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**Other Electronic Provision Measures Matters upon
Notice of Convocation for the 50th Ordinary General Meeting of Shareholders
(Matters Omitting the Delivery of Documents)**

Consolidated Statements of Changes in Equity

Basis of Preparing Consolidated Financial Statements and Other Notes

Statements of Changes in Equity

Significant Accounting Policies and Other Notes

For the 50th Fiscal Year (from April 1, 2022 to March 31, 2023)

YUSHIN PRECISION EQUIPMENT CO., LTD.

Of the matters to be provided electronically, the above items are not included in the documents to be delivered to shareholders who have requested delivery of written documents in accordance with the provisions of laws and regulations and Article 14, Paragraph 2 of the Articles of Incorporation.

Consolidated Statements of Changes in Equity

(from April 1, 2022 to March 31, 2023)

(Thousands of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance as of April 1, 2022	1,985,666	2,024,597	27,212,010	(1,355,446)	29,866,827
Changes in the current period					
Dividends of surplus			(680,703)		(680,703)
Profit attributable to owners of parent			1,922,822		1,922,822
Acquisition of treasury shares				(185)	(185)
Changes in items other than shareholders' equity, net					
Total changes in the current period	—	—	1,242,119	(185)	1,241,933
Balance as of March 31, 2023	1,985,666	2,024,597	28,454,129	(1,355,632)	31,108,761

	Total accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance as of April 1, 2022	88,637	796,769	41,960	927,367	253,516	31,047,712
Changes in the current period						
Dividends of surplus						(680,703)
Profit attributable to owners of parent						1,922,822
Acquisition of treasury shares						(185)
Changes in items other than shareholders' equity, net	30,215	247,097	(36,180)	241,132	55,519	296,652
Total changes in the current period	30,215	247,097	(36,180)	241,132	55,519	1,538,586
Balance as of March 31, 2023	118,852	1,043,867	5,780	1,168,500	309,036	32,586,298

1. Basis of Preparing Consolidated Financial Statements

(1) Scope of consolidation

All 13 subsidiaries of the Company, provided below, fall within the scope of consolidation.

List of Subsidiaries

YUSHIN AMERICA, INC.
YUSHIN KOREA CO., LTD.
YUSHIN PRECISION EQUIPMENT SDN. BHD.
YUSHIN PRECISION EQUIPMENT (TAIWAN) CO., LTD.
YUSHIN PRECISION EQUIPMENT (THAILAND) CO., LTD.
YUSHIN AUTOMATION, LTD.
YUSHIN PRECISION EQUIPMENT TRADING (SHENZHEN) CO., LTD.
YUSHIN PRECISION EQUIPMENT TRADING (SHANGHAI) CO., LTD.
YUSHIN PRECISION EQUIPMENT (INDIA) PVT. LTD.
GUANGZHOU YUSHIN PRECISION EQUIPMENT CO., LTD.
PT. YUSHIN PRECISION EQUIPMENT INDONESIA
YUSHIN PRECISION EQUIPMENT (VIETNAM) CO., LTD.
YUSHIN EUROPE GMBH

(2) Application of the equity method

There is no non-consolidated subsidiary or affiliate company.

(3) Accounting policies

[1] Valuation of important assets

i) Securities

Available-for-sale securities classified as other securities

- Securities with available fair market values

(Unrealized gains or losses, net of applicable taxes, reported in a separate component of equity.

