



Consolidated Financial Results for Fiscal Year 2019 [Japanese GAAP]

May 18, 2020

Name: Tokyo Rope Manufacturing Co., Ltd. Listing: Tokyo Stock Exchange
 Stock code number: 5981 URL: <http://www.tokyoropeco.jp/>
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 Annual Meeting of Shareholders: June 26, 2020 Start of cash dividend payment: -
 Date of issue of Financial Report: June 26, 2020
 Supplementary financial materials prepared : None
 Financial results information meeting held : None

(Amounts fewer than one million yen have been rounded down.)

1. Fiscal 2019 (April 1, 2019 - March 31, 2020)

(1) Results of operations (Millions of yen, except for per share data, percentage figures denote year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
		%		%		%		%
Fiscal 2019	63,090	-1.4	319	-62.6	446	-50.8	-2,434	—
Fiscal 2018	63,967	0.7	854	-72.4	908	-70.8	153	-93.9

Note: Comprehensive income Fiscal 2019 ¥-3,769 million (-%) Fiscal 2018 ¥-914 million (-%)

	Earnings per share	Earnings per share (fully diluted)	Return on equity	Ordinary income /total assets	Operating income /net sales
	Yen	Yen	%	%	%
Fiscal 2019	-151.11	—	-10.9	0.5	0.5
Fiscal 2018	9.52	—	0.6	1.1	1.3

Note: Gain (Loss) on investment based on equity method Fiscal 2019 ¥275 million Fiscal 2018 ¥-56 million

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
			%	Yen
Fiscal 2019	85,019	21,819	24.0	1,267.88
Fiscal 2018	84,595	24,246	28.7	1,503.87

Note: Equity capital at the year-end Fiscal 2019 ¥20,423 million Fiscal 2018 ¥24,246 million

(3) Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Fiscal 2019	559	-2,116	4,460
Fiscal 2018	3,247	-4,029	-268	3,308

2. Cash Dividends

	Cash dividend per share					Total dividends paid (full year)	Payout ratio (consolidated)	Dividends paid / net assets (consolidated)
	1st quarter	2nd quarter	3rd quarter	Year-end	Full year			
Fiscal 2018	—	0.00	—	40.00	40.00	650	420.4	2.6
Fiscal 2019	—	0.00	—	0.00	0.00	—	—	—
Fiscal 2020 (est.)	-	-	-	-	-		-	

Note: The dividend forecast for the year ending March 2021 has not been determined because it is currently difficult to calculate earnings forecasts.

3. Forecast for Consolidated Fiscal 2020 (April 1, 2020 - March 31, 2021)

The forecast of the consolidated earnings forecast for the year ending March 2021 has not been made because it is difficult to reasonably estimate the impact of the new coronavirus infection at this time. We will announce earnings forecasts promptly when it becomes possible to estimate.

*Notes

- (1) Changes in important subsidiaries during the year (changes in specific subsidiaries due to change in scope of consolidation) : None

Newly consolidated - (Company name) Excluded - (Company name)

- (2) Changes in accounting policies; changes in accounting estimates; restatements:

1. Changes in accounting policies resulting from the revision of the accounting standards and other regulations : None
2. Other changes in accounting policies : None
3. Changes in accounting estimates : None
4. Restatements : None

- (3) Shares outstanding (common stock) at the year-end

1. Number of shares outstanding (including treasury shares)
2. Number of treasury shares outstanding at the year-end
3. Average number of shares over the year

Fiscal 2019	16,268,242 shares	Fiscal 2018	16,268,242 shares
Fiscal 2019	159,482 shares	Fiscal 2018	145,806 shares
Fiscal 2019	16,114,080 shares	Fiscal 2018	16,122,565 shares

* This financial report is exempt from audit procedures by a certified public accountant or an auditing firm.

* Appropriate use of business forecasts; other special items

1. In this document, performance forecasts and other forward-looking statements are based on information currently available and certain assumptions judged by the Company to be rational. Actual results may differ significantly from forecasts due to various factors. Please refer to “(4) Future Outlook” on page 3 for information on preconditions underlying the above forecasts and other related information.
2. We have determined to cancel a financial results information meeting for institutional investors, which is scheduled to be held in late May 2020, due to the spread of the new coronavirus infection. Information on the financial results will be posted on the Company’s website around the end of May.

