss (gain) on sale of investment securities	(71,502)	(217,321
Share of loss (profit) of entities accounted for using equity method 12,726 21,246 Loss (gain) on investments in investment partnerships 1,297 (6,400 Decrease (increase) in trade receivables (173,402) (18,000 Increase (decrease) in advances received 91,797 63,211 Other, net 148,650 56,191 Subtotal 263,319 540,148 Interest and dividends received 10 6 Subsidies received 5,798 7,993 Interest paid (3,590) (4,595) Income taxes paid (84,313) (73,900 Net eash provided by (used in) operating activities 181,224 469,562 Cash flows from investing activities (24,065) (38,15* Purchase of property, plant and equipment (24,065) (38,15* Purchase of intensitient securities (272,812) (174,19* Purchase of investment securities (272,812) (174,19* Proceeds from sale of investment securities (31,34) (9,99* Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457)<	Subsidy income	(7,307)	(7,993
Equity method 12.726 21.744 2.85 2.86 2.86 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2.87 2	Interest expenses	3,590	4,595
Decrease (increase) in trade receivables		12,726	21,246
Increase (decrease) in advances received	Loss (gain) on investments in investment partnerships	1,297	(6,406
Other, net 148,650 56,198 Subtotal 263,319 540,148 Interest and dividends received 10 6 Subsidies received 5,798 7,992 Interest paid (3,590) (4,595) Income taxes paid (84,313) (73,996) Net cash provided by (used in) operating activities 181,224 469,562 Cash flows from investing activities 24,065) (38,15* Purchase of property, plant and equipment (24,065) (38,15* Purchase of investment securities (19,444) (95,82*) Purchase of investment securities (272,812) (174,19*) Proceeds from sale of investment securities (10,014) (38,29*) Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457) (69,457) Other, net (3,134) (9,992) Cash flows from financing activities (297,546) (69,87*) Cash flows from financing activities (297,546) (69,87*) Cash flows from financing activities (297,546) (69,87*) Cash f	,	(173,402)	(18,006
Subtotal 263,319 540,148 Interest and dividends received 10 (Increase (decrease) in advances received	91,797	63,211
Interest and dividends received 10 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Other, net	148,650	56,198
Subsidies received	Subtotal	263,319	540,148
Interest paid	Interest and dividends received	10	6
Income taxes paid (84,313) (73,990 Net cash provided by (used in) operating activities 181,224 469,562 Cash flows from investing activities Purchase of property, plant and equipment (24,065) (38,157 Purchase of intangible assets (19,444) (95,82 Purchase of investment securities (272,812) (174,192 Proceeds from sale of investment securities 101,382 286,581 Payments of leasehold and guarantee deposits (10,014) (38,299 Purchase of shares of subsidiaries resulting in change in scope of consolidation (3,134) (9,992 Net cash provided by (used in) investing activities (297,546) (69,877 Cash flows from financing activities (297,546) (69,877 Cash flows from long-term borrowings 310,000 Proceeds from long-term borrowings (124,984) (145,184 Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of ireasury shares (75,442) (82 Proceeds from issuance of share acquisition rights - (2,002 Proceeds from share issuance to non-controlling shareholders - (297,86 Proceeds from share issuance to non-controlling shareholders - (297,86 Net increase (decrease) in cash and cash equivalents 199,161 1,382,444 Cash and cash equivalents at beginning of period 1,005,655 1,243,050 Increase in cash and cash equivalents resulting from share exchange 38,233	Subsidies received	5,798	7,993
Net cash provided by (used in) operating activities 181,224 469,565 Cash flows from investing activities Purchase of property, plant and equipment (24,065) (38,157) Purchase of intangible assets (19,444) (95,82) Purchase of investment securities (272,812) (174,192) Proceeds from sale of investment securities (10,014) (38,295) Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457) Other, net (3,134) (9,997) Net cash provided by (used in) investing activities (297,546) (69,877) Cash flows from financing activities (297,546) (69,877) Cash flows from long-term borrowings (124,984) (145,186) Proceeds from long-term borrowings (124,984) (145,186) Proceeds from issuance of shares resulting from exercise of share acquisition rights (75,442) (88) Purchase of treasury shares (75,442) (88) Proceeds from issuance of share acquisition rights (20,024) Purchase of issuance of	Interest paid	(3,590)	(4,595
Purchase of property, plant and equipment (24,065) (38,157)	Income taxes paid	(84,313)	(73,990
Purchase of property, plant and equipment (24,065) (38,15) Purchase of intangible assets (19,444) (95,82) Purchase of investment securities (272,812) (174,192) Proceeds from sale of investment securities 101,382 286,588 Payments of leasehold and guarantee deposits (10,014) (38,299) Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457) (69,457) Other, net (3,134) (9,993) Net cash provided by (used in) investing activities (297,546) (69,87) Cash flows from financing activities (297,546) (69,87) Net increase (decrease) in short-term borrowings 50,000 (100,000) Proceeds from long-term borrowings 310,000 (124,984) (145,180) Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of treasury shares (75,442) (80 Proceeds from issuance of share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders 150,300 333,700 Proceeds from	_	181,224	469,562
