# **Consolidated Financial Statement**

## **Consolidated Balance Sheets**

	Previous fiscal year March 31, 2017	Current fiscal year March 31, 2018	Current fiscal year March 31, 2018
	Millions of yen	Millions of yen	Thousands of U.S. dollars
Assets			
Current assets:			
Cash on hand and in banks	¥ 24,537	¥ 46,539	\$ 439,049
Notes and accounts receivable - trade	20,175	12,930	121,985
Merchandise and finished goods	1,583	1,102	10,399
Work in progress	2,040	1,349	12,733
Raw materials and supplies	2,040	1,616	15,250
Work in progress for game software	30,150	25,635	241,843
Deferred tax assets	2,495	3,201	30,201
Other	2,478	3,371	31,807
Allowance for doubtful accounts	(21)	(34)	(324)
Total current assets	85,480	95,712	902,948
Fixed assets:			
Tangible fixed assets, net of accumulated depreciation			
Buildings and structures, net	11,004	11,106	104,778
Machinery and vehicles, net	16	10	96
Tools, fixtures and furniture, net	1,932	1,840	17,365
Equipment for amusement facilities, net	1,616	1,565	14,765
Land	5,234	5,234	49,384
Leased assets, net	835	668	6,308
Construction in progress	128	371	3,505
Total tangible fixed assets	20,768	20,797	196,203
Intangible assets	2,843	725	6,842
Investments and other assets			
Investments in securities	574	625	5,899
Claims in bankruptcy and reorganization	67	19	185
Lease deposits	3,920	4,034	38,065
Deferred tax assets	4,311	2,782	26,246
Other	1,003	900	8,493
Allowance for doubtful accounts	(72)	(24)	(229)
Total investments and other assets	9,804	8,338	78,661
	5,00.		
Total fixed assets	33,417	29,861	281,707

Please refer to Notes to Consolidated Financial Statements and Independent Auditor's Report on our website at: http://www.capcom.co.jp/ir/english/data/pdf/annual/2018/annual\_2018\_06.pdf

	Previous fiscal year March 31, 2017	Current fiscal year March 31, 2018	Current fiscal year March 31, 2018
	Millions of yen	Millions of yen	Thousands of U.S. dollars
Liabilities			
Current liabilities:			
Notes and accounts payable - trade	¥ 2,288	¥ 2,625	\$ 24,773
Electronically recorded monetary obligations	4,886	839	7,924
Short-term borrowings	9,323	1,473	13,898
Lease obligations	502	392	3,707
Accrued income taxes	1,580	4,453	42,017
Deferred tax liabilities	2,308	766	7,227
Accrued bonuses	2,263	2,866	27,046
Other	6,840	13,618	128,473
Total current liabilities	29,994	27,037	255,068
Long-term liabilities:			
Long-term borrowings	6,788	8,315	78,443
Lease obligations	399	329	3,104
Deferred tax liabilities	29	23	220
Liabilities for retirement benefits for employees	2,596	2,819	26,596
Asset retirement obligations	509	501	4,727
Other	805	1,127	10,636
Total long-term liabilities	11,128	13,115	123,728
Total liabilities	41,122	40,152	378,796
Net assets			
Shareholders' equity:			
Common stock ·····	33,239	33,239	313,578
Capital surplus	21,328	21,328	201,216
Retained earnings	45,402	53,602	505,684
Treasury stock	(21,448)	(21,454)	(202,399)
Total shareholders' equity	78,521	86,716	818,079
Accumulated other comprehensive income:			
Net unrealized gain or loss on securities, net of tax	107	139	1,317
Cumulative translation adjustments		(1,142)	(10,779)
Accumulated adjustments for retirement benefits		(292)	(2,758)
Total accumulated other comprehensive income		(1,295)	(12,220)
Total net assets	<u> </u>	85,421	805,858
Total liabilities and net assets	¥ 118,897	¥ 125,573	\$ 1,184,655

Please refer to Notes to Consolidated Financial Statements and Independent Auditor's Report on our website at: http://www.capcom.co.jp/ir/english/data/pdf/annual/2018/annual\_2018\_06.pdf

