
MEDICAL SYSTEM NETWORK Co., Ltd.

Second Quarter of Fiscal Year Ending March 2020

First Section of Tokyo Stock Exchange; Securities Code: 4350

Data Book

(November 7, 2019)



Table of Contents

1. Consolidated Statement of Income and Comprehensive Income	• • • 1
(1) Consolidated Statement of Income	
(2) Consolidated Statement of Comprehensive Income	
2. Consolidated Balance Sheet	• • • 2
3. Consolidated Statement of Cash Flows	• • • 3

■ About contents covered

- ※ Caution is given to the accuracy of information,
and we do not take responsibility for loss etc., as a result of misinformed information.

- ※ Furthermore, this report is not prepared for the purposes of investment solicitation.
Readers are responsible for their own judgement in any decision regarding investments.

1. Consolidated Statement of Income and Comprehensive Income

(1) Consolidated Statement of Income

(million yen)

	FY3/2018 2nd Quarter 4/2017~9/2017	FY3/2019 2nd Quarter 4/2018~9/2018		FY3/2020 2nd Quarter 4/2019~9/2019	
			YoY Change		YoY Change
Net sales	46,552	47,560	1,007	52,216	4,656
(YoY)	7.3%	2.2%	-	9.8%	-
Cost of sales	28,443	29,672	1,229	32,397	2,724
(% of Net sales)	61.1%	62.4%	-	62.0%	-
Gross profit	18,109	17,887	△221	19,819	1,932
(YoY)	10.0%	△1.2%	-	10.8%	-
(% of Net sales)	38.9%	37.6%	-	38.0%	-
SG&A expenses	16,837	17,410	572	19,022	1,612
(% of Net sales)	36.2%	36.6%	-	36.4%	-
Labor costs	9,925	10,363	437	11,086	722
Depreciation	506	497	△9	538	41
Amortization of goodwill	526	564	38	604	39
Operating profit	1,271	476	△794	796	319
(YoY)	131.5%	△62.5%	-	67.1%	-
(% of Net sales)	2.7%	1.0%	-	1.5%	-
Non-operating profit	139	119	△20	156	37
Interest income and Dividend income	4	5	1	5	△0
Other	134	113	△21	151	37
Non-operating expenses	137	157	19	168	11
Interest expenses	102	117	14	124	7
Other	34	39	4	43	3
Ordinary profit	1,272	438	△834	784	346
(YoY)	134.6%	△65.5%	-	78.9%	-
(% of Net sales)	2.7%	0.9%	-	1.5%	-
Extraordinary income	13	11	△2	33	21
Extraordinary losses	260	38	△222	27	△10
Profit before income taxes	1,026	411	△614	790	378
Income taxes	661	294	△366	571	276
Profit attributable to non-controlling interests	1	△2	△4	-	2
Profit attributable to owners of parent	363	119	△243	218	98
(YoY)	447.2%	△67.0%	-	82.2%	-
(% of Net sales)	0.8%	0.3%	-	0.4%	-

(2) Consolidated Statement of Comprehensive Income

(million yen)

	FY3/2018 2nd Quarter 4/2017~9/2017	FY3/2019 2nd Quarter 4/2018~9/2018		FY3/2020 2nd Quarter 4/2019~9/2019	
			YoY Change		YoY Change
Profit	365	117	△248	218	101
Other comprehensive income	93	46	△47	△85	△131
Valuation difference on available-for-sale securities	88	36	△52	△89	△125
Deferred gains or losses on hedges	2	3	0	△0	△4
Remeasurements of defined benefit plans, net of tax	2	6	3	3	△2
Comprehensive income	459	163	△295	132	△30
(YoY)	486.1%	△64.5%	-	△18.7%	-
Comprehensive income attributable to owners of parent	454	165	△288	132	△33
Comprehensive income attributable to non-controlling interests	4	△2	△7	-	2

2. Consolidated Balance Sheet

(million yen)

