

Consolidated Financial Statements

Consolidated Balance Sheet

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Assets		
Current assets		
Cash and deposits	59,622	84,297
Notes and accounts receivable - trade	*2 64,680	78,738
Merchandise and finished goods	18,134	19,849
Work in process	28,829	30,183
Raw materials and supplies	15,624	17,902
Other	5,220	6,876
Allowance for doubtful accounts	(182)	(247)
Total current assets	191,930	237,599
Non-current assets		
Property, plant and equipment		
Buildings and structures	97,082	115,053
Machinery, equipment and vehicles	278,081	304,632
Tools, furniture and fixtures	27,578	30,849
Land	12,661	14,752
Construction in progress	18,307	10,824
Accumulated depreciation	(289,311)	(316,940)
Total property, plant and equipment	144,400	159,172
Intangible assets		
Other	1,293	1,371
Total intangible assets	1,293	1,371
Investments and other assets		
Investment securities	*1 2,671	*1 2,405
Retirement benefit asset	19	55
Deferred tax assets	1,314	2,144
Other	1,819	1,891
Allowance for doubtful accounts	(326)	-
Total investments and other assets	5,498	6,498
Total non-current assets	151,192	167,042
Total assets	343,122	404,642

(Millions of yen)

	As of March 31, 2020	As of March 31, 2021
Liabilities		
Current liabilities		
Notes and accounts payable - trade	26,603	31,728
Short-term borrowings	19,250	18,500
Current portion of long-term borrowings	2,663	13,462
Accounts payable - other	16,813	15,907
Income taxes payable	1,903	5,803
Provision for bonuses	4,576	5,132
Provision for bonuses for directors (and other officers)	233	388
Other	12,290	11,555
Total current liabilities	84,333	102,477
Non-current liabilities		
Long-term borrowings	34,752	41,788
Deferred tax liabilities	3,397	3,828
Provision for retirement benefits for directors (and other officers)	49	43
Retirement benefit liability	4,200	5,105
Other	5,934	7,458
Total non-current liabilities	48,334	58,223
Total liabilities	132,667	160,701
Net assets		
Shareholders' equity		
Share capital	33,575	33,575
Capital surplus	49,903	49,903
Retained earnings	150,263	174,977
Treasury shares	(8,596)	(8,576)
Total shareholders' equity	225,146	249,879
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	430	1,090
Deferred gains or losses on hedges	(82)	(106)
Foreign currency translation adjustment	(14,779)	(6,669)
Remeasurements of defined benefit plans	(824)	(960)
Total accumulated other comprehensive income	(15,255)	(6,646)
Share acquisition rights	563	708
Total net assets	210,454	243,941
Total liabilities and net assets	343,122	404,642

Consolidated Financial Statements

Consolidated Statement of Income

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Net sales	282,329	300,920
Cost of sales	*1 196,979	*1 211,965
Gross profit	85,350	88,955
Selling, general and administrative expenses	*2, *3 48,173	*2, *3 48,188
Operating profit	37,176	40,766
Non-operating income		
Interest income	335	118
Dividend income	146	53
Foreign exchange gains	–	197
Subsidy income	245	1,021
Other	244	186
Total non-operating income	972	1,578
Non-operating expenses		
Interest expenses	375	368
Share of loss of entities accounted for using equity method	787	283
Foreign exchange losses	1,404	–
Depreciation of inactive non-current assets	219	276
Other	197	168
Total non-operating expenses	2,983	1,097
Ordinary profit	35,165	41,247
Extraordinary income		
Gain on sale of non-current assets	*4 148	*4 57
Gain on sale of investment securities	16	466
Insurance claim income	*8 1,351	–
Other	–	67
Total extraordinary income	1,516	591
Extraordinary losses		
Loss on sale and retirement of non-current assets	*5 764	*5 624
Impairment losses	*6 5,290	*6 1,084
Loss on valuation of investment securities	17	–
Loss on valuation of shares of subsidiaries and associates	–	258
Business restructuring expenses	–	*7 439
Loss on disaster	*8 3,168	–
Loss related to anti-monopoly act	*9 3,600	–
Loss by COVID-19	–	*10 2,098
Other	22	322
Total extraordinary losses	12,863	4,828
Profit before income taxes	23,818	37,010
Income taxes - current	4,637	8,546
Income taxes - deferred	1,158	(151)
Total income taxes	5,795	8,395
Profit	18,022	28,615
Profit attributable to owners of parent	18,022	28,615

Consolidated Statement of Comprehensive Income

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Profit	18,022	28,615
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,088)	670
Deferred gains or losses on hedges	(84)	(24)
Foreign currency translation adjustment	(5,075)	8,250
Remeasurements of defined benefit plans, net of tax	(423)	(139)
Total other comprehensive income	* (6,671)	* 8,757
Comprehensive income	11,350	37,372
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	11,350	37,372

Consolidated Financial Statements

Consolidated Statement of Changes in Equity

TAIYO YUDEN CO., LTD. and Subsidiaries

Fiscal year ended March 31, 2020 (from April 1, 2019 to March 31, 2020)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	33,575	49,904	135,217	(4,613)	214,083
Cumulative effects of changes in accounting policies			(192)		(192)
Restated balance	33,575	49,904	135,025	(4,613)	213,891
Changes during period					
Dividends of surplus			(2,784)		(2,784)
Profit attributable to owners of parent			18,022		18,022
Purchase of treasury shares				(4,006)	(4,006)
Disposal of treasury shares		(0)		23	23
Decrease resulting from change in fiscal year of consolidated subsidiaries					-
Net changes in items other than shareholders' equity					
Total changes during period	-	(0)	15,238	(3,982)	11,254
Balance at end of period	33,575	49,903	150,263	(8,596)	225,146

