

Balance Sheet  
 Kayaku Co., Ltd.  
 As of March 31, 2019

(JPY)

<b>Assets</b>	
<b>Current Assets</b>	
Cash and Deposits	352,746,069
Trade Receivable	621,404,028
Inventories	936,187,435
Other Short-term assets	97,760,640
<b>Total Current Assets</b>	<b>2,008,098,172</b>
<b>Non-Current Assets</b>	
<b>Property and Equipment</b>	
Land	531,500,700
Buildings	1,285,577,483
Machinery & Equipment	888,301,429
Construction in Progress	77,844,339
<b>Total Property and Equipment</b>	<b>2,783,223,951</b>
Software	1,968,792
Other intangible assets	5,067,620
<b>Intangible Assets</b>	<b>7,036,412</b>
<b>Other Assets</b>	<b>40,059,551</b>
<b>Total Non-Current Assets</b>	<b>2,830,319,914</b>
<b>Total Assets</b>	<b>4,838,418,086</b>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Trade Payable	323,919,330
Non-Trade Accounts Payable	947,929,942
Accrued Expenses	51,440,700
Inter-Company Loans	500,000,000
Other Liabilities	3,868,611
<b>Total Current Liabilities</b>	<b>1,827,158,583</b>
<b>Non-Current Liabilities</b>	
Provision for Retirement Benefits	114,952,947
Asset Retirement Obligation	9,700,000
<b>Total Non-Current Liabilities</b>	<b>124,652,947</b>
<b>Total Liability</b>	<b>1,951,811,530</b>
<b>Equity</b>	
Share Capital	110,000,000
Capital Reserve	371,000,000
Retained Earnings	2,405,606,556
<b>Total Equity</b>	<b>2,886,606,556</b>
<b>Total Liabilities and Equity</b>	<b>4,838,418,086</b>

## Income Statements

Kayaku Co., Ltd.

From January 1, 2019

To March 31, 2019

(JPY)

Product Sales		838,146,863
Cost of Sales		917,871,395
Commission		
<b>Gross Profit</b>		<b>(79,724,532)</b>
Selling, General and Administrative Expenses		
Personnel Expenses		60,562,148
Research and Development		
Depreciation and Amortization		5,011,386
Other Operating Expenses		36,809,443
<b>Total Selling, General and Administrative Expenses</b>		<b>102,382,977</b>
<b>Operating Loss</b>		<b>(182,107,509)</b>
Non-Operating Income		
Interest Income	5	
Miscellaneous Income	7,599,993	
Foreign Exchange Gain	59,812	
<b>Total Non-Operating Income</b>		<b>7,659,810</b>
Non-Operating Expenses		
Interest Expense	27,397	
Foreign Exchange Loss		
Miscellaneous Expenses		
<b>Total Non-Operating Expense</b>		<b>27,397</b>
<b>Ordinary Loss</b>		<b>(174,475,096)</b>
Extraordinary Loss		
<b>Loss on Disposal of Fixed assets</b>		<b>1,900,000</b>
Loss before Income Tax		(176,375,096)
Income Tax.		(13,323,573)
Net Loss		(163,051,523)

## Statements of Shareholders' Equity

Kayaku Co., Ltd.

From January 1, 2019

To March 31, 2019

	Share Capital	Capital Reserve	Retained Earnings	Total Shareholders'
Balance at December 31st, 2018	110,000,000	371,000,000	2,568,658,079	3,049,658,079
Changes of items during the period				
Net Income (Loss)			(163,051,523)	(163,051,523)
Total changes of items during the period	0	0	(163,051,523)	(163,051,523)
Balance at March 31st, 2019	<u>110,000,000</u>	<u>371,000,000</u>	<u>2,405,606,556</u>	<u>2,886,606,556</u>

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