

CONSOLIDATED FINANCIAL STATEMENTS

These Consolidated Financial Statements were publicly released in the Japanese language on May 12, 2016.

(1) Consolidated balance sheet

(Yen millions)

	2015/3/31	2016/03/31
Assets		
Current assets		
Cash and deposits	16,199	16,980
Notes and accounts receivable - trade	18,357	16,731
Electronically recorded monetary claims - operating	965	1,617
Merchandise and finished goods	7,308	6,460
Work in process	1,535	1,541
Raw materials and supplies	2,956	2,505
Deferred tax assets	605	458
Other	1,221	1,262
Allowance for doubtful accounts	-30	-38
Total current assets	49,119	47,520
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	11,048	10,337
Machinery, equipment and vehicles, net	10,642	9,867
Land	6,767	6,507
Construction in progress	1,348	1,508
Other, net	1,282	1,266
Total property, plant and equipment	31,089	29,486
Intangible assets		
Goodwill	101	82
Software	881	875
Other	391	230
Total intangible assets	1,374	1,188
Investments and other assets		
Investment securities	11,528	10,327
Deferred tax assets	207	965
Net defined benefit asset	2	1
Other	1,491	1,409
Allowance for doubtful accounts	-114	-134
Total investments and other assets	13,115	12,568
Total non-current assets	45,580	43,244
Total assets	94,699	90,765
Liabilities		
Current liabilities		
Notes and accounts payable - trade	11,254	9,907
Electronically recorded obligations - operating	3,034	2,767
Short-term loans payable	4,717	2,047
Current portion of bonds	-	3,000
Income taxes payable	431	438
Provision for loss on liquidation of subsidiaries and associates	-	30
Other	6,533	6,788
Total current liabilities	25,971	24,980
Non-current liabilities		
Long-term loans payable	6,769	7,513
Bonds payable	3,000	-
Net defined benefit liability	2,058	2,917
Other	124	148

Total non-current liabilities	11,952	10,580
Total liabilities	37,923	35,560
Net assets		
Shareholders' equity		
Capital stock	10,951	10,951
Capital surplus	2,968	2,970
Retained earnings	38,739	42,090
Treasury shares	-114	-256
Total shareholders' equity	52,544	55,756
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,060	1,431
Deferred gains or losses on hedges	-0	0
Foreign currency translation adjustment	2,171	-1,169
Remeasurements of defined benefit plans	-503	-1,232
Total accumulated other comprehensive income	3,728	-970
Non-controlling interests	502	418
Total net assets	56,776	55,204
Total liabilities and net assets	94,699	90,765

(2) Consolidated statement of income

(Yen millions)

	2014/04/01 2015/03/31	2015/04/01 2016/03/31
Net sales	95,395	93,272
Cost of sales	69,996	66,096
Gross profit	25,399	27,175
Selling, general and administrative expenses	20,601	21,214
Operating income	4,797	5,960
Non-operating income		
Interest and dividend income	219	259
Share of profit of entities accounted for using equity method	645	509
Foreign exchange gains	222	-
Other	326	490
Total non-operating income	1,415	1,259
Non-operating expenses		
Interest expenses	320	288
Foreign exchange losses	-	147
Loss on retirement of non-current assets	41	212
Other	120	208
Total non-operating expenses	482	856
Ordinary income	5,730	6,363
Extraordinary income		
Extraordinary losses		
Impairment loss	409	91
Loss on retirement of non-current assets	-	93
Provision for loss on liquidation of subsidiaries and associates	-	92
Total extraordinary losses	409	277
Profit before income taxes	5,320	6,086
Income taxes - current	1,503	1,598
Income taxes - deferred	△33	30
Total income taxes	1,470	1,628
Profit	3,849	4,457
Profit attributable to non-controlling interests	91	71
Profit attributable to owners of parent	3,758	4,386

(3) Consolidated statement of cash flows

(Yen millions)

	2014/04/01 2015/03/31	2015/04/01 2016/03/31
Cash flows from operating activities		
Profit before income taxes	5,320	6,086
Depreciation	4,385	4,321
Amortization of goodwill and negative goodwill	3	9
Impairment loss	409	91
Increase (decrease) in allowance for doubtful accounts	-5	30
Increase (decrease) in provision for loss on liquidation of subsidiaries and associates	—	31
Increase (decrease) in net defined benefit liability	24	-144
Interest and dividend income	-219	-259
Interest expenses	320	288
Foreign exchange losses (gains)	-25	55
Share of (profit) loss of entities accounted for using equity method	-645	-509
Loss (gain) on sales and retirement of non-current assets	14	256
Decrease (increase) in notes and accounts receivable - trade	558	-8
Decrease (increase) in inventories	-281	633
Increase (decrease) in notes and accounts payable - trade	-557	-810
Other, net	1,143	317
Subtotal	10,444	10,391
Interest and dividend income received	421	554
Interest expenses paid	-332	-293
Income taxes paid	-2,479	-1,847
Income taxes refund	8	233
Net cash provided by (used in) operating activities	8,061	9,038
Cash flows from investing activities		
Decrease (increase) in time deposits	-142	-94
Purchase of property, plant and equipment	-2,944	-3,882
Proceeds from sales of property, plant and equipment	67	108
Purchase of intangible assets	-501	-407
Purchase of investment securities	-15	-18
Proceeds from sales of investment securities	12	34
Purchase of shares of subsidiaries	-240	—
Other, net	-164	75
Net cash provided by (used in) investing activities	-3,931	-4,184
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	-762	-1,049
Proceeds from long-term loans payable	1,500	1,383
Repayments of long-term loans payable	-2,231	-2,049
Purchase of treasury shares	-11	-141
Cash dividends paid from parent company	-941	-1,035
Dividends paid to non-controlling interests	-4	-105
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	-26
Other, net	-20	-25
Net cash provided by (used in) financing activities	-2,472	-3,049
Effect of exchange rate change on cash and cash equivalents	1,053	-1,066
Net increase (decrease) in cash and cash equivalents	2,711	738
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	15,697	16,435

(4) Consolidated statement of comprehensive income

(Yen millions)

	2014/04/01 2015/03/31	2015/04/01 2016/03/31
Profit	3,849	4,457
Other comprehensive income		
Valuation difference on available-for-sale securities	567	-635
Deferred gains or losses on hedges	-1	0
Foreign currency translation adjustment	3,378	-3,062
Remeasurements of defined benefit plans, net of tax	545	-728
Share of other comprehensive income of entities accounted for using equity method	218	-292
Total other comprehensive income	4,708	-4,719
Comprehensive income	8,557	-262
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	8,408	-312
Comprehensive income attributable to non-controlling interests	149	50