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1. Overview of Performance and Financial Position

(1) Overview of Consolidated Business Results

The Tokyo Rope Group has been working to promote various measures under its medium-term management plan, TCT-Focus 2020, which was scheduled to end in Fiscal 2019, with three key phrases of “Strengthening of Domestic Business Base,” “Challenge to New Materials and Technologies,” and “Overseas Business Expansion.” However, the results significantly differed from the initial targets due to drastic environmental changes both at home and abroad as well as delay in the implementation of the measures.

Sales of the Tokyo Rope Group for this fiscal year were ¥63,090 million (down 1.4% year-on-year). This was mainly attributable to a sharp decline in sales of steel cord, as well as the impact of typhoon damage to suppliers and customers, which offset strong sales of slope-related products.

In terms of profits, due mainly to the decline in sales of steel cord products including fine wires used in cutting silicon wafers for solar power applications, operating income fell to ¥319 million (down 62.6% year-on-year), while ordinary income fell to ¥446 million (down 50.8% year-on-year). Meanwhile, extraordinary income of ¥165 million due to gains on sales of investment securities were met with an extraordinary loss including ¥1,801 million due to impairment losses on fixed assets and ¥1,147 million due to losses on valuation of investment securities, resulting in net loss of ¥2,434 million attributable to owners of the parent company (net income of ¥153 million in the previous year).

Results by business segment of the Group were as follows:

Wire Rope

Owing to decreased demand for general rope products other than elevator ropes, such as those used in fishery, steel industry, and shipbuilding, and a slowdown in sales of wire products, segment sales totaled ¥27,266 million (down 2.9% year-on-year). Operating income was ¥1,411 million (down 7.3% year-on-year) due to factors including increased depreciation costs accompanying strategic investment in areas such as IT systems and plant renovations.

Steel Cord

Total sales for the Steel Cord segment decreased to ¥9,717 million (down 10.1% year-on-year), resulting in an operating loss of ¥1,660 million (loss of ¥939 million in the previous year) due significantly to a decrease in sales of fine wires used in cutting silicon wafers for solar power applications (difference in duration), which had recorded steady sales until the first half of the previous fiscal year, in addition to decreased sales volumes of tire cords and hose wires.

Product Development

As a result of strong sales of domestic slope-related products backed by improvement plans for the country’s land resilience and an increase in public restoration work, as well as gradually accumulated results in our growth strategy of promoting overseas business, total sales for the Product Development segment were ¥15,810 million, up 9.2% year-on-year, with an operating loss of ¥255 million, being reduced from the loss of ¥737 million in the same period last year.

Real Estate

Total sales for the Real Estate segment were ¥1,288 million, up 7.3% year-on-year, while operating income was ¥318 million, down 3.3% year-on-year, due to factors including partial renovation of retail facilities.

Other

Sales of industrial machinery increased due to orders for reconstruction from the Great East Japan Earthquake. However, total sales for the Other segment decreased to ¥9,006 million (down 4.1% year-on-year) due mainly to a decline in sales of petroleum products resulting from a decline in crude oil prices. Operating income was ¥505 million (down 25.6% year-on-year) due to an increase in various expenses associated with increasing production capacity for powdered metallic products.

(2) Overview of Financial Position during Fiscal 2019

The total assets of the Group at the end of this fiscal year increased by ¥424 million year on year to ¥85,019 million, due mainly to an increase in cash on hand, despite a significant decrease in the market value of investment securities.

Total liabilities increased by ¥2,850 million from the end of the previous fiscal year to ¥63,200 million due to increases in borrowings and lease obligations.

Net assets decreased by ¥2,426 million to ¥21,819 million due to net loss, payment of dividends and a decrease in valuation difference on available-for-sale securities, despite an increase in non-controlling interests resulting from capital increases by subsidiaries through third-party allocation of shares.

(3) Overview of Cash Flows during Fiscal 2019

The Group's cash and cash equivalent balance increased by ¥2,951 million year-on year to ¥6,259 million.

Net cash provided by operating activities amounted to ¥559 million due to depreciation expenses, which are non-payment costs, thus offsetting a loss before income taxes.

Net cash used in investing activities totaled ¥2,116 million due to purchases of property, plant and equipment.

Net cash provided by financing activities amounted to ¥4,460 million, due to an increase in borrowings and proceeds from share issuance to non-controlling shareholders resulting from a capital increase by subsidiaries through third-party allocation of shares.

(4) Future Outlook

We have yet to estimate the earnings forecast for the fiscal year ending March 31, 2021, for the impact of the new coronavirus infection is uncertain and it is currently difficult to rationally calculate the impact on the Group's performance. We will disclose the forecast promptly as soon as it becomes possible to make a reasonable calculation.

