

Statement of Cash Flows (IFRS)

Tosei Corporation Tosei Corporation

<Note>

We have been disclosing the financial statements according to a new accounting policy, International Financial Reporting Standards (IFRS) since December 2012. Due to this fact, the reference figures provided in this document have been prepared under IFRS.

Cash flows from operating activities (Thousands of yen)

	FY2015	FY2016	FY2017	FY2018	FY2019
	IFRS	IFRS	IFRS	IFRS	IFRS
Profit before tax	6,040,311	8,450,048	9,049,467	10,171,017	12,090,095
Depreciation expense	222,440	333,415	393,045	621,108	873,834
Increase (decrease) in provisions and retirement benefits obligations	(164,709)	43,168	98,422	112,683	106,807
Interest and dividends income	(22,840)	(63,062)	(76,881)	(85,743)	(154,466)
Interest expenses	874,493	892,920	861,281	790,534	755,329
Gain on disposal of available-for-sale financial assets	-	-	-	-	-
Gain on sales of stocks of subsidiaries and affiliates	-	-	(123,505)	-	-
Loss on retirement of property, plant and equipment	2,372	7,711	22,955	791	-
Decrease (increase) in trade and other receivables	(1,097,514)	944,245	(13,498)	(827,489)	(765,621)
Decrease (increase) in inventories	(8,845,226)	(15,971,161)	353,672	(932,707)	(15,378,771)
Increase (decrease) in trade and other payables	930,567	235,008	415,296	(14,822)	2,445,402
Other, net	(28,424)	(110,587)	59,676	(79,792)	2,079
Subtotal	(2,088,530)	(5,238,293)	11,039,932	9,755,580	(25,311)
Interest and dividends income received	22,832	63,063	76,619	85,743	102,094
Income taxes paid	(2,377,395)	(2,297,257)	(4,027,392)	(2,226,001)	(3,876,675)
Net cash from (used in) operating activities	(4,443,093)	(7,472,487)	7,089,159	7,615,322	(3,799,892)

Cash flows from investing activities (Thousands of yen)

	FY2015	FY2016	FY2017	FY2018	FY2019
	IFRS	IFRS	IFRS	IFRS	IFRS
Payments into time deposits	(100,000)	(45,000)	-	-	-
Proceeds from withdrawal of time deposits	240,000	30,000	95,000	-	20,000
Purchase of property, plant and equipment	(71,303)	(54,277)	(30,994)	(72,169)	(62,602)
Purchase of investment properties	(750,033)	(1,743,387)	(1,282,517)	(8,714,445)	(344,209)
Purchase of intangible assets	(37,610)	(27,711)	(13,189)	(33,450)	(29,351)
Payments of loans receivable	-	(2,935,000)	(1,085,000)	-	(126,730)
Collection of loans receivable	64	72	2,760,075	77	17,034
Purchase of other financial assets	(5,020)	(321,636)	(687,589)	(473,717)	(1,811,147)
Collection of other financial assets	757,951	124,918	7,619	1,907	26,426
Proceeds from sales of other financial assets	444,960	34,680	349,201	3,458	151,509
Purchase of investments in subsidiaries resulting in change in scope of consolidation	-	(3,297,173)	(182,766)	(1,502,160)	-
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	-	40,563	-	-	-
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	-	-	39,328	-	536
Other, net	2,596	132	12,032	3,715	25,413
Net cash from (used in) investing activities	481,605	(8,193,818)	(18,800)	(10,786,784)	(2,133,119)

Cash flows from financing activities (Thousands of yen)

	FY2015	FY2016	FY2017	FY2018	FY2019
	IFRS	IFRS	IFRS	IFRS	IFRS
Net increase (decrease) in current borrowings	(95,000)	1,652,800	(1,930,300)	117,500	1,738,500
Proceeds from non-current borrowings	31,627,000	42,442,800	38,871,150	41,148,950	41,630,045
Repayments of non-current borrowings	(23,273,064)	(23,866,891)	(39,951,833)	(33,360,923)	(28,572,289)
Proceeds from issuance of new shares	-	-	-	208,086	40,060
Cash dividends paid	(578,436)	(771,761)	(1,061,561)	(1,206,976)	(1,455,240)
Interest expenses paid	(1,015,655)	(926,467)	(886,261)	(960,968)	(963,688)
Purchase of treasury shares	-	-	-	(128)	(999,909)
Other, net	(3,745)	(7,983)	(3,374)	(3,654)	(5,349)
Net cash flows from (used in) financing activities	6,661,097	18,522,496	(4,962,180)	5,941,884	11,412,129

Cash and cash equivalents at end of year (Thousands of yen)

	FY2015	FY2016	FY2017	FY2018	FY2019
	IFRS	IFRS	IFRS	IFRS	IFRS
Net increase (decrease) in cash and cash equivalents	2,699,610	2,856,190	2,108,179	2,770,422	5,479,116
Cash and cash equivalents at beginning of year	16,100,795	18,791,081	21,640,866	23,750,239	26,520,569
Effect of exchange rate change on cash and cash equivalents	(9,323)	(6,404)	1,193	(92)	(757)
Cash and cash equivalents at end of year	18,791,081	21,640,866	23,750,239	26,520,569	31,998,929