

Consolidated Balance Sheets

as of December 31, 2016

ASSETS	Thousands of Yen
Current assets	
Cash and deposits	1, 513, 086
Notes and accounts receivable-trade	1, 591, 291
Finished goods	525, 625
Work in process	408, 516
Raw materials and supplies	356, 572
Other	40, 929
Allowance for doubtful accounts	△ 1, 593
Total current assets	4, 434, 430
Non-current assets	
Property, plant and equipment	
Land	815, 118
Other	19, 942, 485
Accumulated depreciation and impairment loss	△ 19, 043, 031
Other, net	899, 453
Total property, plant and equipment	1, 714, 572
Intangible assets	28, 729
Investments and other assets	
Investment securities	325, 873
Other	18, 183
Total investments and other assets	344, 056
Total non-current assets	2, 087, 357
Total assets	6, 521, 788

Consolidated Balance Sheets

as of December 31, 2016

Liabilities	Thousands of Yen
Current liabilities	
Notes and accounts payable-trade	665,937
Short-term loans payable	1,200,000
Income taxes payable	15,084
Notes payable-facilities	52,409
Other	280,731
Total current liabilities	2,214,163
Noncurrent liabilities	
Deferred tax liabilities	99,829
Provision for environmental measures	9,322
Net defined benefit liability	642,151
Asset retirement obligations	7,442
Other	72,364
Total noncurrent liabilities	831,109
Total liabilities	3,045,273
Net assets	
Shareholders' equity	
Capital stock	2,219,588
Capital surplus	3,341,270
Retained earnings	△ 2,157,207
Treasury shares	△ 820
Total shareholders' equity	3,402,831
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	116,575
Deferred gains or losses on hedges	△ 91
Remeasurements of defined benefit plans	△ 42,799
Total accumulated other comprehensive income	73,684
Total net assets	3,476,515
Total liabilities and net assets	6,521,788

Consolidated Statements of Income and Comprehensive Income

nine months ended December 31, 2016

	Thousands of Yen
Net sales	3,355,060
Cost of sales	2,778,872
Gross profit	576,188
Selling, general and administrative expenses	
Salaries and bonuses	364,121
Retirement benefit expenses	19,707
Provision of allowance for doubtful accounts	174
Other	465,936
Total selling, general and administrative expenses	849,939
Operating loss	△ 273,750
Non-operating income	
Interest income	196
Dividend income	18,830
Other	10,097
Total non-operating income	28,624
Non-operating expenses	
Interest expenses	10,254
Foreign exchange losses	1,967
Other	1,190
Total non-operating expenses	13,412
Ordinary loss	△ 258,539
Extraordinary income	
Gain on sales of investment securities	215,482
Total extraordinary income	215,482
Extraordinary loss	
Loss on retirement of non-current assets	1,006
Loss on sales of non-current assets	23,788
Loss on sales of investment securities	10,485
Loss related to the antitrust law	181,459
Area business restructuring cost	54,939
Total extraordinary losses	271,678
Net loss before income taxes	△ 314,735
Income taxes-current	13,667
Income taxes-deferred	—
Total income taxes	13,667
Net loss	△ 328,402
Net loss attributable to	
Net loss attributable to owners of parent	△ 328,402
Net loss attributable to non-controlling interests	—
Other comprehensive income	
Valuation difference on available-for-sale securities	△ 75,167
Deferred gains or losses on hedges	△ 35
Remeasurements of defined benefit plans, net of tax	10,182
Total other comprehensive income	△ 65,019
Comprehensive income	△ 393,422
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	△ 393,422
Comprehensive income attributable to non-controlling interests	—