

## Consolidated Balance Sheets (Unaudited)

Millions of yen

ASSETS	March 31,2011	September 30,2011
<b>Current assets :</b>		
Cash and deposits	7,126	5,866
Notes and accounts receivable trade	6,527	6,689
Merchandise and finished goods	3,705	3,513
Work in process	223	264
Raw materials and supplies	649	715
Deferred tax assets	349	323
Other	301	216
Allowance for doubtful accounts	(11)	(11)
<b>Total current assets</b>	18,872	17,577
<b>Noncurrent assets :</b>		
Property, plant and equipment		
Buildings and structures, net	1,494	1,477
Machinery, equipment and vehicles, net	1,985	1,990
Tools, furniture and fixtures, net	284	287
Land	606	597
Construction in progress	117	16
	4,488	4,369
Intangible assets		
Goodwill	512	467
Software	71	58
Other	118	120
	703	646
Investments and other assets		
Investment securities	540	506
Deferred tax assets	167	186
Long-term time deposits	600	600
Other	809	848
Allowance for doubtful accounts	(1)	(9)
	2,114	2,132
<b>Total noncurrent assets</b>	7,306	7,148
<b>Total assets</b>	26,179	24,726

Millions of yen

<b>LIABILITIES</b>	March 31,2011	September 30,2011
<b>Current liabilities :</b>		
Notes and accounts payable-trade	8,288	6,917
Current portion of bonds	740	740
Income taxes payable	463	274
Provision for bonuses	220	234
Provision for directors' bonuses	49	25
Other	584	543
<b>Total current liabilities</b>	<b>10,346</b>	<b>8,735</b>
<b>Noncurrent liabilities :</b>		
Bonds payable	1,280	1,160
Deferred tax liabilities	62	54
Provision for retirement benefits	556	575
Other	107	149
<b>Total noncurrent liabilities</b>	<b>2,006</b>	<b>1,940</b>
<b>Total liabilities</b>	<b>12,353</b>	<b>10,675</b>
<b>NET ASSETS</b>		
<b>Shareholders' equity :</b>		
Capital stock	1,825	1,825
Capital surplus	1,611	1,611
Retained earnings	13,045	13,224
Treasury stock	(1,462)	(1,462)
<b>Total shareholders' equity</b>	<b>15,020</b>	<b>15,198</b>
<b>Valuation and translation adjustment :</b>		
Valuation difference on available-for-sale securities	106	86
Foreign currency translation adjustment	(1,489)	(1,533)
<b>Total valuation and translation adjustment</b>	<b>(1,382)</b>	<b>(1,447)</b>
Subscription rights to shares	31	51
Minority interests	156	247
<b>Total net assets</b>	<b>13,825</b>	<b>14,050</b>
<b>Total liabilities and net assets</b>	<b>26,179</b>	<b>24,726</b>

## Consolidated Statements of Income (Unaudited)

	Millions of yen	
	2nd Quarter, Fiscal 2010	2nd Quarter, Fiscal 2011
<b>Net sales</b>	16,625	<b>14,764</b>
Cost of sales	12,865	<b>11,599</b>
<b>Gross profit</b>	<b>3,759</b>	<b>3,164</b>
Selling, general and administrative expenses	2,713	<b>2,533</b>
<b>Operating income</b>	<b>1,046</b>	<b>631</b>
Non-operating income		
Interest income	4	<b>7</b>
Dividends income	4	<b>6</b>
Rent income	16	<b>-</b>
Other	31	<b>27</b>
Total	56	<b>42</b>
Non-operating expenses		
Interest expenses	12	<b>10</b>
Foreign exchange losses	-	<b>15</b>
Other	6	<b>13</b>
Total	19	<b>39</b>
<b>Ordinary income</b>	<b>1,082</b>	<b>633</b>
Extraordinary income		
Gain on sales of noncurrent assets	0	<b>1</b>
Reversal of allowance for doubtful accounts	0	<b>-</b>
Total	0	<b>1</b>
Extraordinary loss		
Loss on retirement of noncurrent assets	5	<b>1</b>
Loss on valuation of investment securities	59	<b>2</b>
Loss on adjustment for changes of accounting standard for asset retirement obligations	22	<b>-</b>
Other	0	<b>0</b>
Total	88	<b>4</b>
<b>Income before income taxes</b>	<b>995</b>	<b>629</b>
Income taxes-current	465	<b>307</b>
Income taxes-deferred	(40)	<b>12</b>
Total income taxes	425	<b>319</b>
Income before minority interests	570	<b>309</b>
Minority interests in income	7	<b>5</b>
<b>Net income</b>	<b>562</b>	<b>303</b>