For the time being, we will focus on reaping the benefits of the measures implemented during the TCT-Focus 2020 period, while striving to further reduce costs and increase corporate value by providing our products and services that contribute to infrastructure development in Japan and abroad in addition to safety and security, as well as implementing measures to drastically improve earnings in the ongoing Steel Cord business.

2. Basic Perspective on Selection of Accounting Standards

It is the Tokyo Rope Group's policy to prepare the consolidated financial statements based on the Japanese Accounting Standards for the time being, taking into account the comparability of consolidated financial statements with other fiscal years and with other companies.

For the future, the Group intends to explore application of the International Financial Reporting Standards (IFRS) while considering factors such as the changes in its foreign shareholder ratio and the trends of domestic peer companies in terms of adoption of the IFRS.

3. Consolidated Financial Statements

(1) Balance Sheet

(Millions of yen, rounded down)

	Fiscal 2018 (March 31, 2019)	Fiscal 2019 (March 31, 2020)
ASSETS		
Current assets		
Cash and bank deposits	3,331	6,282
Notes and accounts receivable	13,898	14,810
Commodities and products	6,395	6,678
Goods in process	4,603	5,360
Materials and supplies	4,370	4,557
Other	1,398	1,312
Allowance for doubtful accounts	-16	-18
Total current assets	33,980	38,983
Fixed assets		
Property, plant and equipment		
Buildings and structures (net)	7,763	7,395
Machinery and vehicles (net)	7,695	6,170
Land	18,305	18,286
Lease assets (net)	867	1,537
Construction in progress	978	554
Other (net)	598	595
Total property, plant and equipment	36,209	34,540
Intangibles	796	702
Investments and other assets		
Investment securities	7,555	4,625
Net defined benefit assets	158	257
Deferred tax assets	2,911	2,424
Other	3,294	3,778
Allowance for doubtful accounts	-312	-292
Total investments and other assets	13,608	10,793
Total fixed assets	50,614	46,035
Total assets	84,595	85,019

(Millions of yen, rounded down)

	Fiscal 2018 (March 31, 2019)	Fiscal 2019 (March 31, 2020)
LIABILITIES		
Current liabilities		
Notes and accounts payable	12,301	12,182
Short-term borrowings	12,437	16,482
Accrued expenses	2,559	2,365
Reserve for employees' bonuses	833	878
Provision for loss on disaster	137	—
Other	5,708	6,088
Total current liabilities	33,977	37,997
Long-term liabilities		
Long-term loans	14,971	13,450
Lease obligations	215	962
Deferred tax liabilities for land revaluation	4,183	3,922
Reserve for directors' retirement benefits	156	184
Reserve for directors' shares	57	47
Net defined benefit liability	4,633	4,745
Asset retirement obligations	512	498
Provision for environmental measures	32	5
Other	1,609	1,386
Total long-term liabilities	26,371	25,202
Total liabilities	60,349	63,200
NET ASSETS		
Shareholders' equity		
Capital stock	1,000	1,000
Capital surplus	684	1,070
Retained earnings	14,036	11,606
Treasury shares	-309	-315
Total shareholders' equity	15,411	13,361
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	155	-788
Deferred gains or losses on hedges	0	-0
Revaluation reserve for land	9,718	9,063
Foreign currency translation adjustment	-247	-415
Re-measurements of defined benefit plans	-792	-795
Total accumulated other comprehensive income	8,834	7,062
Non-controlling interests	—	1,395
Total net assets	24,246	21,819
Total liabilities and net assets	84,595	85,019

(2) Statements of Income and Statements of Comprehensive Income

Statements of Income

(Millions of yen, rounded down)

	Fiscal 2018 (April 1, 2018 - March 31, 2019)	Fiscal 2019 (April 1, 2019 - March 31, 2020)
Net sales	63,967	63,090
Cost of sales	52,018	51,750
Gross profit	11,949	11,339
Selling, general and administrative expenses	11,094	11,020
Operating income	854	319
Other income		
Interest income	23	25
Dividend income	243	235
Share of profit of entities accounted for using equity method	—	275
Reversal of allowance for doubtful accounts	75	20
Reversal of provision for environmental measures	80	—
Other	335	240
Total other income	759	796
Other expense		
Interest expense	280	287
Share of loss of entities accounted for using equity method	56	—
Foreign exchange losses	97	56
Loss on disposal of fixed assets	32	48
Other	236	276
Total other expenses	704	669
Ordinary income	908	446
Extraordinary income		
Gain on change in equity	—	160
Subsidy income	—	151
Gain on sales of investment securities	—	180
Insurance income	190	—
Other	—	20
Total extraordinary income	190	512
Extraordinary losses		
Impairment loss	—	1,801
Loss on sales of investment securities	—	12
Loss on valuation of investment securities	112	1,147
Loss from disasters	220	—
Restructuring costs	54	—
Other	17	3
Total extraordinary losses	405	2,964
Income (loss) before income taxes	693	-2,005
Income taxes	294	279
Income tax adjustment	246	368
Total income taxes	540	647
Profit (loss)	153	-2,653
Loss attributable to non-controlling interests	—	-218
Profit (loss) attributable to owners of parent	153	-2,434

