

Japanese-GAAP Line item	FY2017 <Japanese- GAAP>			FY2017 <IFRS>	IFRS Line item	Comment
		Reclassification	Recognized and measured difference			
Net sales	1,727	—	1	1,728	Revenue	• Changes of range of consolidation
Costs of sales	(522)	—	(1)	(523)	Cost of sales	• Changes of range of consolidation • Changes of depreciation method
Gross profit	1,205	—	(1)	1,204	Gross profit	
Research and development expenses	(843)	—	9	(834)	Research and development expenses	• Changes of depreciation method
Other selling, general and administrative expenses	(1,380)	—	(10)	1,390	Other selling, general and administrative expenses	• Changes of depreciation method • Unused paid leaves are recognized • Levies are recognized at once on the event obligating the payment
Total selling, general and administrative expenses	2,223	—	(0)	2,223	Total selling, general and administrative expenses	
	—	364	(0)	364	Other income	
	—	(4)	(0)	(4)	Other expenses	
Operating profit (loss)	(1,018)	360	(1)	(659)	Operating profit (loss)	
Non-operating income	376	(376)	—	—		
Non-operating expenses	(47)	47	—	—		
Extraordinary income	100	(100)	—	—		Note 1 Financial assets (FVTOCI)
Extraordinary loss	—	—	—	—		
	—	112	(99)	13	Finance income	Note 1 Financial assets (FVTOCI)
	—	(1)	(5)	(6)	Finance costs	• Financial assets (FVTPL)
	—	(42)	21	(21)	Share of profit (loss) of investments accounted for using equity method	Note 2 Goodwill are not amortized
Net income (loss) before provision for income taxes	(589)	—	(84)	(672)	Profit (loss) before tax	
Total income taxes	(5)	—	(1)	(6)	Income tax expense	
Net income (loss)	(594)	—	(84)	(678)	Profit (loss)	

Note 1 : ¥(100) million in gain on sale of non-traded investment securities in extraordinary income under Japanese-GAAP are recognized as retained earnings and it is not posted as profit or loss.

Note 2 : ¥21 million in goodwill to investment accounted for using equity method under Japanese-GAAP, are not amortized under IFRS