

# Financial Statement

## 83rd Term

(105 years since establishment in 1918)

From 1st April 2022 to 31st March 2023

(Company Motto)

“Love and Creation”

Showa Kako Corporation

Consolidated : SK, SE, KK, ST, IN, MQ, BK, SKI, SKB, SDP、計10社

# Balance Sheet

1st April 2022 to 31st March 2023

Showa Kako Corporation

(Unit : Yen)

Assets		Liabilities	
Description	Amount	Description	Amount
<b>Current Assets</b>	<b>7,457,681,132</b>	<b>Current Liabilities</b>	<b>2,167,461,483</b>
Cash & Deposits	2,807,052,320	Bills Payable	819,719,085
Receivable	2,228,787,782	Accounts Payable	278,692,329
Marketable Securities	41,981,474	Arrears	3,299,707
Products and Goods	2,002,986,022	Short-term Debt	1,006,529,360
Other Current Assets	389,393,534	Other Liabilities	59,221,002
Allowance for Loan Losses	△ 12,520,000	<b>Fixed Liabilities</b>	<b>6,301,076,996</b>
<b>Fixed Assets</b>	<b>6,975,645,364</b>	Long-term Loan	5,470,912,920
Tangible fixed assets (exc. land)	2,427,018,744	Other Fixed Liabilities	830,164,076
Land	4,257,397,403	Capital	80,000,000
Intangible fixed assets	16,931,545	Capital Surplus	80,000,000
Investments and other assets	274,297,672	Retained Earnings	5,939,652,412
<b>Deferred Assets</b>	<b>98,316,020</b>	Own Shares	△ 38,495,597
Deferred assets	98,316,020	FCTA	1,947,222
<b>Total Assets</b>	<b>14,531,642,516</b>	<b>Total Liabilities and Net assets</b>	<b>14,531,642,516</b>

## Consolidated Profit and Loss Statement

1st April 2022 to 31st March 2023

Showa Kako Corporation

(Unit : Yen)

Description	Amount	
<b>Sales</b>		<b>12,209,397,978</b>
Cost of goods sold	9,735,786,989	
Gross profit on sales		2,473,610,989
Sales & General Administration expenses	2,046,668,537	
<b>Operating Profit</b>		<b>426,942,452</b>
Non-operating Profit	211,355,076	
Non-operating Expenses	122,770,955	
<b>Non-Operating Profit</b>		<b>515,526,573</b>
Extraordinary Profit	1,052,539,731	
Extraordinary Losses	749,336,035	
<b>Income before Tax</b>		<b>818,730,269</b>
Corporation Tax, Resident Tax & Business Tax	119,469,956	
<b>Current Net Profit</b>		<b>699,260,313</b>

# Balance Sheet

1st April 2022 to 31st March 2023

Showa Kako Corporation

(Unit : Yen)

Assets		Liabilities	
Description	Amount	Description	Amount
<b>Current assets</b>	<b>6,061,683,721</b>	<b>Current Liabilities</b>	<b>1,391,155,010</b>
Cash and deposits	2,117,231,727	Bills Payable	19,176,851
Receivable	425,510,829	Accounts Payable	1,007,699,778
Accounts Receivable	1,652,365,724	Arrears	150,980,149
Marketable securities	40,259,474	Accrued Expense	5,871,799
Products & Goods	717,098,794	Corporate Taxes Payable(AGS) Dividends	5,500,000
Work in Process	497,841,813	Other Corporate Taxes Payable	0
Raw Materials	218,894,575	Advance Received	21,782,799
Factory Supplies	12,748,124	Advance Payment	30,984
Other Current Assets/ other(AGS)	391,732,661	Down Payment	14,583,290
Allowance for Loan Losses	△ 12,000,000	One Year Term loan	165,529,360
<b>Fixed Assets</b>	<b>6,540,893,051</b>	<b>Fixed Liabilities</b>	<b>5,624,419,040</b>
<u>Tangible Fixed Assets</u>	<u>4,991,363,177</u>	Long-term Loan	5,062,564,920
Building	414,769,386	Bonds	237,120,600
Building equipment	207,120,985	Other liabilities /loan allowance	324,733,520
Structures	93,556,256	<b>Total Liabilities</b>	<b>7,015,574,050</b>
Machinery	556,352,210	<b>Net Assets</b>	
Vehicles and transportation equipment	1	<b>Shareholders' Equity</b>	
Furniture, fixtures, and other(AGS)	31,552,804	Capital	100,000,000
Land	3,688,011,535	<u>Capital Surplus</u>	<u>2,631,236,773</u>
<b>Intangible fixed assets</b>	<u>14,025,100</u>	Capital Reserve	405,993
Telephone subscription right	904,404	Other Capital Surplus	2,630,830,780
Software	278,667	<u>Retained Earnings</u>	<u>2,894,261,546</u>
Other Intangible Fixed Assets	12,842,029	Earned reserve	25,200,000
<u>Investment</u>	<u>1,442,367,851</u>	Other retained earnings	2,869,061,546
Investment Securities and Investments	1,246,538,252	Other reserve	500,000,000
Long-term Loans	2,628,034	Profit carried forward	2,369,061,546
Security Deposit	102,521,568	Own shares	△ 38,495,597
Other Investments (Insurance fund)	90,679,997	<b>Net Assets</b>	<b>5,587,002,722</b>
<u>Deferred Assets</u>	<u>93,136,923</u>	<b>Total Liabilities and Net Assets</b>	<b>12,602,576,772</b>
<b>Total Assets</b>	<b>12,602,576,772</b>		