Statement of Comprehensive Income

(Millions of yen, rounded down)

	Fiscal 2018 (April 1, 2018 - March 31, 2019)	Fiscal 2019 (April 1, 2019 - March 31, 2020)
Profit (loss)	153	-2,653
Other comprehensive income		
Valuation difference on available-for-sale securities	-1,066	-944
Deferred gains or losses on hedges	0	-0
Foreign currency translation adjustment	-263	-67
Re-measurements of defined benefit plans, net of tax	395	-3
Share of other comprehensive income (loss) of entities accounted for using equity method	-133	-100
Total other comprehensive income (loss)	-1,068	-1,116
Comprehensive income	-914	-3,769
Comprehensive income attributable to		
Comprehensive income (loss) attributable to owners of the parent	-914	-3,549
Comprehensive income attributable to non-controlling interests	—	-219

(3) Statements of Changes in Shareholders' Equity

Fiscal 2018 (April 1, 2018 - March 31, 2019)

(Millions of yen, rounded down)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of the year	1,000	684	14,507	-312	15,878
Changes of items during the period					
Dividends from surplus			-650		-650
Profit attributable to owners of parent			153		153
Reversal of revaluation reserve for land			0		0
Purchase of treasury shares				4	4
Disposal of treasury shares		0		-1	-1
Change in scope of consolidation			26		26
Changes of items other than shareholders' equity (net)					—
Total changes of items during the period	—	0	-470	3	-467
Balance at end of the year	1,000	684	14,036	-309	15,411

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Re-measurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of the year	1,221	—	9,718	149	-1,187	9,902	—	25,781
Changes of items during the period								
Dividends from surplus								-650
Profit attributable to owners of parent								153
Reversal of revaluation reserve for land								0
Purchase of treasury shares								4
Disposal of treasury shares								-1
Change in scope of consolidation								26
Changes of items other than shareholders' equity (net)	-1,066	0	-0	-397	395	-1,068	—	-1,068
Total changes of items during the period	-1,066	0	-0	-397	395	-1,068	—	-1,535
Balance at end of the year	155	0	9,718	-247	-792	8,834	—	24,246

Fiscal 2019 (April 1, 2019 - March 31, 2020)

(Millions of yen, rounded down)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of the year	1,000	684	14,036	-309	15,411
Changes of items during the period					
Dividends from surplus			-650		-650
Profit attributable to owners of parent			-2,434		-2,434
Reversal of revaluation reserve for land			655		655
Purchase of treasury shares				-17	-17
Disposal of treasury shares		-0		10	10
Change in ownership interest of parent due to transactions with non-controlling interests		386			386
Changes of items other than shareholders' equity (net)					—
Total changes of items during the period	—	386	-2,429	-6	-2,050
Balance at end of the year	1,000	1,070	11,606	-315	13,361

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Re-measurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of the year	155	0	9,718	-247	-792	8,834	—	24,246
Changes of items during the period								
Dividends from surplus								-650
Profit attributable to owners of parent								-2,434
Reversal of revaluation reserve for land								655
Purchase of treasury shares								-17
Disposal of treasury shares								10
Change in ownership interest of parent due to transactions with non-controlling interests								386
Changes of items other than shareholders' equity (net)	-944	-0	-655	-168	-3	-1,771	1,395	-376
Total changes of items during the period	-944	-0	-655	-168	-3	-1,771	1,395	-2,426
Balance at end of the year	-788	-0	9,063	-415	-795	7,062	1,395	21,819

(4) Statements of Cash Flows

(Millions of yen, rounded down)