Purchase of intangible assets (19,444) (95,82) Purchase of investment securities (272,812) (174,192) Proceeds from sale of investment securities 101,382 286,588 Payments of leasehold and guarantee deposits (10,014) (38,299) Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457) (69,457) Other, net (3,134) (9,993) Net cash provided by (used in) investing activities (297,546) (69,877) Cash flows from financing activities (297,546) (69,877) Net increase (decrease) in short-term borrowings 310,000 (100,000) Proceeds from long-term borrowings 310,000 (124,984) (145,180) Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of treasury shares (75,442) (80 Proceeds from issuance of share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders 150,300 333,700 Proceeds from share issuance to non-controlling shareholders 150,300 333,700	Cash flows from investing activities		
Purchase of investment securities (272,812) (174,193) Proceeds from sale of investment securities 101,382 286,588 Payments of leasehold and guarantee deposits (10,014) (38,299) Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457) (9,993) Other, net (3,134) (9,993) Net cash provided by (used in) investing activities (297,546) (69,87) Cash flows from financing activities 50,000 (100,000) Proceeds from long-term borrowings 310,000 (100,000) Repayments of long-term borrowings (124,984) (145,180) Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of treasury shares (75,442) (82 Proceeds from issuance of share acquisition rights 600 7,770 Purchase of issuance of share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders 150,300 333,700 The amount of payment of the dividend to non-controlling shareholders - (297,86) Net cash provided b	Purchase of property, plant and equipment	(24,065)	(38,157
Proceeds from sale of investment securities 101,382 286,588 Payments of leaschold and guarantee deposits (10,014) (38,299) Purchase of shares of subsidiaries resulting in change in scope of consolidation (69,457) (9,992) Other, net (3,134) (9,992) Net cash provided by (used in) investing activities (297,546) (69,877) Cash flows from financing activities 50,000 (100,000) Proceeds from long-term borrowings 310,000 (100,000) Repayments of long-term borrowings (124,984) (145,184) Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of treasury shares (75,442) (82 Proceeds from issuance of share acquisition rights 600 7,770 Purchase of issuance of share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders 150,300 333,700 The amount of payment of the dividend to non-controlling shareholders - (297,861) Net cash provided by (used in) financing activities 315,483 982,762 Net	Purchase of intangible assets	(19,444)	(95,821
Payments of leasehold and guarantee deposits (10,014) (38,299) Purchase of shares of subsidiaries resulting in change in scope of consolidation Other, net (3,134) (9,992) Net cash provided by (used in) investing activities (297,546) (69,877) Cash flows from financing activities Net increase (decrease) in short-term borrowings 50,000 (100,000) Proceeds from long-term borrowings 310,000 Repayments of long-term borrowings (124,984) (145,186) Proceeds from issuance of shares resulting from exercise of share acquisition rights Purchase of treasury shares (75,442) (88) Proceeds from issuance of share acquisition rights 600 7,776 Purchase of issuance of share acquisition rights - (2,022) Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities 315,483 982,765 Net increase (decrease) in cash and cash equivalents 199,161 1,382,448 Increase in cash and cash equivalents resulting from share exchange	Purchase of investment securities	(272,812)	(174,193
Purchase of shares of subsidiaries resulting in change in scope of consolidation Other, net (3,134) (9,993) Net cash provided by (used in) investing activities (297,546) (69,877) Cash flows from financing activities Net increase (decrease) in short-term borrowings 50,000 (100,000) Proceeds from long-term borrowings 310,000 Repayments of long-term borrowings (124,984) (145,186) Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of treasury shares (75,442) (88) Proceeds from issuance of share acquisition rights 600 7,770 Purchase of issuance of share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities 315,483 982,763 Net increase (decrease) in cash and cash equivalents 199,161 1,382,448 Increase in cash and cash equivalents resulting from share exchange	Proceeds from sale of investment securities	101,382	286,588
in scope of consolidation Other, net Other, net (3,134) (9,993) Net cash provided by (used in) investing activities (297,546) (69,877) Cash flows from financing activities Net increase (decrease) in short-term borrowings Net increase (decrease) in short-term borrowings So,000 Proceeds from long-term borrowings Repayments of long-term borrowings (124,984) (145,186) Proceeds from issuance of shares resulting from exercise of share acquisition rights Purchase of treasury shares (75,442) (82) Proceeds from issuance of share acquisition rights Proceeds from share acquisition rights - (2,024) Proceeds from share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents 199,161 1,382,448 Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange	•	(10,014)	(38,299
