

Consolidated Balance Sheets

as of March 31, 2018

ASSETS	Thousands of Yen
Current assets	
Cash and deposits	1, 537, 196
Notes and accounts receivable-trade	1, 134, 481
Electronically recorded monetary claims-operating	340, 101
Finished goods	624, 490
Work in process	444, 816
Raw materials and supplies	327, 311
Other	20, 870
Allowance for doubtful accounts	△ 1, 474
Total current assets	4, 427, 794
Non-current assets	
Property, plant and equipment	
Buildings and structures	4, 017, 799
Accumulated depreciation and impairment loss	△ 3, 649, 879
Buildings and structures, net	367, 919
Machinery, equipment and vehicles	13, 135, 285
Accumulated depreciation and impairment loss	△ 12, 837, 028
Machinery, equipment and vehicles, net	298, 256
Land	783, 195
Lease assets	140, 774
Accumulated depreciation and impairment loss	△ 111, 684
Lease assets, net	29, 090
Other	1, 437, 786
Accumulated depreciation and impairment loss	△ 1, 379, 465
Other, net	58, 321

Consolidated Balance Sheets

as of March 31, 2018

Liabilities	Thousands of Yen
Current liabilities	
Notes and accounts payable-trade	644,913
Short-term loans payable	1,350,000
Accounts payable	243,990
lease obligations	18,220
Income taxes payable	14,007
Notes payable-facilities	44,718
Other	254,151
Total current liabilities	2,570,002
Noncurrent liabilities	
Long-term accounts payable-other	369,184
lease obligations	30,030
Deferred tax liabilities	99,829
Provision for environmental measures	9,322
Net defined benefit liability	429,227
Asset retirement obligations	7,615
Total noncurrent liabilities	945,208
Total liabilities	3,515,211
Net assets	
Shareholders' equity	
Capital stock	2,219,588
Capital surplus	302,662
Retained earnings	△ 115,641
Treasury shares	△ 1,526
Total shareholders' equity	2,405,083
Accumulated other comprehensive income	
Deferred gains or losses on hedges	△ 48
Remeasurements of defined benefit plans	143,720
Total accumulated other comprehensive income	143,671
Total net assets	2,548,754
Total liabilities and net assets	6,063,965

Consolidated Statements of Income and Comprehensive Income

twelve months ended March 31, 2018

	Thousands of Yen
Net sales	4,733,831
Cost of sales	3,694,005
Gross profit	1,039,825
Selling, general and administrative expenses	
Salaries and bonuses	257,362
General and administrative expenses	639,165
Total selling, general and administrative expenses	896,528
Operating loss	143,296
Non-operating income	
Interest income	116
Dividend income	5,997
Foreign exchange gains	21,942
Other	6,398
Total non-operating income	34,456
Non-operating expenses	
Interest expenses	15,770
Other	2,557
Total non-operating expenses	18,327
Ordinary loss	159,425
Extraordinary income	
Gain on sales of investment securities	128,096
Total extraordinary income	128,096
Extraordinary loss	
Loss on retirement of non-current assets	1,891
Loss on sales of non-current assets	5,121
Loss related to the antitrust law	373,570
Area business restructuring cost	4,413
Impairment loss	10,390
Total extraordinary losses	395,388
Loss before income taxes	△ 107,866
Income taxes—current	8,186
Total income taxes	8,186
Net loss	△ 116,053
Net loss attributable to	
Loss attributable to owners of parent	△ 116,053
Other comprehensive income	
Valuation difference on available-for-sale securities	△ 107,730
Deferred gains or losses on hedges	6
Remeasurements of defined benefit plans, net of tax	81,876
Total other comprehensive income	△ 25,847
Comprehensive income	△ 141,901
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	△ 141,901
Comprehensive income attributable to non-controlling interests	—

Consolidated Statements of Cash Flows

twelve months ended March 31, 2018

Thousands of Yen

Net cash provided by (used in) operating activities	
Loss before income taxes	△ 107,866
Depreciation	98,453
Impairment loss	10,390
Loss related to the antitrust law	373,570
Area business restructuring cost	4,413
Loss on retirement of property, plant and equipment	1,891
Increase (decrease) in net defined benefit liability	△ 6,098
Increase (decrease) in accounts payable-bonuses	△ 333
Increase (decrease) in allowance for doubtful accounts	146
Interest and dividend income	△ 6,114
Interest expenses	15,770
Foreign exchange losses (gains)	117
Loss (gain) on sales of property, plant and equipment	5,121
Decrease (increase) in notes and accounts receivable-trade	△ 143,953
Decrease (increase) in inventories	△ 152,748
Increase (decrease) in notes and accounts payable-trade	85,659
Increase (decrease) in accrued consumption taxes	29,656
Decrease (increase) in other current assets	△ 1,395
Other, net	△ 16,001
Subtotal	64,263
Interest and dividend income received	6,116
Interest expenses paid	△ 15,351
Loss related to the antitrust law paid	△ 291,728
Area business restructuring cost paid	△ 128,617
Income taxes paid	△ 12,499
Net cash provided by (used in) operating activities	△ 377,816
Net cash provided by (used in) investing activities	
Payments into time deposits	△ 1,125,000
Proceeds from withdrawal of time deposits	1,165,000
Purchase of property, plant and equipment	△ 107,246
Purchase of intangibl assets	△ 32,505
Proceeds from sales of property, plant and equipment	22,578
Proceeds from sales of investment securities	322,244
Payments of loans receivable from employees	△ 4,700
Collection of loans receivable from employees	600
Collection of long-term loans receivable from employees	130
Other, net	250
Net cash provided by (used in) investing activities	241,350
Net cash provided by (used in) financing activities	
Repayments of lease obligations	△ 28,072
Purchase of treasury stock	△ 595
Cash dividends paid	△ 47
Net cash provided by (used in) financing activities	△ 28,715
Effect of exchange rate change on cash and cash equivalents	△ 117
Net increase (decrease) in cash and cash equivalents	△ 165,299
Cash and cash equivalents at beginning of period	577,495
Cash and cash equivalents at end of period	412,196