

Consolidated Balance Sheets

June 30, 2008

ASSETS	Thousands of Yen
Current assets	
Cash and time deposits	923,531
Notes and accounts receivable-trade	2,867,047
Short-term investment securities	221,278
Finished goods	919,575
Raw materials	313,894
Work in process	774,644
Other	105,002
Allowance for doubtful receivables	△ 12,348
Total current assets	6,112,625
Noncurrent assets	
Property, plant and equipment	
Machinery, equipment and vehicles	15,491,583
Accumulated depreciation	△ 13,353,481
Machinery, equipment and vehicles, net	2,138,101
Other	6,809,194
Accumulated depreciation	△ 4,883,100
Other, net	1,926,094
Total property, plant and equipment	4,064,195
Intangible assets	30,740
Investments and other assets	
Investment securities	1,646,730
Other	852,459
Allowance for doubtful accounts	△ 7
Total investments and other assets	2,499,183
Total noncurrent assets	6,594,120
Total assets	12,706,745

Consolidated Balance Sheets

June 30, 2008

Liabilities	Thousands of Yen
Current Liabilities	
Notes and accounts payable-trade	1,288,418
Short-term loans payable	400,000
Income taxes payable	19,098
Notes payable-facilities	332,915
Other	501,551
Total current Liabilities	2,541,983
Noncurrent liabilities	
Deferred tax liabilities	216,731
Provision for retirement benefits	376,308
Other	37,260
Total noncurrent liabilities	630,300
Total liabilities	3,172,283
Net assets	
Shareholders' equity	
Capital stock	2,219,588
Capital surplus	3,341,270
Retained earnings	3,758,751
Treasury stock	△ 77,724
Total shareholders' equity	9,241,886
Valuation and translation adjustments	
Valuation difference on available-for-sale securities	343,605
Foreign currency translation adjustment	△ 51,030
Total valuation and translation adjustment	292,575
Total net assets	9,534,461
Total liabilities and net assets	12,706,745

Consolidated Statements of Income

Month ended June 30, 2008

	Thousands of Yen
Net sales	2, 142, 348
Cost of sales	1, 757, 372
Gross profit	384, 976
Selling, general and administrative expenses	
Salaries and bonuyses	153, 881
Provision for retirement benefits	11, 369
Provision of allowance for doubtful accounts	281
Other	263, 768
Total selling, general and administrative expenses	429, 301
Operating loss	△ 44, 324
Non-Operating income	
Interest income	2, 396
Dividends received	14, 114
Foreign exchange gains	8, 363
Other	8, 071
Total non-operating income	32, 945
Non-Operating expenses	
Interest expense	1, 371
Loss on abandonment of inventory	9, 887
Other	1, 501
Total non-operating expenses	12, 760
Ordinary loss	△ 24, 140
Extraordinary losses	
Loss on retirement of noncurrent assets	121
Total extraordinary losses	121
Loss before income taxes and minority interests	△ 24, 261
Income taxes-current	16, 140
Income taxes-deferred	—
Total income taxes	16, 140
Net loss	△ 40, 402

Consolidated Statements of Cash Flows

Month ended June 30, 2008

Thousands of Yen

Net cash provided by (used in) operating activities	
Loss before income taxes and minority activities	△ 24,261
Depreciation and amortization	111,554
Loss on retirement of property, plant and equipment	121
Increase (decrease) in provision for retirement benefits	2,262
Increase (decrease) in accounts payable-officers retiring allowances	△ 27,530
Increase (decrease) in accounts payable-bonuses	78,802
Increase (decrease) in allowance for doubtful accounts	△ 5
Interest and dividend income	△ 16,510
Interest expense	1,371
Foreign exchange losses (gains)	△ 4,453
Decrease (increase) in notes and accounts receivable-trade	28,865
Decrease (increase) in inventories	△ 61,206
Increase (decrease) in notes and accounts payable-trade	93,191
Increase (decrease) in accrued consumption taxes	454
Decrease (increase) in insurance funds	1,207
Other, net	△ 7,421
Subtotal	176,442
Interest and dividends received	15,848
Interest expenses paid	△ 1,635
Income taxes paid	△ 23,542
Net cash provided by (used in) operating activities	167,113
Net cash provided by (used in) investment activities	
Proceeds from redemption of securities	15,000
Purchases of property, plant and equipment	△ 225,180
Purchases of investment activities	△ 15,301
Collection of long-term loans receivable to employees	780
Other, net	△ 501
Net cash provided by (used in) investment activities	△ 225,203
Net cash provided by (used in) financing activities	
Net increase (decrease) in short-term loans payable	100,000
Purchase of treasury stock	△ 219
Repayment of long-term loans	△ 100,438
Cash dividends paid	△ 64,943
Net cash provided by (used in) financing activities	34,837
Effect of exchange rate changes on cash and cash equivalents	7,675
Net increase (decrease) in cash and cash equivalents	△ 15,578
Cash and cash equivalents at beginning of period	695,608
Cash and cash equivalents at end of period	680,029