## **Consolidated Statements of Income**

	Previous fiscal year April 1, 2016 to March 31, 2017	Current fiscal year April 1, 2017 to March 31, 2018	Current fiscal year April 1, 2017 to March 31, 2018
	Millions of yen	Millions of yen	Thousands of U.S. dollars
Net sales	¥ 87,170	¥ 94,515	\$ 891,651
Cost of sales	56,438	59,895	565,048
Gross profit	30,731	34,619	326,602
Selling, general and administrative expenses	17,080	18,582	175,303
Operating income	13,650	16,037	151,299
Non-operating income:			
Interest income	47	58	553
Dividend income	13	14	135
Other	130	145	1,377
Total	192	219	2,066
Non-operating expenses:			
Interest expense	141	103	975
Commission fees	44	64	610
Additionally paid retirement benefits	117	112	1,062
Office transfer expenses	63	254	2,402
Exchange losses, net	746	407	3,848
Other	141	59	558
Total	1,253	1,002	9,458
Ordinary income	12,589	15,254	143,907
Special losses:			
Loss on sales and/or disposal of fixed assets	99	104	986
Total	99	104	986
Net income before income taxes	12,489	15,149	142,920
Income taxes - current	1,832	4,617	43,561
Income taxes - deferred	1,777	(405)	(3,825)
Total	3,610	4,212	39,735
Net income	8,879	10,937	103,184
Net income attributable to owners of the parent	¥ 8,879	¥ 10,937	\$ 103,184

## **Consolidated Statements of Comprehensive Income**

	Previous fiscal year April 1, 2016 to March 31, 2017	Current fiscal year April 1, 2017 to March 31, 2018	Current fiscal year April 1, 2017 to March 31, 2018
	Millions of yen	Millions of yen	Thousands of U.S. dollars
Net income	¥ 8,879	¥ 10,937	\$ 103,184
Other comprehensive income			
Net unrealized gain or loss on securities, net of tax	105	31	298
Cumulative translation adjustments	(262)	(601)	(5,672)
Adjustments for retirement benefits	(38)	21	201
Total other comprehensive income	(196)	(548)	(5,172)
Comprehensive income	8,683	10,389	98,011
Comprehensive income attributable to:			
Owners of the parent	¥ 8,683	¥ 10,389	\$ 98,011
Non-controlling interests	·······	_	_

Please refer to Notes to Consolidated Financial Statements on our website at: http://www.capcom.co.jp/ir/english/data/pdf/annual/2018/annual\_2018\_06.pdf

