

## Consolidated Balance Sheets

as of September 30, 2015

<b>ASSETS</b>	Thousands of Yen
<b>Current assets</b>	
Cash and deposits	2,084,016
Notes and accounts receivable-trade	1,632,377
Securities	25,222
Finished goods	660,496
Work in process	435,176
Raw materials and supplies	391,228
Other	35,748
Allowance for doubtful accounts	△ 1,634
<b>Total current assets</b>	<b>5,262,632</b>
<b>Non-current assets</b>	
Property, plant and equipment	
Land	840,666
Other	21,658,714
Accumulated depreciation and impairment loss	△ 20,698,366
Other, net	960,348
Total property, plant and equipment	1,801,014
Intangible assets	30,152
Investments and other assets	
Investment securities	921,786
Other	18,324
Total investments and other assets	940,110
<b>Total non-current assets</b>	<b>2,771,277</b>
<b>Total assets</b>	<b>8,033,909</b>

# Consolidated Balance Sheets

as to September 30, 2015

<b>Liabilities</b>	Thousands of Yen
<b>Current liabilities</b>	
Notes and accounts payable-trade	555,968
Short-term loans payable	900,000
Income taxes payable	12,331
Notes payable-facilities	5,939
Other	422,475
Total current liabilities	1,896,714
<b>Noncurrent liabilities</b>	
Deferred tax liabilities	166,629
Provision for environmental measures	9,322
Net defined benefit liability	688,332
Asset retirement obligations	7,273
Other	59,271
Total noncurrent liabilities	930,829
<b>Total liabilities</b>	<b>2,827,543</b>
<b>Net assets</b>	
<b>Shareholders' equity</b>	
Capital stock	2,219,588
Capital surplus	3,341,270
Retained earnings	△ 466,041
Treasury shares	△ 86,556
Total shareholders' equity	5,008,260
<b>Accumulated other comprehensive income</b>	
Valuation difference on available-for-sale securities	282,643
Deferred gains or losses on hedges	△ 110
Remeasurements of defined benefit plans	△ 84,427
Total accumulated other comprehensive income	198,105
<b>Total net assets</b>	<b>5,206,365</b>
<b>Total liabilities and net assets</b>	<b>8,033,909</b>

## Consolidated Statements of Income and Comprehensive Income

three months ended September 30, 2015

	Thousands of Yen
<b>Net sales</b>	2,440,901
<b>Cost of sales</b>	1,908,756
<b>Gross profit</b>	532,145
<b>Selling, general and administrative expenses</b>	
Salaries and bonuses	267,102
Retirement benefit expenses	13,024
Other	335,364
<u>Total selling, general and administrative expenses</u>	<u>615,491</u>
<b>Operating loss</b>	<u>△ 83,346</u>
<b>Non-operating income</b>	
Interest income	187
Dividend income	12,293
Other	1,825
Total non-operating income	14,306
<b>Non-operating expenses</b>	
Interest expenses	5,426
Foreign exchange losses	2,928
Other	2,028
<u>Total non-operating expenses</u>	<u>10,384</u>
<b>Ordinary loss</b>	<u>△ 79,424</u>
<b>Extraordinary income</b>	
Gain on sales of non-current assets	1,500
Gain on sales of investment securities	41,532
Total extraordinary income	43,032
<b>Extraordinary loss</b>	
Loss on retirement of non-current assets	205
Legal fee	279,801
<u>Total extraordinary losses</u>	<u>280,007</u>
<b>Net loss before income taxes and minority interests</b>	<u>△ 316,398</u>
<b>Income taxes-current</b>	4,264
<b>Income taxes-deferred</b>	—
<b>Total income taxes</b>	<u>4,264</u>
<b>Net loss</b>	<u>△ 320,662</u>
<b>Net loss attributable to</b>	
Net loss attributable to owners of parent	△ 320,662
Net loss attributable to non-controlling interests	—
<b>Other comprehensive income</b>	
Valuation difference on available-for-sale securities	△ 66,342
Deferred gains or losses on hedges	△ 43
Remeasurements of defined benefit plans, net of tax	3,749
<u>Total other comprehensive income</u>	<u>△ 62,636</u>
<b>Comprehensive income</b>	<u>△ 383,299</u>
<b>Comprehensive income attributable to</b>	
Comprehensive income attributable to owners of parent	△ 383,299
Comprehensive income attributable to non-controlling interests	—

Consolidated Statements of Cash Flows

six months ended September 30, 2015

Thousands of Yen

<b>Net cash provided by (used in) operating activities</b>	
Net loss before income taxes and minority interests	△ 316,398
Depreciation	55,900
Loss on retirement of property, plant and equipment	205
Increase (decrease) in net defined benefit liability	△ 5,394
Increase (decrease) in accounts payable-bonuses	△ 5,437
Increase (decrease) in allowance for doubtful accounts	△ 64
Interest and dividend income	△ 12,481
Interest expenses	5,426
Loss (gain) on sales of property, plant and equipment	△ 1,500
Loss (gain) on sales of investment securities	△ 41,532
Decrease (increase) in notes and accounts receivable-trade	66,176
Decrease (increase) in inventories	△ 101,082
Increase (decrease) in notes and accounts payable-trade	42,799
Increase (decrease) in accrued consumption taxes	△ 46,151
Other, net	133,975
Subtotal	△ 225,558
Interest and dividend income received	12,463
Interest expenses paid	△ 5,616
Income taxes paid	△ 8,527
<b>Net cash provided by (used in) operating activities</b>	<b>△ 227,239</b>
<b>Net cash provided by (used in) investing activities</b>	
Payments into time deposits	△ 505,000
Proceeds from withdrawal of time deposits	505,000
Purchase of property, plant and equipment	△ 2,729
Proceeds from sales of property, plant and equipment	2,500
Purchase of investment securities	△ 134
Proceeds from sales of investment securities	140,318
Collection of long-term loans receivable from employees	162
<b>Net cash provided by (used in) investing activities</b>	<b>140,116</b>
<b>Net cash provided by (used in) financing activities</b>	
Net increase (decrease) in short-term loans payable	200,000
Repayments of lease obligations	△ 14,662
Purchase of treasury stock	△ 228
Cash dividends paid	△ 436
<b>Net cash provided by (used in) financing activities</b>	<b>184,673</b>
<b>Effect of exchange rate change on cash and cash equivalents</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>97,550</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>846,688</b>
<b>Cash and cash equivalents at end of period</b>	<b>944,239</b>