

Consolidated Financial Statements

Consolidated Balance Sheet

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
ASSETS		
Current assets:		
Cash and deposits	84,297	92,570
Trade notes and accounts receivable	78,738	86,585
Merchandise and finished products	19,849	29,504
Work in process	30,183	44,243
Raw materials and supplies	17,902	23,033
Other	6,876	6,981
Allowance for doubtful receivables	(247)	(311)
Total current assets	237,599	282,607
Fixed assets:		
Property, plant and equipment:		
Buildings and structures	115,053	120,596
Machinery and equipment	304,632	335,309
Tools, furniture and fixtures	30,849	33,773
Land	14,752	15,179
Construction in progress	10,824	28,603
Accumulated depreciation	(316,940)	(348,527)
Net property, plant and equipment	159,172	184,936
Intangible fixed assets:		
Other	1,371	1,340
Total intangible fixed assets	1,371	1,340
Investments and other assets:		
Investment securities	2,405	1,505
Net defined benefit asset	55	70
Deferred tax assets	2,144	2,536
Other	1,891	1,525
Total investments and other assets	6,498	5,637
Total fixed assets	167,042	191,914
Total assets	404,642	474,522

(Millions of yen)

	As of March 31, 2021	As of March 31, 2022
LIABILITIES		
Current liabilities:		
Trade notes and accounts payable	31,728	32,828
Short-term borrowings	18,500	20,200
Current portion of long-term borrowings	13,462	4,035
Accrued amounts payable	15,907	15,613
Income taxes payable	5,803	13,967
Accrued bonuses for employees	5,132	5,890
Accrued bonuses for directors and corporate auditors	388	679
Other	11,555	13,798
Total current liabilities	102,477	107,013
Long-term liabilities:		
Long-term borrowings	41,788	48,749
Deferred tax liabilities	3,828	3,835
Accrued retirement benefits for directors and corporate auditors	43	31
Net defined benefit liability	5,105	5,315
Other	7,458	9,291
Total long-term liabilities	58,223	67,222
Total liabilities	160,701	174,235
NET ASSETS		
Shareholders' equity:		
Common stock	33,575	33,575
Capital surplus	49,903	49,908
Retained earnings	174,977	221,178
Treasury stock	(8,576)	(13,454)
Total shareholders' equity	249,879	291,207
Accumulated other comprehensive income		
Net unrealized holding gains on securities	1,090	518
Deferred gains (losses) on hedges	(106)	(190)
Foreign currency translation adjustments	(6,669)	8,246
Remeasurements of defined benefit plans	(960)	(321)
Total accumulated other comprehensive income	(6,646)	8,252
Stock acquisition rights	708	826
Total net assets	243,941	300,286
Total liabilities and net assets	404,642	474,522

Consolidated Financial Statements

Consolidated Statement of Income

TAIYO YUDEN CO., LTD. and Subsidiaries

	(Millions of yen)	
	Year ended March 31, 2021	Year ended March 31, 2022
Net sales	300,920	349,636
Cost of sales	211,965	224,654
Gross profit	88,955	124,981
Selling, general and administrative expenses	48,188	56,763
Operating income	40,766	68,218
Non-operating income:		
Interest income	118	275
Dividend income	53	24
Gain on foreign exchange	197	3,295
Subsidy income	1,021	568
Other	186	429
Total non-operating income	1,578	4,593
Non-operating expenses:		
Interest expense	368	390
Equity in losses of affiliate	283	-
Depreciation of inactive noncurrent assets	276	80
Other	168	148
Total non-operating expenses	1,097	620
Ordinary income	41,247	72,191
Extraordinary gains:		
Gain on sales of property, plant and equipment	57	99
Gain on sales of investment securities	466	497
Other	67	91
Total extraordinary gains	591	689
Extraordinary losses:		
Loss on disposal and sales of property, plant and equipment	624	506
Impairment loss	1,084	180
Loss on devaluation of shares of subsidiaries and associates	258	-
Business structure improvement expenses	439	-
Loss on disaster	-	291
Loss by COVID-19	2,098	-
Other	322	28
Total extraordinary losses	4,828	1,008
Income before income taxes	37,010	71,872
Income taxes - current	8,546	17,682
Income taxes - deferred	(151)	(172)
Total income taxes	8,395	17,510
Net income	28,615	54,361
Net income attributable to owners of the parent company	28,615	54,361

Consolidated Statement of Comprehensive Income

TAIYO YUDEN CO., LTD. and Subsidiaries

	(Millions of yen)	
	Year ended March 31, 2021	Year ended March 31, 2022
Net income	28,615	54,361
Other comprehensive income		
Net unrealized holding gains (losses) on securities	670	(572)
Deferred gains (losses) on hedges	(24)	(83)
Foreign currency translation adjustments	8,250	14,916
Remeasurement of defined benefit plans	(139)	639
Total other comprehensive income (loss)	8,757	14,898
Comprehensive income	37,372	69,260
(Breakdown)		
Comprehensive income attributable to shareholders	37,372	69,260

Consolidated Financial Statements

Consolidated Statement of Changes in Equity

TAIYO YUDEN CO., LTD. and Subsidiaries

Prior fiscal year (April 1, 2020 - March 31, 2021)

(Millions of yen)