## **Consolidated Statements of Changes in Net Assets**

Previous fiscal year (April 1, 2016 to March 31, 2017) Millions of yen	Common stock	Capital surplus	Shareholders' equity  Retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2016	¥ 33,239	¥ 21,328	¥ 39,297	¥ (18,145)	¥ 75,719
Changes of items during the fiscal year	+ 33,233	+ 21,520	+ 33,231	+ (10,143)	+ 75,715
Cash dividends			(2,774)		(2,774)
Net income attributable to owners of the parent			8,879		8,879
Repurchase of treasury stock				(3,302)	(3,302)
Disposal of treasury stock					-
Net changes of items other than shareholders' equity					
Total changes of items during the fiscal year			6,104	(3,302)	2,802
Balance as of March 31, 2017	¥ 33,239	¥ 21,328	¥ 45,402	¥ (21,448)	¥ 78,521
Previous fiscal year (April 1, 2016 to March 31, 2017)		Accumulated othe	r comprehensive income		_
Millions of yen	Net unrealized gain of securities, net of tax	n Cumulative translation adjustments	Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income	Total net assets
Balance as of April 1, 2016	¥ 2	¥ (278)	¥ (274)	¥ (550)	¥ 75,168
Changes of items during the fiscal year					
Cash dividends					(2,774)
Net income attributable to owners of the parent					8,879
Repurchase of treasury stock					(3,302)
Disposal of treasury stock					_
Net changes of items other than shareholders' equity	105	(262)	(38)	(196)	(196)
Total changes of items during the fiscal year	105	(262)	(38)	(196)	2,605
Balance as of March 31, 2017	¥ 107	¥ (541)	¥ (313)	¥ (747)	¥ 77,774
Current fiscal year (April 1, 2017 to March 31, 2018)			Shareholders' equity		
Millions of yen	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of April 1, 2017	¥ 33,239	¥ 21,328	¥ 45,402	¥ (21,448)	¥ 78.521
Changes of items during the fiscal year	,255	,520	,	. (=1,1.10)	
Cash dividends			(2,737)		(2,737)
Net income attributable to owners of the parent			10,937		10,937
Repurchase of treasury stock				(5)	(5)
Disposal of treasury stock		0		0	0
Net changes of items other than shareholders' equity					
Total changes of items during the fiscal year		0	8,200	(5)	8,194
Balance as of March 31, 2018	¥ 33,239	¥ 21,328	¥ 53,602	¥ (21,454)	¥ 86,716
Current fiscal year (April 1, 2017 to March 31, 2018)		Accumulated othe	r comprehensive income		_
Millions of yen	Net unrealized gain of securities, net of tax		Accumulated adjustments for retirement benefits	Total accumulated other comprehensive income	Total net assets
Balance as of April 1, 2017	¥ 107	¥ (541)	¥ (313)	¥ (747)	¥ 77,774
Changes of items during the fiscal year		, ,	, ,	, ,	
Cash dividends					(2,737)
Net income attributable to owners of the parent					10,937
Repurchase of treasury stock					(5)
Disposal of treasury stock					0
Net changes of items other than shareholders' equity	31	(601)	21	(548)	(548)
Total changes of items during the fiscal year	31	(601)	21	(548)	7,646
Balance as of March 31, 2018	¥ 139	¥ (1,142)	¥ (292)	¥ (1,295)	¥ 85,421
Current fiscal year (April 1, 2017 to March 31, 2018)			Shareholders' equity		
Thousands of U.S. dollars	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
		\$201,216		\$ (202,345)	\$740,772
Balance as of April 1, 2017	\$313,578	3201,210	\$428,324		
Balance as of April 1, 2017 Changes of items during the fiscal year	\$313,578	\$201,210	\$428,324	\$ (202/D 10)	
•	\$313,578	-	\$ 428,324 (25,823)	-	(25,823)
Changes of items during the fiscal year	\$313,578 - -	\$201,210 - -		- -	-
Cash dividends	\$313,578 - - -	- - -	(25,823)	- - (54)	(25,823)
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock	\$313,578 - - - -	- - - - 0	(25,823)		(25,823) 103,184
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity	\$313,578 - - - -	- - - 0	(25,823) 103,184 - -	- (54) 0	(25,823) 103,184 (54) 1
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year	-	- - - 0	(25,823) 103,184 - - 77,360	(54) 0	(25,823) 103,184 (54) 1
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year	\$313,578 - - - - - \$313,578	- - - 0	(25,823) 103,184 - -	- (54) 0	(25,823) 103,184 (54) 1
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018	-	- - - 0 0 \$201,216	(25,823) 103,184 - - 77,360	(54) 0	(25,823) 103,184 (54) 1 77,307 \$818,079
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018)	-	0  \$ 201,216  Accumulated othe	(25,823) 103,184 - - 77,360 \$505,684	(54) 0	(25,823) 103,184 (54) 1
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017	\$313,578  Net unrealized gain or lo	0  \$ 201,216  Accumulated othe	(25,823) 103,184 - - 77,360 \$505,684 r comprehensive income	(54) 0 (53) \$ (202,399)	(25,823) 103,184 (54) 1 77,307 \$818,079
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017 Changes of items during the fiscal year	\$313,578  Net unrealized gain or lo securities, net of tax	O S 201,216  Accumulated othe ss on Cumulative translation adjustments	(25,823) 103,184 77,360 \$505,684 r comprehensive income Accumulated adjustments for retirement benefits	(54) 0 (53) \$ (202,399)	(25,823) 103,184 (54) 1 77,307 \$818,079 Total net assets
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017 Changes of items during the fiscal year Cash dividends	\$313,578  Net unrealized gain or lo securities, net of tax	O S 201,216  Accumulated othe ss on Cumulative translation adjustments	(25,823) 103,184 77,360 \$505,684 r comprehensive income Accumulated adjustments for retirement benefits	(54) 0 (53) \$ (202,399)	(25,823) 103,184 (54) 1 77,307 \$818,079 Total net assets \$733,724 (25,823)
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017 Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent	\$313,578  Net unrealized gain or lo securities, net of tax	O S 201,216  Accumulated othe ss on Cumulative translation adjustments	(25,823) 103,184 77,360 \$505,684 r comprehensive income Accumulated adjustments for retirement benefits	(54) 0 (53) \$ (202,399)	(25,823) 103,184 (54) 1 77,307 \$818,079 Total net assets \$733,724 (25,823) 103,184
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017 Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock	\$313,578  Net unrealized gain or lo securities, net of tax	O S 201,216  Accumulated othe ss on Cumulative translation adjustments	(25,823) 103,184 77,360 \$505,684 r comprehensive income Accumulated adjustments for retirement benefits	(54) 0 (53) \$ (202,399)	(25,823) 103,184 (54) 1 77,307 \$818,079 Total net assets \$733,724 (25,823) 103,184 (54)
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017 Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock	\$313,578  Net unrealized gain or lo securities, net of tax \$ 1,018	O \$ 201,216 Accumulated othe Cumulative translation adjustments \$ (5,107)	(25,823) 103,184  - 77,360 \$505,684  r comprehensive income  Accumulated adjustments for retirement benefits \$ (2,959)	(54) 0 (53) \$ (202,399) Total accumulated other comprehensive income \$ (7,048)	(25,823) 103,184 (54) 1 77,307 \$818,079 Total net assets \$733,724 (25,823) 103,184 (54) 1
Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock Disposal of treasury stock Net changes of items other than shareholders' equity Total changes of items during the fiscal year Balance as of March 31, 2018  Current fiscal year (April 1, 2017 to March 31, 2018) Thousands of U.S. dollars  Balance as of April 1, 2017 Changes of items during the fiscal year Cash dividends Net income attributable to owners of the parent Repurchase of treasury stock	\$313,578  Net unrealized gain or lo securities, net of tax	O S 201,216  Accumulated othe ss on Cumulative translation adjustments	(25,823) 103,184 77,360 \$505,684 r comprehensive income Accumulated adjustments for retirement benefits	(54) 0 (53) \$ (202,399)	(25,823) 103,184 (54) 1 77,307 \$818,079 Total net assets \$733,724 (25,823) 103,184 (54)

