

Financial Statement

81th TERM

(Entered 103 years Since 1918)

From 1st April 2020 ~ 31st March 2021

(Company motto)

"Love and Creation"

Showa Kako Corporation

Balance Sheet

From 1st April 2020 ~ 31st March 2021

Showa Kako Corporation

(Unit : Yen)

Assets		Liabilities	
Description	Amount	Description	Amount
Current assets	4,884,709,150	Current liabilities	1,704,483,680
Cash and deposits	1,641,493,632	Bills Payable	138,247,846
Receivable	383,399,014	Accounts Payable	1,233,064,265
Accounts Receivable	1,627,021,855	Arrears	103,615,744
Marketable securities	33,841,225	Accrued expenses	35,382,876
Products & Goods	723,261,974	Corporate Tax allowance	109,851,800
Raw materials	118,531,178	Deposits	6,630,882
Work in process	279,088,652	Advance received	4,743,572
Factory consumables	18,606,952	Provisional payment	174,124
Other current assets	71,464,668	One year long term loan	43,884,000
Allowance for Loan Losses	△ 12,000,000	Consumption tax payable	28,888,571
Fixed Assets	2,378,326,256		
Tangible fixed assets	1,837,058,602	Fixed Liabilities	3,449,677,800
Building	418,829,284	Long Term Loan	3,431,773,000
Building equipment	236,950,582	Bonds	17,904,800
Structures	80,777,210		
Machinery	691,945,018	Liabilities Total	5,154,161,480
Vehicles and transportation equipment	2	Net Assets	
Tools, furniture and fixtures	26,710,805	Shareholders' equity	
Land	381,845,701	Capital	100,000,000
		Capital surplus	1,205,993
Intangible fixed assets	23,564,389	Capital reserve	405,993
Software	159,985	Other capital surplus	800,000
Telephone subscription right	904,404	Retained earnings	2,042,200,733
Business rights	22,500,000	Earned reserve	25,200,000
Investment	366,385,474	Other retained earnings	2,017,000,733
Investment securities and investment	152,969,893	Other reserve	500,000,000
Long-term loans	1,688,878	Profit carried forward	1,517,000,733
Security deposit	104,499,980	Own shares	△ 34,532,800
Other investments	107,226,723		
Deferred assets	151,317,791	Net Assets	2,108,873,926
Total Assets	7,263,035,406	Total Liabilities and Net assets	7,263,035,406

(Note) Accumulated depreciation of property, plant and equipment 2,391,399,511

Profit and Loss Statement

From 1st April 2020~31st March 2021

Showa Kako Corporation

(Unit : JPY)

Description	Amount	
Sales		9,030,077,729
Cost of Sales		
Opening Inventory	603,036,798	
Current term cost of production and total	7,698,902,115	
<u>Total</u>	8,301,938,913	
Closing Inventory	△ 723,261,974	
Gross Profit on Sales		1,451,400,790
Sales expenses	392,465,331	
General administrative expenses	435,165,664	
Operating Profit		623,769,795
<u>Non operating profit</u>	<u>83,417,372</u>	
Interest income	359,394	
Dividend income	1,408,785	
Miscellaneous income	81,649,193	
<u>Non Opearting Expenses</u>	<u>44,410,949</u>	
Interest expense	27,377,889	
Discounted interest	2,858,740	
Miscellaneous loss	14,174,320	
Non Operating Profit		662,776,218
Extraordinary Profit	0	
Extraordinary loss	135,238,610	
Income before taxes		527,537,608
Corporation tax, resident tax and busines:	172,839,329	
Current Net Profit		354,698,279

(Note) Ordinary depreciation range of depreciable assets for the period 188,738,725

Depreciation amount 188,738,725

Statement of share holder' equity

From 1st April 2020~31st March 2021

Showa Kako Corporation

	Owner's capital										Net-assets total
	Capital	Capital surplusCapital surplus			Accumulated surplus				Company's own stock	Owner's 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)				
First half balance	100,000,000	405,993	800,000	1,205,993	25,200,000	500,000,000	1,162,302,454	1,687,502,454	△ 34,532,800	1,754,175,647	1,754,175,647
Current net income	0	0	0	0	0	0	354,698,279	354,698,279	0	354,698,279	354,698,279
Acquisition of own shares	0	0	0	0	0	0	0	0	0	0	0
Current term total fluctuating amount	0	0	0	0	0	0	354,698,279	354,698,279	0	354,698,279	354,698,279
Current term end balance	100,000,000	405,993	800,000	1,205,993	25,200,000	500,000,000	1,517,000,733	2,042,200,733	△ 34,532,800	2,108,873,926	2,108,873,926

1. This financial statements, is created by the guidance of small business accounting

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 an inventory
Cost method according to periodic average method
- (3) The method of depreciation of fixed assets
Tangible fixed assets Constant percentage method by regulation of Corporation Tax Law
 Period of depreciation
 Building: 8 to 25 years
 Building attached structure: 3 to 20 years
 Structure : 8 to 40 years
 Mechanical apparatus : 2 to 22 years
 Furniture and fixtures : 2 to 20 years
 Automotive equipment: 4 to 7 years
- (4) Intangible fixed assets Fixed amount method by regulation of Corporation Tax Law
Accounting treatment of derivatives
Accounting treatment by a market method to be carried out
- (5) 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.
- (6) Accounting treatment of derivatives
Accounting treatment of a consumption tax etc. is based on the tax excluded method.

3.3. Notes to the Balance Sheet

Accumulated depreciation: JPY 2,391,399,511

4. Notes for Statement of Changes in Net Assets

- (1) End Of First Half・・・2,016 Shares
Current Period End・・・2,016 Shares
The number of Own shares at the end of the fiscal year
- (2) 123 Shares