

Consolidated Balance Sheets

March 31, 2013

ASSETS	Thousands of Yen
Current assets	
Cash and deposits	1,862,293
Notes and accounts receivable-trade	1,748,092
Securities	35,228
Finished goods	812,830
Work in process	437,754
Raw materials and supplies	395,751
Other	23,210
Allowance for doubtful accounts	△ 1,749
Total current assets	5,313,411
Noncurrent assets	
Property, plant and equipment	
Buildings and structures	4,072,767
Accumulated depreciation and impairment loss	△ 3,602,152
Buildings and structures, net	470,614
Machinery, equipment and vehicles	15,741,017
Accumulated depreciation and impairment loss	△ 14,451,178
Machinery, equipment and vehicles, net	1,289,839
Land	840,666
Lease assets	96,054
Accumulated depreciation and impairment loss	△ 31,169
Lease assets, net	64,884
Construction in progress	147,355
Other	1,720,102
Accumulated depreciation and impairment loss	△ 1,609,074
Other, net	111,027
Total property, plant and equipment	2,924,387
Intangible assets	30,503
Investments and other assets	
Investment securities	998,555
Other	23,025
Allowance for doubtful accounts	△ 2,264
Total investments and other assets	1,019,316
Total noncurrent assets	3,974,208
Total assets	9,287,620

Consolidated Balance Sheets

March 31, 2013

Liabilities	Thousands of Yen
Current liabilities	
Notes and accounts payable-trade	710,221
Short-term loans payable	700,000
Lease obligations	23,457
Income taxes payable	15,717
Notes payable-facilities	49,762
Other	340,815
Total current liabilities	1,839,974
Noncurrent liabilities	
Lease obligations	44,925
Deferred tax liabilities	128,854
Provision for retirement benefits	542,947
Provision for environmental measures	9,322
Asset retirement obligations	6,946
Other	25,980
Total noncurrent liabilities	758,975
Total liabilities	2,598,950
Net assets	
Shareholders' equity	
Capital stock	2,219,588
Capital surplus	3,341,270
Retained earnings	1,100,763
Treasury stock	△ 85,032
Total shareholders' equity	6,576,590
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	112,241
Deferred gains or losses on hedges	△ 162
Total accumulated other comprehensive income	112,079
Total net assets	6,688,669
Total liabilities and net assets	9,287,620

Consolidated Income Statement and Consolidated Statement of
Comprehensive Income

twelve months ended March 31, 2013

	Thousands of Yen
Net sales	6,124,093
Cost of sales	5,302,509
Gross profit	821,583
Selling, general and administrative expenses	
Selling expenses	354,917
General and administrative expenses	1,013,909
<u>Total selling, general and administrative expenses</u>	<u>1,368,826</u>
Operating loss	<u>△ 547,243</u>
Non-operating income	
Interest income	560
Dividends income	21,036
Other	6,367
Total non-operating income	27,964
Non-operating expenses	
Interest expenses	10,367
Foreign exchange losses	11,538
Other	868
<u>Total non-operating expenses</u>	<u>22,774</u>
Ordinary loss	<u>△ 542,053</u>
Extraordinary income	
Gain on sales of noncurrent assets	853
Gain on sales of investment securities	8,975
Total extraordinary income	9,828
Extraordinary loss	
Loss on retirement of noncurrent assets	3,648
Loss on valuation of investment securities	86,200
Cost of corrective measures for products	98,736
<u>Total extraordinary losses</u>	<u>188,584</u>
Loss before income taxes and minority interests	<u>△ 720,810</u>
Income taxes-current	8,527
Income taxes-deferred	—
Total income taxes	8,527
Loss before minority interests	<u>△ 729,338</u>
Net loss	<u>△ 729,338</u>
Loss before minority interests	<u>△ 729,338</u>
Other comprehensive income	
Valuation difference on available-for-sale securities	187,467
Deferred gains or losses on hedges	91
<u>Total other comprehensive income</u>	<u>187,558</u>
Comprehensive income	<u>△ 541,779</u>
Comprehensive income attributable to	
Comprehensive income attributable to owners of the parent	△ 541,779
Comprehensive income attributable to minority interests	—

Consolidated Statements of Cash Flows

twelve months ended March 31, 2013

Thousands of Yen

Net cash provided by (used in) operating activities	
Loss before income taxes and minority interests	△ 720,810
Depreciation and amortization	228,033
Loss on retirement of property, plant and equipment	3,648
Increase (decrease) in provision for retirement benefits	9,519
Increase (decrease) in accounts payable-officers retiring allowance	△ 11,280
Increase (decrease) in accounts payable-bonuses	△ 20,241
Increase (decrease) in allowance for doubtful accounts	△ 778
Interest and dividends income	△ 21,596
Interest expenses	10,367
Loss (gain) on sales of property, plant and equipment	△ 853
Loss (gain) on sales of investment securities	△ 8,975
Loss (gain) on valuation of investment securities	86,200
Decrease (increase) in notes and accounts receivable-trade	766,206
Decrease (increase) in inventories	118,589
Increase (decrease) in notes and accounts payable-trade	△ 292,359
Increase (decrease) in accrued consumption taxes	△ 6,414
Decrease (increase) in other current assets	8,676
Increase (decrease) in other current liabilities	△ 7,567
Increase (decrease) in other noncurrent liabilities	1,216
Other, net	△ 10
Subtotal	141,569
Interest and dividends income received	21,626
Interest expenses paid	△ 10,484
Income taxes paid	△ 7,973
Income taxes refund	4,850
Net cash provided by (used in) operating activities	149,590
Net cash provided by (used in) investing activities	
Payments into time deposits	△ 1,165,000
Proceeds from withdrawal of time deposits	1,165,000
Purchase of property, plant and equipment	△ 255,158
Proceeds from sales of property, plant and equipment	14,733
Purchase of intangible assets	△ 1,358
Proceeds from sales of investment securities	16,665
Payments of long-term loans receivable from employees	△ 720
Collection of long-term loans receivable from employees	814
Other, net	41
Net cash provided by (used in) investing activities	△ 224,982
Net cash provided by (used in) financing activities	
Repayments of lease obligations	△ 21,658
Purchase of treasury stock	△ 685
Proceeds from disposal of treasury stock	7
Cash dividends paid	△ 38,468
Net cash provided by (used in) financing activities	△ 60,805
Effect of exchange rate change on cash and cash equivalents	21,909
Net increase (decrease) in cash and cash equivalents	△ 114,287
Cash and cash equivalents at beginning of period	846,809
Cash and cash equivalents at end of period	732,522