	Fiscal 2018 (April 1, 2018 - March 31, 2019)	Fiscal 2019 (April 1, 2019 - March 31, 2020)
Operating activities		
Income before income taxes	693	-2,005
Depreciation	2,309	2,580
Impairment loss	—	1,801
Increase (decrease) in allowance for doubtful accounts	-98	-17
Increase (decrease) in reserve for employees' bonuses	-81	45
Increase (decrease) in reserve for directors' retirement benefits	30	27
Increase (decrease) in reserve for directors' shares	-4	-10
Increase (decrease) in net defined benefit liability	31	25
Interest and dividend income	-266	-260
Insurance income	-190	—
Interest expense	280	287
Share of loss (profit) of entities accounted for using equity method	56	-275
Loss (gain) on sales of investment securities	—	-167
Loss from disasters	220	—
Loss (gain) on valuation of investment securities	112	1,147
Restructuring costs	54	—
Subsidy income	—	-151
Other extraordinary loss (income)	17	-159
Decrease (increase) in notes and accounts receivable	405	-935
Decrease (increase) in inventories	-123	-1,269
Decrease (increase) in other assets	-90	231
Increase (decrease) in notes and accounts payable	606	-55
Increase (decrease) in advances received	-214	185
Net increase (decrease) in accrued consumption tax	59	80
Net increase (decrease) in other liabilities	-86	-102
Other	—	-4
Subtotal	3,723	994
Interest and dividends received	299	260
Insurance income received	190	—
Subsidies received	—	151
Interest paid	-291	-289
Disaster loss payment	-53	-137
Payments for directors' retirement benefits	-92	—
Restructuring costs paid	-54	—
Income tax paid	-474	-419
Net cash provided by operating activities	3,247	559
Investing activities		
Purchases of investment securities	-16	-16
Proceeds from sales of investment securities	14	775
Loans extended	-41	-51
Proceeds from loans recovered	55	73
Purchases of property, plant and equipment	-3,440	-2,617
Proceeds from sales of property, plant and equipment	9	39
Payment for investments in affiliates	-122	-1
Other	-488	-317
Investing activities	-4,029	-2,116

(Millions of yen, rounded down)

	Fiscal 2018 (April 1, 2018 - March 31, 2019)	Fiscal 2019 (April 1, 2019 - March 31, 2020)
Financing activities		
Repayment of installment payables	—	-262
Income from sales and leaseback transactions	1,225	—
Net increase (decrease) in short-term borrowings	-3,691	-1,498
Proceeds from long-term borrowings	5,300	8,600
Repayment of long-term borrowings	-2,346	-4,576
Cash dividends paid	-647	-646
Proceeds from sales of treasury shares	4	10
Purchases of treasury shares	-1	-17
Proceeds from share issuance to non-controlling shareholders	—	2,000
Repayments of lease obligations	-111	-71
Proceeds from sales and leaseback transactions	—	922
Net cash used in financing activities	-268	4,460
Effect of exchange rate change on cash and cash equivalents	-17	48
Net increase (decrease) in cash and cash equivalents	-1,068	2,951
Cash and cash equivalents at beginning of the year	4,352	3,308
Increase in cash and cash equivalents due to inclusions in consolidation	24	—
Cash and cash equivalents at end of the year	3,308	6,259

(5) Notes on Consolidated Financial Statements

Notes on Going-concern Assumptions

None

Segment Information

Segment Information

1) Overview of Reporting Segments

The Company's reporting segments are subject to regular examination so that the Board of Directors can appropriately allocate business resources and evaluate business performances. Financial information separated according to specific segment is available.

In its head office, the Tokyo Rope Group has established business departments for each product/service line. Those departments are responsible for formulating comprehensive domestic and overseas strategies and advancing the activities of their respective businesses.

Accordingly, the Group has classified its operations into four product-and service-specific segments, each based on a business department. Those segments are: "Wire Rope," "Steel Cord," "Product Development," and "Real Estate."

Segment	Main products
Wire Rope	Wire rope, other wire products, fiber rope, nets
Steel Cord	Steel cord for tire use, saw wire
Product Development	Road safety equipment, long-bridge cables, bridge design and construction, metallic fibers, carbon fiber composite cable (CFCC)
Real Estate	Real estate rental services, electricity sales from solar power generation

2) Calculation Method of Sales, Income (Loss), Assets, Liabilities and Other Items by Reporting Segment

The accounting methods for the business segments reported are basically the same as the one stated under "Major basic items for preparing consolidated financial statements."

Income under reporting segments are calculated based on operating income. Internal return and amounts of transfer between segments are calculated based on the prevailing market price.

