

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

March 31, 2021 and 2020

ASSETS	Millions of Yen	
	March 31, 2021	March 31, 2020
CURRENT ASSETS:		
Cash and deposits	¥ 24,284	¥ 49,071
Notes and accounts receivable trade	16,885	11,869
Allowance for doubtful accounts	(34)	(5)
Inventories	115	119
Advances paid to suppliers	5,815	11,386
Prepaid expenses and other current assets	4,081	3,167
Total current assets	<u>51,148</u>	<u>75,608</u>
PROPERTY AND EQUIPMENT, at cost:		
Land	135	135
Buildings	1,016	2,666
Equipment	1,706	3,144
Accumulated depreciation	(2,601)	(5,033)
Total property and equipment	<u>257</u>	<u>913</u>
INTANGIBLE ASSETS		
Software	53	2,462
Other	-	13
Total intangible assets	<u>53</u>	<u>2,476</u>
INVESTMENTS AND OTHER ASSETS:		
Investment securities	4,478	4,265
Lease deposits	4,104	4,382
Long-term loans receivable	-	15
Allowance for doubtful accounts	(380)	(329)
Net defined benefit asset	1,956	1,626
Other assets	1,199	1,670
Total investments and other assets	<u>11,358</u>	<u>11,631</u>
Total assets	<u>¥ 62,817</u>	<u>¥ 90,630</u>

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

March 31, 2021 and 2020

LIABILITIES	Millions of Yen	
	March 31, 2021	March 31, 2020
CURRENT LIABILITIES:		
Accounts payable trade	¥ 18,917	¥ 13,679
Advances received	47,264	52,150
Accrued income taxes	225	196
Accrued expenses and other current liabilities	1,935	2,560
Total current liabilities	<u>68,344</u>	<u>68,587</u>
Deferred tax liabilities	1,215	383
Allowance for losses on uncollected gift coupon for future use	913	938
Other long-term liabilities	1,998	2,296
Total liabilities	<u>72,471</u>	<u>72,204</u>
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	(26,851)	1,605
Treasury stock	(13)	(13)
Total stockholders' equity	<u>(11,618)</u>	<u>16,838</u>
APPRAISAL AND TRANSLATION DIFFERENCES		
Net unrealized holding gains on securities	1,205	1,048
Gains or losses on deferred hedge accountings	-	83
Foreign currency translation adjustment	263	88
Remeasurements of defined benefit plans	457	308
Total appraisal and translation differences	<u>1,926</u>	<u>1,529</u>
NON-CONTROLLING INTERESTS	<u>37</u>	<u>57</u>
Total Net Assets	<u>(9,654)</u>	<u>18,425</u>
Total liabilities and Net Assets	<u>¥ 62,817</u>	<u>¥ 90,630</u>