

**CONSOLIDATED FINANCIAL STATEMENTS**

These Consolidated Financial Statements were publicly released in the Japanese language on May 15, 2015.

**(1) Consolidated balance sheet**

(Yen millions)

	2014/3/31	2015/3/31
<b>Assets</b>		
Current assets		
Cash and deposits	13192	16199
Notes and accounts receivable – trade	18815	18357
Electronically recorded monetary claims – operating	89	965
Merchandise and finished goods	6579	7308
Work in process	1467	1535
Raw materials and supplies	2764	2956
Deferred tax assets	656	605
Other	2006	1221
Allowance for doubtful accounts	–30	–30
Total current assets	45540	49119
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11002	11048
Machinery, equipment and vehicles, net	11300	10642
Land	6644	6767
Construction in progress	717	1348
Other, net	1157	1282
Total property, plant and equipment	30822	31089
Intangible assets		
Goodwill		101
Software	860	881
Other	199	391
Total intangible assets	1059	1374
Investments and other assets		
Investment securities	10150	11528
Deferred tax assets	723	207
Other	1442	1493
Allowance for doubtful accounts	–117	–114
Total investments and other assets	12199	13115
Total non-current assets	44081	45580
<b>Total assets</b>	<b>89622</b>	<b>94699</b>
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable – trade	13,418	11,254
Electronically recorded obligations – operating	748	3,034
Short-term loans payable	5,571	4,717
Income taxes payable	1,363	431
Other	5,682	6,533
Total current liabilities	26,785	25,971
Non-current liabilities		
Long-term loans payable	7,182	6,769
Bonds payable	3,000	3,000
Net defined benefit liability	3,159	2,058
Other	218	124
Total non-current liabilities	13,560	11,952
<b>Total liabilities</b>	<b>40,345</b>	<b>37,923</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	10,951	10,951
Capital surplus	2,968	2,968
Retained earnings	35,353	38,739
Treasury shares	–102	–114
Total shareholders' equity	49,171	52,544
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,498	2,060
Deferred gains or losses on hedges	3	0
Foreign currency translation adjustment	–852	2,171
Remeasurements of defined benefit plans	–1,048	–503
Total accumulated other comprehensive income	–399	3,728
Minority interests	504	502
<b>Total net assets</b>	<b>49,276</b>	<b>56,776</b>
<b>Total liabilities and net assets</b>	<b>89,622</b>	<b>94,699</b>

**(2) Consolidated statement of income**

(Yen millions)

	2013/04/01 2014/03/31	2013/04/01 2014/03/31
Net sales	93,434	95,395
Cost of sales	68,710	69,996
Gross profit	24,723	25,399
Selling, general and administrative expenses	19,206	20,601
Operating income	5,517	4,797
Non-operating income		
Interest and dividend income	187	219
Share of profit of entities accounted for using equity method	503	645
Foreign exchange gains	237	222
Other	220	326
Total non-operating income	1,149	1,415
Non-operating expenses		
Interest expenses	289	320
Other	275	161
Total non-operating expenses	564	482
Ordinary income	6,103	5,730
Extraordinary income		
Gain on sales of investment securities	26	
Gain on sales of non-current assets	7	
Total extraordinary income	33	
Extraordinary losses		
Impairment loss		409
Total extraordinary losses		409
Income before income taxes and minority interests	6,136	5,320
Income taxes – current	1,945	1,503
Income taxes – deferred	-179	-33
Total income taxes	1,765	1,470
Income before minority interests	4,370	3,849
Minority interests in income	90	91
Net income	4,280	3,758

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

(Yen millions)

	2013/04/01 2014/03/31	2014/04/01 2015/03/31
Cash flows from operating activities		
Income before income taxes and minority interests	6,136	5,320
Depreciation	4,174	4,385
Amortization of goodwill and negative goodwill	-26	3
Impairment loss		409
Increase (decrease) in allowance for doubtful accounts	-17	-5
Increase (decrease) in net defined benefit liability	-500	24
Interest and dividend income	-187	-219
Interest expenses	289	320
Foreign exchange losses (gains)	25	-25
Share of (profit) loss of entities accounted for using equity method	-503	-645
Loss (gain) on sales and retirement of non-current assets	80	14
Loss (gain) on sales of investment securities	-25	
Decrease (increase) in notes and accounts receivable - trade	-661	558
Decrease (increase) in inventories	822	-281
Increase (decrease) in notes and accounts payable - trade	-1,904	-557
Other, net	-382	1,143
Subtotal	7,318	10,444
Interest and dividend income received	368	421
Interest expenses paid	-302	-332
Income taxes paid	-1,078	-2,479
Income taxes refund	153	8
Net cash provided by (used in) operating activities	6,459	8,061
Cash flows from investing activities		
Decrease (increase) in time deposits	58	-142
Purchase of property, plant and equipment	-4,933	-2,944
Proceeds from sales of property, plant and equipment	17	67
Purchase of intangible assets	-163	-501
Purchase of investment securities	-19	-15
Proceeds from sales of investment securities	59	12
Proceeds from redemption of investment securities	100	
Purchase of shares of subsidiaries	-66	-240
Other, net	-88	-164
Net cash provided by (used in) investing activities	-5,037	-3,931
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	530	-762
Proceeds from long-term loans payable	1,659	1,500
Repayments of long-term loans payable	-2,864	-2,231
Purchase of treasury shares	-11	-11
Cash dividends paid from parent company	-847	-941
Cash dividends paid to minority shareholders	-2	-4
Other, net	-11	-20
Net cash provided by (used in) financing activities	-1,548	-2,472
Effect of exchange rate change on cash and cash equivalents	840	1,053
Net increase (decrease) in cash and cash equivalents	714	2,711
Cash and cash equivalents at beginning of period	12,981	15,697
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	12,981	15,697