Please refer to Notes to Consolidated Financial Statements on our website at: http://www.capcom.co.jp/ir/english/data/pdf/annual/2018/annual\_2018\_06.pdf

## **Consolidated Statements of Cash Flows**

	Previous fiscal year April 1, 2016 to March 31, 2017	Current fiscal year April 1, 2017 to March 31, 2018	Current fiscal year April 1, 2017 to March 31, 2018	
	Millions of yen	Millions of yen	Thousands of U.S. dollars	
Cash flows from operating activities:				
Net income before income taxes	¥ 12,489	¥ 15,149	\$ 142,920	
Depreciation and amortization	5,980	4,706	44,402	
Decrease in allowance for doubtful accounts	(1)	(36)	(341)	
Increase in accrued bonuses	186	604	5,702	
Increase in liabilities for retirement benefits for employees	204	253	2,392	
Interest and dividend income	(01)	(71)	(678)	
Interest expense		103	975	
Exchange losses, net	18	134	1,269	
Loss on sales and/or disposal of fixed assets	99	104	986	
Decrease (increase) in accounts receivable - trade	(10,393)	7,059	66,596	
Decrease in inventories	158	1,588	14,983	
Decrease (Increase) in work in progress for game software	(2,266)	4,069	38,394	
(Decrease) Increase in notes and accounts payable - trade	2,280	(3,690)	(34,818)	
Other	956	6,320	59,629	
Subtotal	9,792	36,296	342,416	
Interest and dividends received	62	73	692	
Interest paid	(140)	(101)	(956)	
Income taxes paid ·····	(6,513)	(1,546)	(14,587)	
Net cash provided by operating activities	3,200	34,721	327,564	
Cash flows from investing activities:				
Payments into time deposits	(200)	_	_	
Payment for acquisition of tangible fixed assets	(3,074)	(2,767)	(26,111)	
Proceeds from sales of tangible fixed assets		0	9	
Payment for acquisition of intangible assets		(150)	(1,416)	
Payment for purchase of investments in securities	(13)	(13)	(130)	
Payment for other investing activities		(259)	(2,450)	
Proceeds from other investing activities		343	3,239	
Net cash used in investing activities	(3,628)	(2,847)	(26,859)	
ash flows from financing activities:				
Net (decrease) increase in short-term borrowings	5,000	(5,000)	(47,169)	
Repayments of long-term borrowings		(1,323)	(12,482)	
Repayments of lease obligations		(509)	(4,807)	
Payment for repurchase of treasury stock		(5)	(53)	
Dividends paid by parent company		(2,738)	(25,837)	
Net cash used in financing activities		(9,577)	(90,351)	
Effect of exchange rate changes on cash and cash equivalents	(533)	(96)	(907)	
Net (decrease) increase in cash and cash equivalents		22,201	209,445	
Cash and cash equivalents at beginning of year		24,337	229,603	
Cash and cash equivalents at beginning of year		¥ 46,539	\$ 439,049	

Please refer to Notes to Consolidated Financial Statements and Independent Auditor's Report on our website at: http://www.capcom.co.jp/ir/english/data/pdf/annual/2018/annual\_2018\_06.pdf