The cost of securities sold is principally determined by the moving average method)

ii) Inventories

- Merchandise and finished goods, Work-in-process

Principally carried at cost determined by the identified cost method (the carrying value on the balance sheet is written down to reflect the effect of lower profit margins)

- Raw materials

Principally carried at cost determined by the periodic average method (the carrying value on the balance sheet is written down to reflect the effect of lower profit margins)

- Supplies

Carried by the last purchase price method

[2] Depreciation

- i) Property, plant and equipment (excluding leased assets): Principally computed by the declining balance method

The range of useful lives for major assets is as follows:

Buildings: 3 - 40 years

Structures: 7 - 20 years

Machinery and equipment: 5 - 12 years

Tools, furniture and fixtures: 2 - 20 years

- ii) Intangible assets (excluding leased assets): Straight-line method

- In-house software is figured out based on expected service life

- iii) Leased assets: For leased assets under non-ownership transfer finance lease transactions, the Company applies a straight-line method with the lease period as useful life and the residual value as zero (0.)

[3] Estimation on important allowance and reserves

i) Allowance for doubtful accounts:

To provide for possible bad debt losses, the amount deemed unrecoverable is accounted using the loan loss ratio based on past experience for general claims and by examining the possibility of recovery on an individual basis for specific claims with default possibility.

ii) Provision for bonuses:

In order to allocate the payment of employees' bonuses, the Company provides the amount subject to the fiscal year under review among the total estimated amount to be paid as employees' bonuses.

iii) Provision for bonuses for directors:

The Company provides the projected payment amount to be allocated for the payment of bonuses to Directors and Corporate Auditors.

iv) Provision for product warranties:

To provide for expenses incurred for free repairs related to product sales, an amount is accounted based on historical experience.

[4] Basis for recording Revenues and Expenses

Set out below are the major performance obligations in products and services related to revenues from contracts with customers of the Company and its consolidated subsidiaries, and the normal time at which such obligations are satisfied (the normal time at which revenues are recognized.)

For products and installation services, sales to customers will be made in accordance with the terms and conditions set forth in contracts and purchase orders concluded with customers. For take-out robots and custom-ordered equipment, installation work is included in most contracts and orders, the revenue is recognized when the installation work is completed at the client plant and the customer completes acceptance because the performance obligation is determined to be satisfied as the customer obtains control over the products. For certain contracts and orders that do not include an installation work, the revenue is recognized when the products are delivered to the customer because the performance obligation is determined to be satisfied as the customer obtains control over the products.

For Parts, the revenue is recognized when the products are delivered to the customer because the performance obligation is determined to be satisfied as the customer obtains control over the products. For sales of parts in Japan, the revenue is recognized at the time of shipment because the period between the time of shipment of the products and the time when the control of the products is transferred to the customer is short within reasonable.

For maintenance services, the revenue is recognized when the service is completed at the customer plant and the customer completes the acceptance because the performance obligation is determined to be satisfied.

[5] Other significant matter for the preparation of Consolidated Financial Statements

Accounting for Retirement benefit assets and liabilities:

To provide for employees' retirement benefits, based on the projected benefit obligations at year-end and the pension asset balance, the amount of pension assets surplus to projected benefit obligations is recorded.

The net actuarial loss or gain is subject to amortization from the next fiscal year of the recognition thereof onward in an amount pro-rated by the straight-line method based on the average remaining employee service period (10 to 16 years) at the time of the recognition of net actuarial loss or gain in each fiscal year.

Unrecognized actuarial differences is recorded in "Remeasurements of defined benefit plans" under "Total accumulated other comprehensive income" in Net assets after adjusting for tax effects.

2. Notes to Consolidated Balance Sheet

(1) Set forth below are the balance of receivables in Notes and accounts receivable - trade occurred from the contracts with customers.

Notes receivable - trade	1,422,392 thousand yen
Accounts receivable - trade	4,048,695 thousand yen

(2) Accumulated depreciation of property, plant and equipment 7,584,762 thousand yen

3. Notes to Consolidated Statement of Changes in Equity

(1) Total number of issued shares

Class of shares	Number of shares at the beginning of current FY	Number of increased shares of current FY	Number of decreased shares of current FY	Number of shares at the end of current FY
Common stock	35,638,066	-	-	35,638,066

(2) Number of treasury shares

Class of shares	Number of shares at the beginning of current FY	Number of increased shares of current FY	Number of decreased shares of current FY	Number of shares at the end of current FY
Common stock	1,602,804	272	-	1,603,076

Notes: The 272 increase in treasury shares is due to the purchase of shares of less than one unit.