Net cash provided by (used in) investing activities Cash flows from financing activities Net increase (decrease) in short-term borrowings Net increase (decrease) in short-term borrowings Repayments of long-term borrowings Repayments of long-term borrowings Proceeds from issuance of shares resulting from exercise of share acquisition rights Purchase of treasury shares Proceeds from issuance of share acquisition rights Proceeds from issuance of share acquisition rights Purchase of issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange (297,546) (100,000 (100,000 (100,000 (100,000 (124,984) (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (124,984) (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,186 (145,18			-
Cash flows from financing activities Net increase (decrease) in short-term borrowings Proceeds from long-term borrowings Repayments of long-term borrowings Repayments of long-term borrowings Repayments of long-term borrowings Repayments of long-term borrowings Proceeds from issuance of shares resulting from exercise of share acquisition rights Purchase of treasury shares Proceeds from issuance of share acquisition rights Proceeds from issuance of share acquisition rights Proceeds from issuance of share acquisition rights Proceeds from share issuance to non-controlling Shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Proceeds in cash and cash equivalents resulting from share exchange 38,233			
Net increase (decrease) in short-term borrowings Proceeds from long-term borrowings Repayments of shares resulting from exercise of share acquisition rights Purchase of treasury shares Reproceeds from issuance of share acquisition rights Proceeds from issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Replication of the long-term borrowings Repayments of long-t	_	(297,546)	(69,877
Proceeds from long-term borrowings Repayments of long-term borrowings Proceeds from issuance of shares resulting from exercise of share acquisition rights Purchase of treasury shares Proceeds from issuance of share acquisition rights Purchase of issuance of share acquisition rights Proceeds from issuance of share acquisition rights Proceeds from issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Increase in cash and cash equivalents resulting from share exchange 38,233	-		
Repayments of long-term borrowings (124,984) (145,186) Proceeds from issuance of shares resulting from exercise of share acquisition rights 5,010 1,186,447 Purchase of treasury shares (75,442) (82 Proceeds from issuance of share acquisition rights 600 7,770 Purchase of issuance of share acquisition rights - (2,024) Proceeds from share issuance to non-controlling shareholders 150,300 333,700 The amount of payment of the dividend to non-controlling shareholders - (297,861) Net cash provided by (used in) financing activities 315,483 982,763 Net increase (decrease) in cash and cash equivalents 199,161 1,382,448 Cash and cash equivalents at beginning of period 1,005,655 1,243,050 Increase in cash and cash equivalents resulting from share exchange	-		(100,000
Proceeds from issuance of shares resulting from exercise of share acquisition rights Purchase of treasury shares Proceeds from issuance of share acquisition rights Purchase of issuance of share acquisition rights Purchase of issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange 1,186,447 (82 (82 (75,442) (82 (82 (75,442) (82 (75,442) (82 (75,442) (82 (82 (75,442) (82 (82 (75,442) (82 (82 (82 (82 (83 (84 (84 (84 (84 (84 (84 (84			-
exercise of share acquisition rights Purchase of treasury shares Proceeds from issuance of share acquisition rights Purchase of issuance of share acquisition rights Purchase of issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange 1,180,442 (82 (82 (75,442) (82 (82 (75,442) (82 (82 (75,442) (82 (82 (82 (75,442) (82 (82 (82 (82 (82 (82 (82 ((124,984)	(145,186
Proceeds from issuance of share acquisition rights Purchase of issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Proceeds from issuance of share acquisition rights (2,024) 150,300 333,700 (297,861) 1,029,861 1,382,448 199,161 1,382,448 1,382,448 1,005,655 1,243,050 Increase in cash and cash equivalents resulting from share exchange	exercise of share acquisition rights		1,186,447
Purchase of issuance of share acquisition rights Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,024 (2,02	•		(82
Proceeds from share issuance to non-controlling shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange		600	
shareholders The amount of payment of the dividend to non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange		-	(2,024
non-controlling shareholders Net cash provided by (used in) financing activities Net increase (decrease) in cash and cash equivalents Cash and cash equivalents at beginning of period Increase in cash and cash equivalents resulting from share exchange 197,863 982,763 199,161 1,382,448 1,005,655 1,243,056 38,233	shareholders	150,300	333,700
Net cash provided by (used in) financing activities 315,483 982,763 Net increase (decrease) in cash and cash equivalents 199,161 1,382,448 Cash and cash equivalents at beginning of period 1,005,655 1,243,050 Increase in cash and cash equivalents resulting from share exchange 38,233		-	(297,861
Cash and cash equivalents at beginning of period 1,005,655 1,243,050 Increase in cash and cash equivalents resulting from share exchange 38,233	-	315,483	982,763
Increase in cash and cash equivalents resulting from share exchange 38,233	Net increase (decrease) in cash and cash equivalents	199,161	1,382,448
exchange 38,233	Cash and cash equivalents at beginning of period	1,005,655	1,243,050
Cash and cash equivalents at end of period 1,243,050 2,625,498	Increase in cash and cash equivalents resulting from share exchange	38,233	-
	Cash and cash equivalents at end of period	1,243,050	2,625,498