	FY3/2019 2nd Quarter End of 9/2018	FY3/2019		FY3/2020	
		End of 3/2019	Change	2nd Quarter End of 9/2019	Change
Total current assets	16,795	21,055	4,260	19,207	△1,847
Cash and deposits	8,464	11,703	3,238	10,182	△1,521
Accounts receivable - trade	2,066	2,420	353	2,309	△110
Inventories	4,016	4,375	358	4,712	337
Other	2,246	2,557	310	2,003	△554
Total fixed assets	44,886	47,879	2,993	47,334	△545
Total tangible fixed assets	23,903	25,721	1,818	25,780	58
Buildings and structures	9,721	13,999	4,277	14,122	123
Land	9,211	9,141	△69	9,166	24
Leased assets	1,646	1,510	△135	1,324	△186
Construction in progress	2,825	255	△2,569	31	△223
Other	497	813	315	1,134	321
Total intangible fixed assets	14,987	16,235	1,248	15,688	△547
Goodwill	14,447	15,710	1,262	15,231	△478
Other	539	525	△14	457	△68
Investment and other assets	5,996	5,922	△73	5,865	△57
Investment securities	842	726	△115	579	△147
Guarantee deposits	1,824	1,883	58	1,901	18
Deferred tax assets	2,148	2,229	81	2,349	119
Other	1,180	1,083	△97	1,034	△48
Total assets	61,682	68,935	7,253	66,541	△2,393
Total current liabilities	21,300	23,844	2,544	23,014	△829
Accounts payable - trade	9,052	10,198	1,145	10,951	752
Short-term loans payable	3,616	4,421	805	3,403	△1,018
Current portion of long-term loans payable	4,066	4,270	203	4,056	△214
Lease obligations	527	467	△59	416	△51
Income taxes payable	214	695	480	496	△198
Other	3,822	3,791	△31	3,691	△99
Total fixed liabilities	29,688	34,329	4,640	32,783	△1,545
Long-term loans payable	24,026	28,341	4,315	26,784	△1,557
Lease obligations	1,539	1,398	△141	1,200	△197
Provision for retirement benefits for directors (and other officers)	588	730	141	751	20
Retirement benefit liability	2,266	2,521	254	2,671	149
Other	1,266	1,337	71	1,377	39
Total liabilities	50,988	58,173	7,185	55,798	△2,375
Shareholders' equity	10,507	10,697	189	10,786	88
Capital stock	2,128	2,128	-	2,128	-
Capital surplus	1,185	1,185	-	1,183	△2
Retained earnings	7,426	7,616	189	7,681	65
Treasury stock	△233	△233	-	△207	25
Accumulated other comprehensive income	164	42	△121	△43	△85
Share acquisition rights	21	21	-	-	△21
Non-controlling interests	-	-	-	-	-
Total net assets	10,693	10,761	68	10,743	△18

3. Consolidated Statement of Cash Flows

(million yen)

	FY3/2018 2nd Quarter 4/2017~9/2017	FY3/2019 2nd Quarter 4/2018~9/2018	FY3/2020 2nd Quarter 4/2019~9/2019
Cash flows from operating activities	3,359	△ 48	2,608
Profit before income taxes	1,026	411	790
Depreciation	771	736	874
Impairment loss	196	17	6
Amortization of goodwill	526	564	604
Increase (decrease) in provision	251	123	303
Loss(gain)on disposal of assets and valuation of securities	△ 5	△ 6	△30
Interest and dividend income, Interest expenses	99	112	120
Decrease (increase) in notes and accounts receivable - trade	374	284	110
Decrease (increase) in inventories	△ 2	△ 494	△350
Increase (decrease) in notes and accounts payable - trade	3	△ 414	752
Other	671	237	144
Subtotal	3,912	1,573	3,326
Interest and dividend income received, interest expenses paid	△ 104	△ 113	△99
Income taxes paid	△ 447	△ 1,509	△618
Cash flows from investing activities	△ 2,811	△ 1,474	△858
Payments into time deposits	△ 0	△ 5	△85
Proceeds from withdrawal of time deposits	-	69	142
Purchase of tangible fixed assets	△ 2,017	△ 413	△756
Proceeds from sales of tangible fixed assets	29	114	0
Purchase of intangible fixed assets	△ 88	△ 49	△25
Purchase of investment securities	-	△ 50	-
Proceeds from sales of investment securities	1	1	102
Purchase of shares of subsidiaries resulting in change in scope of consolidation	△ 752	-	-
Payments for sales of shares of subsidiaries resulting in change in scope of consolidation	△ 31	-	-
Payments for acquisition of businesses	-	△ 968	△240
Proceeds from sale of businesses	25	-	55
Payments of loans receivable	-	△ 4	△5
Collection of loans receivable	2	1	4
Payments for guarantee deposits	△ 23	△ 134	△58
Proceeds from collection of guarantee deposits	29	10	21
Other	15	△ 46	△14
Cash flows from financing activities	4,755	△ 274	△3,213
Net increase (decrease) in short-term loans payable	2,408	666	△1,018
Proceeds from long-term loans payable	5,499	1,300	500
Repayments of long-term loans payable	△ 1,440	△ 1,835	△2,271
Repayments of lease obligations	△ 347	△ 313	△249
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	△ 1,201	-	-
Cash dividends paid	△ 148	△ 151	△152
Proceeds from share issuance to non-controlling shareholders	12	-	-
Dividends paid to non-controlling interests	△ 27	-	-
Purchase of treasury shares	-	△ 0	-
Proceeds from issuance of shares resulting from exercise of share acquisition rights	-	60	-
Purchase of treasury share acquisition rights	-	-	△21
Net increase (decrease) in cash and cash equivalents	5,303	△ 1,797	△1,464
Cash and cash equivalents at beginning of period	2,235	10,136	11,520
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	-	125	-
Cash and cash equivalents at end of period	7,539	8,464	10,056



【 Contact us 】

MEDICAL SYSTEM NETWORK Co., Ltd.

Corporate Planning Division

E-mail : info@msnw.co.jp