(3) Dividends of surplus

[1] Payment of dividends

Resolution	Class of shares	Total dividend (Thousands of yen)	Dividend per share (Yen)	Record date	Effective date
The Board of Directors' Meeting on May 11, 2022	Common stock	340,352	10	March 31, 2022	June 3, 2022
The Board of Directors' Meeting on November 4, 2022	Common stock	340,351	10	September 30, 2022	December 1, 2022

[2] Dividends whose record date falls within this consolidated fiscal year but comes into effect in the next consolidated fiscal year

Resolution	Class of shares	Total dividend (Thousands of yen)	Dividend funds	Dividend per share (Yen)	Record date	Effective date
The Board of Directors' Meeting on May 10, 2023	Common stock	680,699	Retained earnings	20	March 31, 2023	June 5, 2023

Notes: The amount of dividend per share resolved by the Board of Directors on May 10, 2023 includes a commemorative dividend of 10 yen for the 50th anniversary of the establishment.

4. Notes to Financial Instruments

(1) Conditions of financial instruments

[1] Management policy

YUSHIN Group has a policy of limiting investments of unused funds to short-term deposits, certificates of deposits and similar instruments and never using these funds for speculation. Internal resources are used to meet all working capital requirements. Derivative instruments may be used to hedge exposure to foreign exchange rate risk but will never be used for speculation.

[2] Details of financial instruments and their risks

Operating receivables consisting of Notes and accounts receivable - trade are generally exposed to the credit risk of customers, while foreign currency denominated operating receivables at foreign operations are exposed also to the foreign exchange risk.

Consumption taxes receivable are due one (1) year or less.

Investment securities are available-for-sale securities and are exposed to risk associated with market price volatility.

Operating debt consisting of Notes and accounts payable - trade and Electronically recorded obligations - operating are largely due four (4) months or less. Accounts payable - other and Income taxes payable are due one (1) year or less.

[3] Risk management system for financial instruments

Payment dates and balances of outstanding are supervised for each customer based on rules for the management of trade receivables and credit. In addition, there is a system for monitoring the financial soundness of customers.

For Investment securities, there are measures to periodically monitor the fair values of these securities and the financial soundness of issuers of these securities.

(2) Fair value of financial instruments

The consolidated balance sheets, fair value, and their differences as of March 31, 2023 are shown as follows.

		Carrying value (Thousands of yen)	Fair value (Thousands of yen)	Differences (Thousands of yen)
(1)	Investment securities			
	Other securities	307,324	307,324	-
	Assets total	307,324	307,324	-

Note 1. Cash and deposits are omitted because they are cash, Deposits are settled within a short period of time, and the carrying amount approximates fair value.

Note 2. Notes receivable - trade, Account receivable - trade and Consumption taxes receivable are omitted because they are settled within a short period of time and the carrying amount approximates fair value.

Note 3. Notes and accounts payable - trade, Electronically recorded obligations - operating, Accounts payable - other, and Income taxes payable are omitted because they are settled within a short period of time and the carrying amount approximates fair value.

Note 4. Matters concerning determination of fair value of financial instruments and marketable securities
(Assets)

(1) Investment securities

Fair value of the above financial instruments such as stocks is determined by prices at stock exchanges.

(3) Breakdown of the fair value of financial instruments by level

The Company has classified the fair values of financial instruments into the three (3) levels shown in the table below, according to the observability and materiality of the inputs used to calculate fair value.

Level 1 Fair Value: Fair values calculated using market price of assets or liabilities in active markets among observable inputs

Level 2 Fair Value: Fair values calculated using observable inputs that are not included in Level 1

Level 3 Fair Value: Fair values calculated using unobservable inputs

In cases where multiple inputs are used to calculate fair values, the values are classified to the level of the input which has the lowest priority of the inputs to calculate the fair value.