Note: Accumulated depreciation of property, plant and equipment

2,284,348,679

# Profit and Loss Statement

1st April 2022 to 31st March 2023

Showa Kako Corporation

(Unit : Yen)

Description	Amount	
<b>Sales</b>		<b>11,676,617,623</b>
Cost of Goods sold		9,952,719,333
Opening Inventory	653,572,878	
Current Term Cost of Production & Total Purchase	10,016,245,249	
<u>Total</u>	<u>10,669,818,127</u>	
Closing Inventory	717,098,794	
<b>Gross Profit</b>		<b>1,723,898,290</b>
Sales Administrative Expenses	411,515,196	
General Administrative Expenses	668,883,979	
<b>Operating Profit</b>		<b>643,499,115</b>
<u>Non-operating income</u>	<u>170,647,580</u>	
Interest Income	61,268	
Dividend Income	54,526,499	
Miscellaneous Income	116,059,813	
<u>Non-operating Expenses</u>	<u>91,566,048</u>	
Interest Expenses	39,767,558	
Discount Interest	0	
Miscellaneous Loss	51,798,490	
<b>Non-operating Profit</b>		<b>722,580,647</b>
Extraordinary Profit	0	
Extraordinary Loss	312,437,528	
<b>Profit Before Taxes</b>		<b>410,143,119</b>
Corporation Tax, Resident Tax & Business Tax	89,290,680	
<b>Current Net Profit</b>		<b>320,852,439</b>

Note      Ordinary depreciation range of current depreciable assets

236,312,714

Amount of Depreciation

236,312,714

# Individual Notes

Showa Kako Corporation

## 1. These financial statements are created under small business accounting policies

## 2. Important accounting policies

(1) The evaluation criteria and evaluation method of negotiable securities

- |                               |                     |
|-------------------------------|---------------------|
| ① Things with market value    | Cost of acquisition |
| ② Things without market value | Cost of acquisition |

(2) The evaluation criteria and the evaluation method of inventory

Constant percentage method by regulation of Corporation Tax Law

(3) The method of depreciation of fixed assets

Tangible fixed assets

Period of depreciation

Building: 8 to 25 years

Building attached structure: 3 to 20 years

Structure : 8 to 45 years

Mechanical apparatus : 2 to 22 years

Furniture and fixtures: 2 to 20 years

Automotive equipment: 4 to 7 years

Intangible fixed assets      Fixed amount method by regulation of Corporation Tax Law

(4) The disposal method of a lease transaction

About the finance lease transactions of those other than what the ownership of leased property transfers to a borrower, is based on accounting treatment according to the method related to the usual lease transactions.

(5) Allowance for doubtful accounts

To provide for losses due to bad debt, the Company accrues an estimated uncollectible amount based on the statutory provision ratio in accordance with the provisions of the Corporation Tax Law for general receivables and on an individual assessment of collectability for specific receivables such as doubtful receivables.

(6) Accounting treatment of derivatives

Accounting treatment of a consumption tax etc. is based on the tax excluded method.

## 3. Notes to the Balance Sheet

Accumulated depreciation of tangible assets: JPY      2,284,348,679

## 4. Notes to Statements of Changes in Net Assets

(1) Issued Shares

End Of First Half...53,101,019 Shares

Current Period End...62,968,428 Shares

(2) The number of Own shares at the end of the fiscal year

1,390,000 Shares

## Statement of Shareholders' Equity

From 1st April 2022 to 31st March 2023

0

Showa Kako Corporation

	Owner's Capital										Net-Assets Total
	Capital	Owner's Capital			Accumulated Surplus				Company's Own Stock	Owners Capital Total	
		Capital Reserve	Other Capital Surpluses	Capital Surplus Sum Total	Earned Surplus Reserve	Other Accumulated Surpluses		Accumulated Surplus Total			
						General Reserve	Earned Surplus C/F (Next Term)				
Previous Fiscal Year Balance	100,000,000	405,993	1,691,801,922	1,692,207,915	25,200,000	500,000,000	2,069,909,107	2,595,109,107	△ 38,495,597	4,348,821,425	4,348,821,425
Fluctuations due to Mergers		939,028,858		939,028,858				0		939,028,858	939,028,858
Capital Reduction		△ 939,028,858	939,028,858	0				0			
Net Income							320,852,439	320,852,439		320,852,439	320,852,439
Acquisition of Own Shares										0	0
Current Term Total Floating	0	0	939,028,858	939,028,858	0	0	320,852,439	320,852,439	0	1,259,881,297	1,259,881,297
Current Term End Balance	100,000,000	405,993	2,630,830,780	2,631,236,773	25,200,000	500,000,000	2,369,061,546	2,894,261,546	△ 38,495,597	5,587,002,722	5,587,002,722