

KNT-CT HOLDINGS CO., LTD.
CONSOLIDATED BALANCE SHEETS

March 31, 2019 and 2018

ASSETS	Millions of Yen	
	March 31, 2019	March 31, 2018
CURRENT ASSETS:		
Cash and deposits	¥ 71,348	¥ 68,140
Notes and accounts receivable trade	26,722	24,337
Allowance for doubtful accounts	(24)	(15)
Inventories	107	109
Advances paid to suppliers	19,467	15,284
Prepaid expenses and other current assets	3,900	3,157
Total current assets	<u>121,521</u>	<u>111,013</u>
PROPERTY AND EQUIPMENT, at cost:		
Land	135	134
Buildings	2,984	2,938
Equipment	2,937	4,136
Construction in progress	3	16
Accumulated depreciation	(4,627)	(5,518)
Total property and equipment	<u>1,434</u>	<u>1,708</u>
INTANGIBLE ASSETS		
Software	2,253	2,282
Other	13	14
Total intangible assets	<u>2,267</u>	<u>2,296</u>
INVESTMENTS AND OTHER ASSETS:		
Investment securities	5,673	5,188
Lease deposits	4,451	4,697
Long-term loans receivable	-	79
Allowance for doubtful accounts	(373)	(410)
Net Defined Benefit Asset	1,736	1,564
Deferred tax asset	3,262	2,676
Other assets	1,506	1,602
Total investments and other assets	<u>16,256</u>	<u>15,397</u>
Total assets	<u>¥ 141,479</u>	<u>¥ 130,416</u>

KNT-CT HOLDINGS CO., LTD.
CONSOLIDATED BALANCE SHEETS

March 31, 2019 and 2018

LIABILITIES	Millions of Yen	
	March 31, 2019	March 31, 2018
CURRENT LIABILITIES:		
Accounts payable trade	¥ 28,876	¥ 30,156
Advances received	78,253	66,923
Accrued income taxes	234	505
Accrued expenses and other current liabilities	3,860	4,045
Total current liabilities	111,224	101,631
ALLOWANCE FOR LOSSES ON UNCOLLECTED GIFT COUPON FOR FUTURE USE	990	1,041
OTHER LONG-TERM LIABILITIES	2,314	2,439
Total liabilities	114,529	105,111
STOCKHOLDERS' EQUITY:		
Common stock,		
Authorized - 38,000,000 shares		
Issued - 27,331,013 shares	8,041	8,041
Capital surplus	7,204	7,204
Retained earnings	9,010	7,731
Treasury stock	(12)	(10)
Total stockholders' equity	24,244	22,966
APPRAISAL AND TRANSLATION DIFFERENCES		
Net unrealized holding gains on securities	1,994	1,693
Gains or losses on deferred hedge accountings	(65)	(265)
Foreign currency translation adjustment	249	235
Remeasurements of defined benefit plans	459	597
Total appraisal and translation differences	2,637	2,261
NON-CONTROLLING INTERESTS	68	77
Total Net Assets	26,950	25,304
Total liabilities and Net Assets	¥ 141,479	¥ 130,416