	Fair value (Thousands of yen)			
	Level 1	Level 2	Level 3	Total
Investment securities				
Other securities				
Shares	307,324	-	-	307,324
Assets total	307,324	-	-	307,324

Note: Explanation for evaluation technique and inputs used to calculate fair values

Investment securities

Shares listed on stock exchange markets are evaluated using market prices. The fair values of the shares are classified as Level 1 as the shares are traded in active markets.

5. Notes to Revenue Recognition

(1) Breakdown of the revenue arising from the contracts with customers

(Thousands of yen)

	Reportable segment				Total
	Japan	North America	Asia	Europe	
Products and services					
Take-out robot	7,269,588	2,713,057	4,067,823	103,594	14,154,064
Custom-ordered equipment	1,569,600	950,487	213,957	1,672,162	4,406,207
Parts and maintenance services	1,731,648	964,643	940,023	176,602	3,812,917
Revenue generated from the contracts with customers	10,570,836	4,628,188	5,221,804	1,952,360	22,373,189
Other revenue	-	-	-	-	-
Net sales to customers	10,570,836	4,628,188	5,221,804	1,952,360	22,373,189

(2) Basic information to understand the revenue arising from the contracts with customers

It is described in “[4] Basis for recording Revenues and Expenses” - “(3) Accounting policies” - “1. Basis of Preparing Consolidated Financial Statements.”

(3) Information to understand the amount of revenue in the current and subsequent fiscal years

[1] Balance of contract assets and contract liabilities and others

(Thousands of yen)

	Current consolidated fiscal year	
	Balance at beginning of year	Balance at end of period
Receivables arising from contracts with customers	5,905,288	5,471,088
Contract liabilities	1,162,547	3,721,457

In the consolidated balance sheets, contract liabilities are recorded under “Advances received” in “Current liabilities”. Contract liabilities are advances received from customers and are reversed upon recognition of revenue. The amount of revenue recognized in the current fiscal year that was included in the contract liability balance at the beginning of the period was 633,358 thousand yen. There is no significant amount of consideration arising from contracts with customers that is not included in the transaction prices.

[2] Transaction prices allocated to residual performance obligations

The total transaction price allocated to the residual performance obligations and the period over which revenue is expected to be recognized are as follows

(Thousands of yen)

	Current consolidated fiscal year
Within one year	7,693,060
Over one year	2,293,595
Total	9,986,656

6. Per Share Information

(1) Net assets per share:	948.36 yen
(2) Net income per share:	56.50 yen

Note: Amounts shown are rounded down to the nearest thousand yen.

Statements of Changes in Equity

(from April 1, 2022 to March 31, 2023)

(Thousands of yen)

	Shareholders' equity							
	Share capital	Capital surplus		Legal retained earnings	Retained earnings			Total retained earnings
		Legal capital surplus	Total capital surplus		Other retained earnings			
					Reserve for dividend equalization	General reserve	Retained earnings brought forward	
Balance as of April 1, 2022	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	14,558,104	24,544,419
Changes in the current period								
Dividends of surplus							(680,703)	(680,703)
Profit							1,875,375	1,875,375
Acquisition of treasury shares								
Changes in items other than shareholders' equity, net								
Total changes in the current period	-	-	-	-	-	-	1,194,671	1,194,671
Balance as of March 31, 2023	1,985,666	2,023,903	2,023,903	286,314	1,000,000	8,700,000	15,752,776	25,739,091

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance as of April 1, 2022	(1,355,446)	27,198,542	88,637	88,637	27,287,179
Changes in the current period					
Dividends of surplus		(680,703)			(680,703)
Profit		1,875,375			1,875,375
Acquisition of treasury shares	(185)	(185)			(185)
Changes in items other than shareholders' equity, net			30,215	30,215	30,215
Total changes in the current period	(185)	1,194,486	30,215	30,215	1,224,701
Balance as of March 31, 2022	(1,355,632)	28,393,028	118,852	118,852	28,511,881

