

# Consolidated Balance Sheets

September 30, 2011

<b>ASSETS</b>	Thousands of Yen
<b>Current assets</b>	
Cash and deposits	1,825,685
Notes and accounts receivable-trade	2,286,592
Short-term investment securities	87,760
Finished goods	783,257
Work in process	488,665
Raw materials and supplies	430,814
Other	28,772
Allowance for doubtful accounts	△ 2,288
<b>Total current assets</b>	<b>5,929,261</b>
<b>Noncurrent assets</b>	
Property, plant and equipment	
Machinery, equipment and vehicles	15,609,659
Accumulated depreciation and impairment loss	△ 14,252,968
Machinery, equipment and vehicles, net	1,356,691
Other	6,739,631
Accumulated depreciation and impairment loss	△ 5,206,274
Other, net	1,533,357
Total property, plant and equipment	2,890,048
Intangible assets	29,523
Investments and other assets	
Investment securities	838,994
Other	22,240
Allowance for doubtful accounts	△ 2,264
Total investments and other assets	858,970
<b>Total noncurrent assets</b>	<b>3,778,542</b>
<b>Total assets</b>	<b>9,707,803</b>

# Consolidated Balance Sheets

September 30, 2011

<u>Liabilities</u>	<u>Thousands of Yen</u>
<b>Current Liabilities</b>	
Notes and accounts payable-trade	817,822
Short-term loans payable	500,000
Income taxes payable	23,613
Notes payable-facilities	26,627
Other	338,138
Total current liabilities	1,706,202
<b>Noncurrent liabilities</b>	
Deferred tax liabilities	132,779
Provision for retirement benefits	513,252
Provision for environmental measures	9,322
Asset retirement obligations	6,758
Other	86,842
Total noncurrent liabilities	748,953
<b>Total liabilities</b>	<b>2,455,156</b>
<b>Net assets</b>	
<b>Shareholders' equity</b>	
Capital stock	2,219,588
Capital surplus	3,341,270
Retained earnings	1,968,912
Treasury stock	△ 83,879
Total shareholders' equity	7,445,891
<b>Accumulated other comprehensive income</b>	
Valuation difference on available-for-sale securities	△ 193,104
Deferred gains or losses on hedges	△ 140
Total accumulated other comprehensive income	△ 193,244
<b>Total net assets</b>	<b>7,252,647</b>
<b>Total liabilities and net assets</b>	<b>9,707,803</b>

Consolidated Income Statement and Consolidated Statement of  
Comprehensive Income

six months ended September 30, 2011

	Thousands of Yen
<b>Net sales</b>	3,148,853
<b>Cost of sales</b>	2,571,156
<b>Gross profit</b>	577,696
<b>Selling, general and administrative expenses</b>	
Salaries and bonuses	264,609
Retirement benefit expenses	20,732
Other	422,319
<u>Total selling, general and administrative expenses</u>	<u>707,660</u>
<b>Operating loss</b>	<u>△ 129,963</u>
 <b>Non-Operating income</b>	
Interest income	455
Dividends income	12,638
Other	5,312
Total non-operating income	18,405
<b>Non-Operating expenses</b>	
Interest expenses	3,801
Foreign exchange losses	6,021
Other	410
Total non-operating expenses	10,233
<b>Ordinary loss</b>	<u>△ 121,791</u>
<b>Extraordinary loss</b>	
Loss on retirement of noncurrent assets	1,832
Loss on valuation of investment securities	42,312
<u>Total extraordinary losses</u>	<u>44,144</u>
<b>Loss before income taxes and minority interests</b>	<u>△ 165,935</u>
<b>Income taxes-current</b>	15,465
<b>Income taxes-deferred</b>	—
<b>Total income taxes</b>	15,465
<b>Loss before minority interests</b>	<u>△ 181,401</u>
<b>Net loss</b>	<u>△ 181,401</u>
<b>Loss before minority interests</b>	<u>△ 181,401</u>
<b>Other comprehensive income</b>	
Valuation difference on available-for-sale securities	△ 101,123
Deferred gains or losses on hedges	23
<u>Total other comprehensive income</u>	<u>△ 101,099</u>
<b>Comprehensive income</b>	<u>△ 282,500</u>
<b>Comprehensive income attributable to</b>	
Comprehensive income attributable to owners of the par	△ 282,500
Comprehensive income attributable to minority interest	—

## Consolidated Statements of Cash Flows

six months ended September 30, 2011

Thousands of Yen

### Net cash provided by (used in) operating activities

Loss before income taxes and minority interests	△ 165,935
Depreciation and amortization	109,192
Loss on retirement of property, plant and equipment	1,832
Increase (decrease) in provision for retirement benefits	21,022
Increase (decrease) in accounts payable-bonuses	△ 4,402
Increase (decrease) in allowance for doubtful accounts	△ 25
Interest and dividends income	△ 13,093
Interest expenses	3,801
Loss (gain) on valuation of investment securities	42,312
Decrease (increase) in notes and accounts receivable-trade	29,449
Decrease (increase) in inventories	8,234
Increase (decrease) in notes and accounts payable-trade	△ 145,273
Increase (decrease) in accrued consumption taxes	△ 644
Increase (decrease) in long-term accounts payable-other	△ 8,336
Other, net	△ 9,550
Subtotal	△ 131,417
Interest and dividends income received	13,229
Interest expenses paid	△ 3,722
Income taxes paid	△ 20,207
Net cash provided by (used in) operating activities	△ 142,118

### Net cash provided by (used in) investing activities

Payments into time deposits	△ 505,000
Proceeds from withdrawal of time deposits	505,000
Proceeds from redemption of securities	25,000
Purchase of property, plant and equipment	△ 145,983
Purchase of investment securities	△ 144
Payments of long-term loans receivable from employees	△ 1,000
Collection of long-term loans receivable from employees	121
Other, net	△ 118
Net cash provided by (used in) investing activities	△ 122,125

### Net cash provided by (used in) financing activities

Net increase(decrease) in short-term loans payable	△ 50,000
Repayments of lease obligations	△ 1,690
Purchase of treasury stock	△ 347
Cash dividends paid	△ 51,072
Net cash provided by (used in) financing activities	△ 103,110

Effect of exchange rate change on cash and cash equivalents	△ 5,307
Net increase (decrease) in cash and cash equivalents	△ 372,662
Cash and cash equivalents at beginning of period	1,121,108
Cash and cash equivalents at end of period	748,445