Fiscal year ended March 31, 2021 (from April 1, 2020 to March 31, 2021)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	33,575	49,903	150,263	(8,596)	225,146
Cumulative effects of changes in accounting policies					-
Restated balance	33,575	49,903	150,263	(8,596)	225,146
Changes during period					
Dividends of surplus			(3,765)		(3,765)
Profit attributable to owners of parent			28,615		28,615
Purchase of treasury shares				(9)	(9)
Disposal of treasury shares		(0)		29	28
Decrease resulting from change in fiscal year of consolidated subsidiaries			(135)		(135)
Net changes in items other than shareholders' equity					
Total changes during period	-	(0)	24,714	19	24,733
Balance at end of period	33,575	49,903	174,977	(8,576)	249,879

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	1,519	2	(9,703)	(401)	(8,583)	453	205,953
Cumulative effects of changes in accounting policies							(192)
Restated balance	1,519	2	(9,703)	(401)	(8,583)	453	205,761
Changes during period							
Dividends of surplus							(2,784)
Profit attributable to owners of parent							18,022
Purchase of treasury shares							(4,006)
Disposal of treasury shares							23
Decrease resulting from change in fiscal year of consolidated subsidiaries							-
Net changes in items other than shareholders' equity	(1,088)	(84)	(5,075)	(423)	(6,671)	110	(6,561)
Total changes during period	(1,088)	(84)	(5,075)	(423)	(6,671)	110	4,693
Balance at end of period	430	(82)	(14,779)	(824)	(15,255)	563	210,454

	Accumulated other comprehensive income					Share acquisition rights	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	430	(82)	(14,779)	(824)	(15,255)	563	210,454
Cumulative effects of changes in accounting policies							-
Restated balance	430	(82)	(14,779)	(824)	(15,255)	563	210,454
Changes during period							
Dividends of surplus							(3,765)
Profit attributable to owners of parent							28,615
Purchase of treasury shares							(9)
Disposal of treasury shares							28
Decrease resulting from change in fiscal year of consolidated subsidiaries							(135)
Net changes in items other than shareholders' equity	660	(24)	8,109	(136)	8,609	144	8,753
Total changes during period	660	(24)	8,109	(136)	8,609	144	33,486
Balance at end of period	1,090	(106)	(6,669)	(960)	(6,646)	708	243,941

Consolidated Financial Statements

Consolidated Statement of Cash Flows

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Cash flows from operating activities		
Profit before income taxes	23,818	37,010
Depreciation	27,022	29,256
Impairment losses	5,290	1,084
Insurance claim income	(1,351)	–
Business restructuring expenses	–	439
Loss on disaster	3,168	–
Loss related to anti-monopoly act	3,600	–
Loss by COVID-19	–	2,098
Amortization of goodwill	631	–
Increase (decrease) in allowance for doubtful accounts	(59)	(278)
Increase (decrease) in provision for bonuses	420	423
Increase (decrease) in provision for bonuses for directors (and other officers)	(24)	155
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(80)	(7)
Interest and dividend income	(482)	(172)
Interest expenses	375	368
Share of loss (profit) of entities accounted for using equity method	787	283
Loss (gain) on sale and retirement of non-current assets	615	567
Loss (gain) on sale of investment securities	(10)	(461)
Subsidy income	(123)	(684)
Loss (gain) on valuation of investment securities	17	–
Loss on valuation of shares of subsidiaries and associates	–	258
Decrease (increase) in trade receivables	(3,207)	(9,783)
Decrease (increase) in inventories	(4,295)	(2,610)
Increase (decrease) in trade payables	1,894	4,466
Other, net	2,717	375
Subtotal	60,724	62,791
Interest and dividends received	502	173
Interest paid	(415)	(351)
Proceeds from insurance income	1,351	–
Business restructuring expenses paid	–	(199)
Payments associated with disaster loss	(1,588)	–
Payments for loss related to anti-monopoly act	(802)	(2,823)
Payments for loss by COVID-19	–	(1,803)
Income taxes refund (paid)	(7,338)	(4,903)
Net cash provided by (used in) operating activities	52,434	52,882
Cash flows from investing activities		
Purchase of non-current assets	(44,067)	(43,908)
Proceeds from sale of non-current assets	327	135
Decrease (increase) in time deposits	2,186	33
Proceeds from sale of investment securities	194	1,026
Subsidies received	222	384
Purchase of shares of subsidiaries and associates	–	(92)
Other, net	261	202
Net cash provided by (used in) investing activities	(40,874)	(42,218)

(Millions of yen)

	Fiscal year ended March 31, 2020	Fiscal year ended March 31, 2021
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(3,899)	(750)
Proceeds from long-term borrowings	9,000	20,500
Repayments of long-term borrowings	(2,477)	(2,666)
Purchase of treasury shares	(4,006)	(9)
Dividends paid	(2,776)	(3,760)
Repayments of lease obligations	(630)	(701)
Other, net	(61)	(8)
Net cash provided by (used in) financing activities	(4,851)	12,604
Effect of exchange rate change on cash and cash equivalents	(1,077)	2,386
Net increase (decrease) in cash and cash equivalents	5,630	25,654
Cash and cash equivalents at beginning of period	51,654	57,285
Increase (decrease) in cash and cash equivalents resulting from change in fiscal year of consolidated subsidiaries	–	(1,154)
Cash and cash equivalents at end of period	* 57,285	* 81,785