1. Significant Accounting Policies

(1) Valuation of important assets

- [1] Stocks of subsidiaries and affiliates
Carried at cost determined by the moving average method

- [2] Available-for-sale securities classified as other securities
 - Securities with available fair market values
(Unrealized gains or losses, net of applicable taxes, reported in a separate component of equity.
The cost of securities sold is principally determined by the moving average method)

- [3] Inventories
 - Merchandise and finished products, Work in process:
Carried at cost determined by the identified cost method (the carrying value on the balance sheet is written down to reflect the effect of lower profit margins).
 - Raw materials:
Carried at cost determined by the periodic average method (the carrying value on the balance sheet is written down to reflect the effect of lower profit margins)
 - Supplies:
Carried by the last purchase price method

(2) Depreciation

- [1] Property, plant and equipment (excluding leased assets)
Declining balance method:
The range of useful lives for major assets is as follows:

Buildings:	3 - 38 years
Structures:	7 - 20 years
Machinery and equipment:	12 years
Tools, furniture and fixtures:	2 - 20 years

- [2] Intangible assets (excluding leased assets)
Straight-line method:
 - In-house software is figured out based on expected service life

- [3] Leased assets
For leased assets under non-ownership transfer finance lease transactions, the Company applies a straight-line method with the lease period as useful life and the residual value as zero (0.)

(3) Estimation on allowance and reserves

- [1] Allowance for doubtful accounts:
To provide for possible bad debt losses, the amount deemed unrecoverable is accounted using the loan loss ratio based on past experience for general claims and by examining the possibility of recovery on an individual basis for specific claims with default possibility.

- [2] Provision for bonuses:
In order to allocate the payment of employees' bonuses, the Company provides the amount subject to the fiscal year under review among the total estimated amount to be paid as employees' bonuses.

- [3] Provision for bonuses for directors:
The Company provides the projected payment amount to be allocated for the payment of bonuses to Directors and Corporate Auditors.

- [4] Provision for product warranties:
To provide for expenses incurred for free repairs related to product sales, an amount is accounted based on historical experience.

(4) Retirement benefits

To provide for employees' retirement benefits, based on the projected benefit obligations at year-end and the pension asset balance, the amount of pension assets surplus to projected benefit obligations (Prepaid pension costs) is recorded in the "Other" field under "Investments and other assets." The net actuarial loss or gain is subject to amortization from the next fiscal year of the recognition thereof onward in an amount pro-rated by the straight-line method based on the average remaining employee service period (10 to 16 years) at the time of the recognition of net actuarial loss or gain in each fiscal year.

(5) Basis for recording Revenues and Expenses

Set out below are the major performance obligations in products and services related to revenues from contracts with customers of the Company, and the normal time at which such obligations are satisfied (the normal time at which revenues are recognized.)

For products and installation services, sales to customers will be made in accordance with the terms and conditions set forth in contracts and purchase orders concluded with customers. For take-out robots and custom-ordered equipment, installation work is included in most contracts and orders, the revenue is recognized when the installation work is completed at the client plant and the customer completes acceptance because the performance obligation is determined to be satisfied as the customer obtains control over the products. For certain contracts and orders that do not include an installation work, the revenue is recognized when the products are delivered to the customer because the performance obligation is determined to be satisfied as the customer obtains control over the products.

For Parts, the revenue is recognized when the products are delivered to the customer because the performance obligation is determined to be satisfied as the customer obtains control over the products. For sales of parts in Japan, the revenue is recognized at the time of shipment because the period between the time of shipment of the products and the time when the control of the products is transferred to the customer is short within reasonable.