## Consolidated Statements of Comprehensive Income (Unaudited)

	Millions of yen	
	2nd Quarter, Fiscal 2010	2nd Quarter, Fiscal 2011
<b>Income before minority interests</b>	570	<b>309</b>
<b>Other comprehensive income</b>		
Valuation difference on available-for-sale securities	(6)	<b>(20)</b>
Foreign currency transaction adjustment	(228)	<b>(48)</b>
Total	(234)	<b>(69)</b>
<b>Comprehensive income</b>	335	<b>240</b>
Comprehensive income attributable to		
Owners of the parent	330	<b>239</b>
Minority interests	5	<b>1</b>

## Consolidated Statements of Cash Flows (Unaudited)

	Millions of yen	
	2nd Quarter, Fiscal 2010	2nd Quarter, Fiscal 2011
<b>Net cash provided by (used in) operating activities :</b>		
Income before income taxes	995	629
Depreciation and amortization	426	394
Loss on adjustment for changes of accounting standard for asset retirement obligations	22	-
Amortization of goodwill	45	45
Increase(decrease) in provision for retirement benefits	21	19
Increase(decrease) in provision for bonuses	79	13
Increase(decrease) in provision for directors' bonuses	(18)	(24)
Increase(decrease) in allowance for doubtful accounts	1	8
Interest and dividends income	(8)	(14)
Interest expenses	12	10
Loss (gain) on valuation of investment securities	59	2
Loss (gain) on sales of noncurrent assets	0	0
Loss on retirement of noncurrent assets	5	1
Decrease(increase) in notes and accounts receivable-trade	(267)	(161)
Decrease(increase) in inventories	(360)	64
Increase (decrease) in notes and accounts payable-trade	(162)	(1,282)
Decrease (increase) in other investments	(10)	(39)
Other , net	10	138
Subtotal	852	(193)
Interest and dividends income received	9	15
Interest expenses paid	(12)	(10)
Income taxes (paid) refund	(463)	(501)
<b>Net cash provided by operating activities</b>	386	(690)
<b>Net cash provided (used in) investing activities :</b>		
Purchase of property, plant and equipment	(264)	(397)
Proceeds from sales of property, plant and equipment	0	4
Purchase of intangible assets	(2)	(3)
Purchase of investment securities	(103)	(3)
Payments of loans receivable	(1)	(1)
Collection of loans receivable	10	10
<b>Net cash provided by (used in) investing activities</b>	(361)	(391)
<b>Net cash provided by (used in) financing activities</b>		
Redemption of bonds	(120)	(120)
Repayments of lease obligations	(31)	(5)
Proceeds from stock issuance to minority shareholders	-	92
Cash dividends paid	(109)	(125)
Cash dividends paid to minority shareholders	-	(3)
<b>Net cash provided by (used in) financing activities</b>	(260)	(161)
<b>Effect of exchange rate change on cash and cash equivalents</b>	(17)	(16)
<b>Net increase (decrease) in cash and cash equivalents</b>	(253)	(1,259)
<b>Cash and cash equivalents at beginning of the year</b>	6,606	7,126
<b>Cash and cash equivalents at end of the year</b>	6,353	5,866