

# Consolidated Balance Sheets

December 31, 2008

<b>ASSETS</b>	Thousands of Yen
<b>Current assets</b>	
Cash and deposits	915,694
Notes and accounts receivable-trade	2,586,773
Short-term investment securities	89,342
Finished goods	1,001,755
Raw materials	413,631
Work in process	605,215
Other	87,945
Allowance for doubtful accounts	△ 12,920
<b>Total current assets</b>	<b>5,687,437</b>
<b>Noncurrent assets</b>	
Property, plant and equipment	
Machinery, equipment and vehicles	15,645,574
Accumulated depreciation and impairment loss	△ 13,534,288
Machinery, equipment and vehicles, net	2,111,285
Other	6,768,213
Accumulated depreciation and impairment loss	△ 4,917,127
Other, net	1,851,085
Total property, plant and equipment	3,962,371
Intangible assets	30,621
Investments and other assets	
Investment securities	1,090,323
Other	743,792
Allowance for doubtful accounts	△ 2
Total investments and other assets	1,834,113
<b>Total noncurrent assets</b>	<b>5,827,106</b>
<b>Total assets</b>	<b>11,514,544</b>

# Consolidated Balance Sheets

December 31, 2008

<b>Liabilities</b>	Thousands of Yen
<b>Current Liabilities</b>	
Notes and accounts payable-trade	1,122,449
Short-term loans payable	600,000
Income taxes payable	18,408
Notes payable-facilities	119,594
Other	264,929
Total current liabilities	2,125,383
<b>Noncurrent liabilities</b>	
Deferred tax liabilities	77,004
Provision for retirement benefits	391,150
Other	37,260
Total noncurrent liabilities	505,415
<b>Total liabilities</b>	<b>2,630,798</b>
<b>Net assets</b>	
<b>Shareholders' equity</b>	
Capital stock	2,219,588
Capital surplus	3,341,270
Retained earnings	3,522,011
Treasury stock	△ 79,163
Total shareholders' equity	9,003,706
<b>Valuation and translation adjustments</b>	
Valuation difference on available-for-sale securities	△ 65,164
Foreign currency translation adjustment	△ 54,796
Total valuation and translation adjustments	△ 119,960
<b>Total net assets</b>	<b>8,883,746</b>
<b>Total liabilities and net assets</b>	<b>11,514,544</b>

## Consolidated Statements of Income

nine months ended December 31, 2008

	Thousands of Yen
Net sales	6,056,771
Cost of sales	5,035,234
Gross profit	1,021,537
<b>Selling, general and administrative expenses</b>	
Salaries and bonuses	454,682
Provision for retirement benefits	33,271
Provision of allowance for doubtful accounts	848
Other	778,875
Total selling, general and administrative expenses	1,267,677
<b>Operating loss</b>	<b>△ 246,140</b>
<b>Non-Operating income</b>	
Interest income	6,081
Dividends income	26,742
Other	13,189
Total non-operating income	46,012
<b>Non-Operating expenses</b>	
Interest expenses	5,456
Loss on abandonment of inventories	11,453
exchange loss	23,097
Other	10,658
Total non-operating expenses	50,666
<b>Ordinary loss</b>	<b>△ 250,794</b>
<b>Extraordinary income</b>	
Gain on sales of investment securities	90
Total extraordinary income	90
<b>Extraordinary loss</b>	
Loss on retirement of noncurrent assets	1,865
Revaluation loss on securities	5,790
Total extraordinary losses	7,655
<b>Loss before income taxes and minority interests</b>	<b>△ 258,359</b>
Income taxes-current	18,782
Income taxes-deferred	—
<b>Total income taxes</b>	<b>18,782</b>
<b>Net loss</b>	<b>△ 277,142</b>

## Consolidated Statements of Income

three months from October 1, 2008 to December 31, 2008

	Thousands of Yen
<b>Net sales</b>	1,752,598
<b>Cost of sales</b>	1,546,292
<b>Gross profit</b>	206,305
<b>Selling, general and administrative expenses</b>	
Salaries and bonuses	145,875
Provision for retirement benefits	11,048
Provision of allowance for doubtful accounts	665
Other	243,038
Total selling, general and administrative expenses	400,628
<b>Operating loss</b>	△ 194,322
<b>Non-Operating income</b>	
Interest income	1,549
Dividends income	12,444
Other	3,042
Total non-operating income	17,036
<b>Non-Operating expenses</b>	
Interest expenses	2,124
Foreign exchange losses	24,331
Other	4,999
Total non-operating expenses	31,455
<b>Ordinary loss</b>	△ 208,741
<b>Extraordinary loss</b>	
Loss on retirement of noncurrent assets	332
Revaluation loss on securities	5,790
Other	0
Total extraordinary losses	6,122
<b>Loss before income taxes and minority interests</b>	△ 214,864
<b>Income taxes-current</b>	△ 318
<b>Income taxes-deferred</b>	—
<b>Total income taxes</b>	△ 318
<b>Net loss</b>	△ 214,545

## Consolidated Statements of Cash Flows

nine months ended December 31, 2008

Thousands of Yen

<b>Net cash provided by (used in) operating activities</b>	
Loss before income taxes and minority interests	△ 258,359
Depreciation and amortization	360,916
Loss on retirement of property, plant and equipment	1,865
Increase (decrease) in provision for retirement benefits	17,104
Increase (decrease) in accounts payable-officers retiring allowance	△ 27,530
Increase (decrease) in accounts payable-bonuses	△ 81,089
Increase (decrease) in allowance for doubtful accounts	1,269
Interest and dividend income	△ 32,823
Interest expense	5,456
Foreign exchange losses (gains)	5,639
Loss (gain) on sales of investment securities	△ 90
Revaluation loss (gain) on securities	5,790
Decrease (increase) in notes and accounts receivable-trade	304,620
Decrease (increase) in inventories	△ 66,848
Increase (decrease) in notes and accounts payable-trade	△ 72,447
Increase (decrease) in accrued consumption taxes	2,987
Decrease (increase) in insurance funds	4,050
Other, net	△ 4,683
Subtotal	165,829
Interest and dividends income received	31,879
Interest expenses paid	△ 5,810
Income taxes paid	△ 27,899
<b>Net cash provided by (used in) operating activities</b>	<b>163,998</b>
<b>Net cash provided by (used in) investment activities</b>	
Proceeds from redemption of securities	115,000
Purchases of property, plant and equipment	△ 662,257
Proceeds from sales of investment securities	268
Purchases of investment activities	△ 16,015
Collection of long-term loans receivable to employees	6,730
Payments of long-term loans receivable to employees	△ 538
Other, net	△ 401
<b>Net cash provided by (used in) investment activities</b>	<b>△ 557,213</b>
<b>Net cash provided by (used in) financing activities</b>	
Net increase (decrease) in short-term loans payable	300,000
Purchase of treasury stock	△ 1,658
Cash dividends paid	△ 64,342
<b>Net cash provided by (used in) financing activities</b>	<b>233,998</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>△ 11,298</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>△ 170,514</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>695,608</b>
<b>Cash and cash equivalents at end of period</b>	<b>525,093</b>