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

	Accumulated other comprehensive income					Stock acquisition rights	Total net assets
	Net unrealized holding gains on securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Accumulated other comprehensive income		
Balance at the beginning of the year	430	(82)	(14,779)	(824)	(15,255)	563	210,454
Changes of items during the year							
Dividends from surplus							(3,765)
Net income attributable to owners of the parent company							28,615
Purchase of treasury stock							(9)
Disposal of treasury stock							28
Increase (decrease) resulting from change in fiscal period of consolidated subsidiaries							(135)
Net change of items other than shareholders' equity during the period	660	(24)	8,109	(136)	8,609	144	8,753
Total changes of items during the year	660	(24)	8,109	(136)	8,609	144	33,486
Balance at the end of the year	1,090	(106)	(6,669)	(960)	(6,646)	708	243,941

Current fiscal year (April 1, 2021 - March 31, 2022)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of the year	33,575	49,903	174,977	(8,576)	249,879
Changes of items during the year					
Dividends from surplus			(8,161)		(8,161)
Net income attributable to owners of the parent company			54,361		54,361
Purchase of treasury stock				(5,008)	(5,008)
Disposal of treasury stock		4		131	136
Increase (decrease) resulting from change in fiscal period of consolidated subsidiaries					-
Net change of items other than shareholders' equity during the period					
Total changes of items during the year	-	4	46,200	(4,877)	41,328
Balance at the end of the year	33,575	49,908	221,178	(13,454)	291,207

	Accumulated other comprehensive income					Stock acquisition rights	Total net assets
	Net unrealized holding gains on securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Accumulated other comprehensive income		
Balance at the beginning of the year	1,090	(106)	(6,669)	(960)	(6,646)	708	243,941
Changes of items during the year							
Dividends from surplus							(8,161)
Net income attributable to owners of the parent company							54,361
Purchase of treasury stock							(5,008)
Disposal of treasury stock							136
Increase (decrease) resulting from change in fiscal period of consolidated subsidiaries							-
Net change of items other than shareholders' equity during the period	(572)	(83)	14,916	639	14,898	117	15,016
Total changes of items during the year	(572)	(83)	14,916	639	14,898	117	56,344
Balance at the end of the year	518	(190)	8,246	(321)	8,252	826	300,286

Consolidated Financial Statements

Consolidated Statement of Cash Flows

TAIYO YUDEN CO., LTD. and Subsidiaries

(Millions of yen)

	Year ended March 31, 2021	Year ended March 31, 2022
Operating activities:		
Income before income taxes	37,010	71,872
Depreciation and amortization	29,256	31,287
Impairment loss	1,084	180
Business structure improvement expense	439	-
Loss on disaster	-	291
Loss by COVID-19	2,098	-
Increase (decrease) in allowance for doubtful receivables	(278)	37
Increase (decrease) in accrued bonuses for employees	423	720
Increase (decrease) in accrued bonuses for directors and corporate auditors	155	290
Increase (decrease) in accrued retirement benefits for directors and corporate auditors	(7)	(12)
Interest and dividend income	(172)	(299)
Interest expense	368	390
Equity in earnings of affiliate	283	-
(Gain) loss on disposal and sales of property, plant and equipment	567	407
(Gain) loss on sales of investment securities	(461)	(469)
Subsidy income	(684)	(258)
Loss on devaluation of shares of subsidiaries and associates	258	-
(Increase) decrease in trade receivables	(9,783)	(1,148)
(Increase) decrease in inventories	(2,610)	(24,214)
Increase (decrease) in trade payables	4,466	571
Other	375	(2,157)
Subtotal	62,791	77,490
Interest and dividends received	173	291
Interest paid	(351)	(384)
Business structure improvement expense paid	(199)	-
Payments associated with disaster loss	-	(187)
Anti-monopoly Act related loss paid	(2,823)	-
Loss by COVID-19 paid	(1,803)	-
Income taxes (paid) refunded	(4,903)	(9,893)
Net cash provided by operating activities	52,882	67,315
Investing activities:		
Purchases of property, plant and equipment	(43,908)	(51,551)
Proceeds from sales of property, plant and equipment	135	230
(Increase) decrease in time deposits	33	(1,018)
Proceeds from sales of investment securities	1,026	885
Receipt from subsidy income	384	458
Purchase of shares of subsidiaries and associates	(92)	-
Other	202	373
Net cash used in investing activities	(42,218)	(50,622)

(Millions of yen)

	Year ended March 31, 2021	Year ended March 31, 2022
Financing activities:		
Net increase (decrease) in short-term borrowings	(750)	1,700
Proceeds from long-term borrowings	20,500	11,000
Repayments of long-term borrowings	(2,666)	(13,465)
Purchases of treasury stock	(9)	(5,008)
Payments of cash dividends	(3,760)	(8,146)
Repayments of lease obligations	(701)	(791)
Other	(8)	(0)
Net cash provided by (used in) financing activities	12,604	(14,711)
Effect of exchange rate changes on cash and cash equivalents	2,386	4,841
Net increase (decrease) in cash and cash equivalents	25,654	6,823
Cash and cash equivalents at beginning of period	57,285	81,785
Increase (decrease) in cash and cash equivalents resulting from change in fiscal period of consolidated subsidiaries	(1,154)	-
Cash and cash equivalents at end of period	81,785	88,609