

**Balance Sheet**  
E-Globledge Corporation  
Years ended March 31, 2019

(Thousand of Yen)

| Account  | Amount           | Account                                      | Amount           |
|--|------------------|--|------------------|
| <b>Assets</b>  |                  | <b>Liabilities</b>                           |                  |
| <b>Current assets</b>  | <b>4,459,861</b> | <b>Current liabilities</b>                   | <b>2,001,530</b> |
| Cash and deposits  | 1,434,818        | Accounts payable                             | 502,134          |
| Notes receivable   | 218,301          | Short-term borrowing                         | 1,032,970        |
| Accounts receivable  | 1,450,379        | Accounts payable-others                      | 112,327          |
| Inventories  | 839,424          | Accrued expenses                             | 32,160           |
| Other accounts receivable  | 23,610           | Income taxes payable                         | 65,091           |
| Advance payments   | 28,914           | Advances received                            | 159,228          |
| Prepaid expenses   | 25,894           | Deposits received                            | 16,420           |
| Short-term loans receivable  | 441,375          | Provision for bonuses                        | 78,940           |
| Allowance for doubtful accounts  | △ 2,854          | Forward exchange contracts                   | 2,260            |
| <b>Non-current assets</b>  | <b>347,564</b>   | <b>Non-current liabilities</b>               | <b>106,916</b>   |
| <b>Total tangible fixed assets</b>   | <b>112,741</b>   | Employee retirement benefits                 | 89,189           |
| Buildings  | 37,059           | Directors' retirement benefits               | 17,211           |
| Machinery  | 0                | Guarantee of contract                        | 516              |
| Vehicle  | -                | <b>Total Liabilities</b>                     | <b>2,108,446</b> |
| Equipment and Fixtures   | 14,818           | <b>Net assets</b>                            |                  |
| Land   | 60,863           | <b>Shareholders' equity</b>                  | <b>2,700,548</b> |
| <b>Intangible assets</b>   | <b>2,236</b>     | Capital stock                                | 1,554,985        |
| Software   | 1,468            | Additional paid-in capital                   | 1,773,369        |
| Others   | 769              | Capital reserve                              | 1,773,369        |
| <b>Investments and other assets</b>  | <b>232,587</b>   | Retained Earnings                            | △ 627,806        |
| Investments in securities  | 16,462           | Legal retained earnings                      | 14,334           |
| Investments in subsidiaries  | 3,386            | Other retained earnings                      | △ 642,140        |
| Claims provable in bankruptcy,<br>claims provable in rehabilitation and<br>other | 9                | Retained earnings brought forward            | △ 642,140        |
| Deferred tax assets  | 100,588          | <b>Valuation and translation differences</b> | <b>△ 1,568</b>   |
| Guarantee of contract  | 92,705           | Deferred gains or losses on hedges           | △ 1,568          |
| Others   | 25,167           | <b>Total Net assets</b>                      | <b>2,698,979</b> |
| Allowance for doubtful accounts  | △ 5,730          | <b>Total Liabilities and Net assets</b>      | <b>4,807,425</b> |
| <b>Total Assets</b>  | <b>4,807,425</b> |  |                  |

**Income Statement**

E-Globaledge Corporation

Years ended March 31, 2019

(Thousand of Yen)

| Account                                      | Amount  |                  |
|--|---------|------------------|
| <b>Sales</b>                                 |         | 9,018,807        |
| <b>Cost of sales</b>                         |         | 7,147,725        |
| <b>Gross profit</b>                          |         | <b>1,871,083</b> |
| Selling, general and administrative expenses |         | 1,476,312        |
| <b>Operating profit</b>                      |         | <b>394,770</b>   |
| <b>Non-operating income</b>                  |         |                  |
| Interest income and dividends received       | 33,991  |                  |
| House rent income                            | 1,854   |                  |
| Reversal of allowance for doubtful accounts  | 4,721   |                  |
| Others                                       | 2,359   | 42,925           |
| <b>Non-operating expenses</b>                |         |                  |
| Interest expenses                            | 11,960  |                  |
| Sales discounts                              | 8,892   |                  |
| Commission fee                               | 9,341   |                  |
| Guarantee commission                         | 7,310   |                  |
| Foreign exchange losses                      | 12,685  |                  |
| Others                                       | 6,501   | 56,688           |
| <b>Ordinary profit</b>                       |         | <b>381,007</b>   |
| <b>Extraordinary Income</b>                  |         |                  |
| Gain on sales of non-current assets          | 262     | 262              |
| <b>Extraordinary loss</b>                    |         |                  |
| Loss on retirement of non-current assets     | 495     |                  |
| Impairment loss                              | 1,691   | 2,186            |
| <b>Profit before income taxes</b>            |         | <b>379,083</b>   |
| Income taxes - current                       | 81,621  |                  |
| Income taxes - deferred                      | △ 4,519 | 77,102           |
| <b>Net income</b>                            |         | <b>301,981</b>   |