

## CONSOLIDATED FINANCIAL STATEMENTS

These Consolidated Financial Statements were publicly released in the Japanese language on November 14, 2014.

(1) Consolidated balance sheet	(Yen millions)	
	2014/3/31	2014/9/30
Consolidated balance sheet		
Assets		
Current assets		
Cash and deposits	13,192	14179
Notes and accounts receivable – trade	18,905	19796
Merchandise and finished goods	6,579	6567
Work in process	1,467	1554
Raw materials and supplies	2,764	2885
Deferred tax assets	656	607
Other	2,006	1189
Allowance for doubtful accounts	–30	–29
Total current assets	45,540	46750
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,002	10910
Machinery, equipment and vehicles, net	11,300	10721
Land	6,644	6694
Construction in progress	717	1069
Other, net	1,157	1246
Total property, plant and equipment	30,822	30642
Intangible assets		
Software	860	780
Other	199	284
Total intangible assets	1,059	1065
Investments and other assets		
Investment securities	10,150	10747
Deferred tax assets	723	565
Other	1,442	1333
Allowance for doubtful accounts	–117	–115
Total investments and other assets	12,199	12531
Total non-current assets	44,081	44239
Total assets	89,622	90989
Liabilities		
Current liabilities		
Notes and accounts payable – trade	14,286	14552
Short-term loans payable	5,571	5030
Income taxes payable	1,363	504
Other	5,563	5448
Total current liabilities	26,785	25536
Non-current liabilities		
Long-term loans payable	7,182	6899
Bonds payable	3,000	3000
Net defined benefit liability	3,159	2722
Other	218	134
Total non-current liabilities	13,560	12755
Total liabilities	40,345	38291
Net assets		
Shareholders' equity		
Capital stock	10,951	10951
Capital surplus	2,968	2968
Retained earnings	35,353	37375
Treasury shares	–102	–108
Total shareholders' equity	49,171	51186
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,498	1660
Deferred gains or losses on hedges	3	1
Foreign currency translation adjustment	–852	218
Remeasurements of defined benefit plans	–1,048	–950
Total accumulated other comprehensive income	–399	930
Minority interests	504	580
Total net assets	49,276	52697
Total liabilities and net assets	89,622	90989

**(2) Consolidated statement of income**

(Yen millions)

	2013/04/01 2013/09/30	2014/04/01 2014/09/30
Year to quarter end consolidated statement of income		
Quarterly consolidated statement of income		
Consolidated or non-consolidated		
Consolidated		
Quarterly consolidated statement of income		
Net sales	46,560	46,919
Cost of sales	33,824	34,674
Gross profit	12,736	12,245
Selling, general and administrative expenses	9,506	10,171
Operating income	3,230	2,073
Non-operating income		
Interest and dividend income	91	122
Share of profit of entities accounted for using equity method	370	372
Other	288	201
Total non-operating income	750	696
Non-operating expenses		
Interest expenses	140	163
Other	133	50
Total non-operating expenses	274	213
Ordinary income	3,705	2,556
Extraordinary income		
Gain on sales of investment securities	26	
Other	4	
Total extraordinary income	31	
Extraordinary losses		
Loss on sales of non-current assets	1	
Loss on sales of investment securities	0	
Loss on sales of golf club memberships	0	
Total extraordinary losses	3	
Income before income taxes and minority interests	3,733	2,556
Income taxes – current	1,068	595
Income taxes – deferred	-147	-5
Total income taxes	921	590
Income before minority interests	2,812	1,966
Minority interests in income	49	43
Net income	2,762	1,922

**(3) Consolidated statement of cash flows**

(Yen millions)

	2013/04/01 2013/09/30	2014/04/01 2014/09/30
Quarterly consolidated statement of cash flows		
Quarterly consolidated statement of cash flows		
Consolidated or non-consolidated		
Consolidated		
Quarterly consolidated statement of cash flows		
Cash flows from operating activities		
Income before income taxes and minority interests	3,733	2,556
Depreciation	1,940	2,053
Increase (decrease) in allowance for doubtful accounts	16	△5
Increase (decrease) in provision for retirement benefits	-279	
Increase (decrease) in net defined benefit liability		-34
Interest and dividend income	-91	-122
Interest expenses	140	163
Foreign exchange losses (gains)	6	29
Share of (profit) loss of entities accounted for using equity method	-370	-372
Loss (gain) on sales and retirement of non-current assets	32	8
Loss (gain) on sales of investment securities	-25	
Decrease (increase) in notes and accounts receivable - trade	-1,039	-568
Decrease (increase) in inventories	419	-70
Increase (decrease) in notes and accounts payable - trade	-1,233	180
Other, net	-463	966
Subtotal	2,754	4,785
Interest and dividend income received	245	288
Interest expenses paid	-150	-170
Income taxes paid	-525	-1,552
Income taxes refund	149	7
Net cash provided by (used in) operating activities	2,472	3,358
Cash flows from investing activities		
Decrease (increase) in time deposits	47	45
Purchase of property, plant and equipment	-2,732	-1,521
Proceeds from sales of property, plant and equipment	12	7
Purchase of intangible assets	-72	-149
Purchase of investment securities	-7	-7
Proceeds from sales of investment securities	59	12
Proceeds from redemption of investment securities	100	
Other, net	-10	13
Net cash provided by (used in) investing activities	-2,602	-1,600
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	188	-243
Repayments of long-term loans payable	-1,534	-539
Purchase of treasury shares	-3	-5
Cash dividends paid	-376	-470
Cash dividends paid to minority shareholders	-2	-4
Other, net	-6	-7
Net cash provided by (used in) financing activities	-1,735	-1,270
Effect of exchange rate change on cash and cash equivalents	461	423
Net increase (decrease) in cash and cash equivalents	-1,403	910
Cash and cash equivalents at beginning of period	12,267	12,981
Increase (decrease) in the cash and the cash equivalent accompanying accounting period change of a consolidated subsidiary		4
Cash and cash equivalents at end of period	10,863	13,896

**Consolidated statement of comprehensive income**

(Yen millions)

	2013/04/01 2013/09/30	2014/04/01 2014/09/30
Year to quarter end consolidated statement of comprehensive income		
Quarterly consolidated statement of comprehensive income		
Consolidated or non-consolidated		
Consolidated		
Quarterly consolidated statement of comprehensive income		
Income before minority interests	2,812	1,966
Other comprehensive income		
Valuation difference on available-for-sale securities	439	162
Deferred gains or losses on hedges		0
Foreign currency translation adjustment	1,823	1,453
Remeasurements of defined benefit plans, net of tax		98
Share of other comprehensive income of entities accounted for using equity method	369	163
Total other comprehensive income	2,632	1,877
Comprehensive income	5,445	3,844
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,374	3,775
Comprehensive income attributable to minority interests	71	68