

CONSOLIDATED STATEMENT OF INCOME

TOA CORPORATION and its consolidated subsidiaries
For the years ended March 31, 2020 and 2019

	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 1)
	2020	2019	2020
Net sales (Note 6)	¥ 190,278	¥ 173,692	\$ 1,761,840
Cost of sales (Note 6)	170,863	159,087	1,582,070
Gross profit	19,415	14,604	179,769
Selling, general and administrative expenses (Note 6)	11,458	10,624	106,092
Operating income	7,957	3,980	73,676
Other income (expenses):			
Interest and dividend income	346	381	3,204
Interest expense	(294)	(312)	(2,726)
Exchange loss	(298)	—	(2,762)
Provision for doubtful accounts, non-trade	4	(16)	43
Loss on impairment of fixed assets (Note 6)	(2)	(74)	(20)
Gain on sale of fixed assets (Note 6)	28	109	262
Gain on sale of investment in securities (Note 3)	197	412	1,824
Gain on redemption of golf club membership	84	—	780
Guarantee fee	(79)	(85)	(740)
Loss on sale of fixed assets (Note 6)	(0)	(28)	(5)
Loss on disposal of fixed assets (Note 6)	(58)	(72)	(542)
Loss on sale of investment in securities	(72)	—	(672)
Loss on valuation of investment in securities (Note 3)	(198)	0	(1,835)
Other, net (Note 3)	(36)	(18)	(342)
	(381)	293	(3,531)
Profit before income taxes	7,575	4,273	70,145
Income taxes (Note 15):			
Current	944	377	8,748
Deferred	1,548	750	14,337
	2,493	1,128	23,086
Profit	5,082	3,145	47,058
Profit attributable to:			
Non-controlling interests	¥ 74	¥ 73	\$ 693
Owners of parent	¥ 5,007	¥ 3,072	\$ 46,364

The accompanying notes are an integral part of these financial statements.