3) Sales, Income (Loss), Assets, Liabilities and Other Items by Reporting Segment

Fiscal 2018 (April 1, 2018 - March 31, 2019)

(Millions of yen)

	Reporting Segment					Other Note:	Full year	Adjustment	Consolidated statements of income
	Wire Rope	Steel Code	Product Development	Real Estate	Total				
Net sales									
Sales to outside customers	28,084	10,811	14,482	1,201	54,579	9,387	63,967	—	63,967
Intersegment sales or transfers	205	159	11	—	376	776	1,153	-1,153	—
Total	28,290	10,971	14,494	1,201	54,956	10,164	65,120	-1,153	63,967
Segment income (loss)	1,523	-939	-737	329	175	678	854	—	854
Segment assets	39,315	12,074	19,691	5,734	76,815	5,895	82,710	1,885	84,595
Other items									
Depreciation	1,316	150	524	94	2,085	224	2,309	—	2,309
Investment in affiliates accounted for by equity method	262	—	1,724	—	1,986	—	1,986	—	1,986
Increase in property, plant and equipment and intangibles	1,408	406	1,708	198	3,722	141	3,863	—	3,863

Note 1: "Other" refers to business segments that are not included in the reporting segments. They include the Company's industrial machinery, powdered metallic products, and oil businesses.

Note 2: Adjustments are as follows:

Adjustments in segment assets come to ¥1,885 million, which is included in the ¥2,233 million for the whole company, without being distributed to individual reporting segments. The Group's total asset amount includes the Group's operating surplus capital (cash in deposits) and long-term investment capital (investments in securities).

Fiscal 2019 (April 1, 2019 - March 31, 2020)

(Millions of yen)

	Reporting Segment					Other Note:	Full year	Adjustment	Consolidated statements of income
	Wire Rope	Steel Code	Product Development	Real Estate	Total				
Net sales									
Sales to outside customers	27,266	9,717	15,810	1,288	54,083	9,006	63,090	—	63,090
Intersegment sales or transfers	202	210	11	—	424	817	1,242	-1,242	—
Total	27,468	9,927	15,822	1,288	54,507	9,824	64,332	-1,242	63,090
Segment income (loss)	1,411	-1,660	-255	318	-185	505	319	—	319
Segment assets	39,775	11,302	20,876	5,875	77,829	5,752	83,581	1,438	85,019
Other items									
Depreciation	1,390	163	665	113	2,332	247	2,580	—	2,580
Investment in affiliates accounted for by equity method	149	—	2,172	—	2,321	—	2,321	—	2,321
Increase in property, plant and equipment and intangibles	2,263	607	388	227	3,487	410	3,898	—	3,898

Note 1: "Other" refers to business segments that are not included in the reporting segments. They include the Company's industrial machinery, powdered metallic products, and oil businesses.

Note 2: Adjustments are as follows:

Adjustments in segment assets come to ¥1,438 million, which is included in the ¥1,651 million for the whole company, without being distributed to individual reporting segments. The Group's total asset amount includes the Group's operating surplus capital (cash in deposits) and long-term investment capital (investments in securities).

Per Share Information

	Fiscal 2018 (April 1, 2018 - March 31, 2019)	Fiscal 2019 (April 1, 2019 - March 31, 2020)
Net assets per share	1,503.87 yen	1,267.88 yen
Earnings (loss) per share	9.52 yen	-151.11 yen

Note 1: Fully diluted earnings per share is not indicated because there are no dilutive shares.

Note 2: The Company's own shares remaining in "Board Benefit Trust" that are recorded as treasury shares in the shareholders' equity are included in the number of treasury shares which is deducted from the total number of issued shares at the end of the fiscal year for the purpose of calculating the net assets per share (134,000 shares for fiscal 2018 and 146,000 shares for fiscal 2019). In addition, they are included in the treasury shares which are deducted in calculating the average number of shares outstanding over the year for the purpose of calculating profit per share (134,000 shares for fiscal 2018 and 142,000 shares for fiscal 2019).

Note 3: Net income (loss) per share is calculated on the following basis:

Items	Fiscal 2018 (April 1, 2018 - March 31, 2019)	Fiscal 2019 (April 1, 2019 - March 31, 2020)
Profit (loss) attributable to owners of parent company	153	-2,434
Amount not attributable to common shareholders (millions of yen)	—	—
(of which the amount of preferred dividends (millions of yen))	(—)	(—)
Profit (loss) attributable to owners of parent regarding common shares (millions of yen)	153	-2,434
Average number of common shares outstanding over the year	16,122,565	16,114,080

Significant subsequent events

None