For maintenance services, the revenue is recognized when the service is completed at the customer plant and the customer completes the acceptance because the performance obligation is determined to be satisfied.

2. Notes on Changes in Method of Presentation

"Vehicles" (0 thousand yen in the current fiscal year), which had been separately presented in "Property, plant and equipment" until the previous fiscal year, is combined with "Machinery and equipment" (75,922 thousand yen in the current fiscal year) and presented as "Machinery, equipment and vehicles" from the current fiscal year because it became insignificant in terms of amount.

3. Notes to Balance Sheet

(1) Accumulated depreciation of property, plant and equipment:	6,430,437 thousand yen
(2) Monetary credit and debts to affiliates	
[1] Short-term monetary credit:	1,913,820 thousand yen
[2] Short-term monetary debts:	282,361 thousand yen

4. Notes to Statements of Income

Transactions with subsidiaries and affiliates

[1] Net sales:	5,024,591 thousand yen
[2] Purchases:	146,018 thousand yen
[3] Selling, general and administrative expenses:	198,511 thousand yen
[4] Non-operating transactions:	725,521 thousand yen

5. Notes to Statement of Changes in Equity

Number of treasury shares

Class of shares	Number of shares at the beginning of current FY	Number of increased shares of current FY	Number of decreased shares of current FY	Number of shares at the end of current FY
Common stock	1,602,804	272	-	1,603,076

Notes: The 272 increase in the treasury share is due to the purchase of shares of less than one unit.

6. Notes to Tax-effect Accounting

Breakdown by cause of deferred tax assets and liabilities

	(Thousands of yen)
Deferred tax assets	
Inventories	63,365
Excess depreciation of property, plant and equipment	349,312
Excess amortization of intangible assets	81,159
Provision for bonuses	91,500
Provision for product warranties	50,630
Other	59,299
Total deferred tax assets	<u>695,266</u>
Deferred tax liabilities	
Prepaid pension costs	63,337
Valuation difference on available-for-sale securities	52,158
Total deferred tax liabilities	<u>115,495</u>
Net deferred tax assets	<u>579,770</u>

7. Transactions with Related Parties

Subsidiaries, etc.

Type	Name	% of voting rights held	Relationship		Type of transactions	Transaction amount (Thousands of yen)	Account	Year-end balance (Thousands of yen)
			Concurrent Directors, etc.	Business relationship				
Subsidiary	YUSHIN AMERICA, INC.	100% directly held by the Company	Concurrent Directors: 2	Sales and maintenance & repair of the Company products. Manufacturing, sales and maintenance & repair of custom-ordered equipment	Sale of products	1,680,416	Accounts receivable - trade	324,311
	YUSHIN KOREA CO., LTD.	100% directly held by the Company	Concurrent Directors: 2	Sales and maintenance & repair of the Company products. Manufacturing, sales and maintenance & repair of custom-ordered equipment	Sale of products	1,007,039	Accounts receivable - trade	207,705
	YUSHIN AUTOMATION LTD.	95.6% directly held by the Company	Concurrent Directors: 2	Sales and maintenance & repair of the Company products.	Sale of products	809,007	Accounts receivable - trade	254,587
	GUANGZHOU YUSHIN PRECISION EQUIPMENT CO., LTD.	100% directly held by the Company	Concurrent Directors: 3	Manufacture of the Company products	Sale of products	320,870	Accounts receivable - trade	166,227

Transaction terms or method of determining transaction terms

(Note) For sale of products, prices are determined by negotiations with considering local market prices.

8. Notes to Revenue Recognition

Basic information to understand the revenue arising from the contracts with customers:

It is described in “[4] Basis for recording Revenues and Expenses” - “(3) Accounting policies” - “1. Basis of Preparing Consolidated Financial Statements.”

9. Per Share Information

(1) Net assets per share:	837.72 yen
(2) Net income per share:	55.10 yen

Note: Amounts shown are rounded down to the nearest thousand yen.