

## Consolidated Balance Sheets

For the years ended March 31, 2018 and 2017

		Million Yen	Thousand U.S. dollars
Assets	2017.3	2018.3	2018.3
Current assets			
Cash on hand and in banks	28,497	24,692	232,424
Notes and accounts receivable – trade	27,314	29,108	273,990
Inventories	20,878	22,958	216,100
Deferred tax assets	1,246	1,092	10,278
Other current assets	5,897	6,917	65,113
Less allowance for doubtful accounts	(34)	(18)	(173)
<b>Total current assets</b>	<b>83,799</b>	<b>84,751</b>	<b>797,733</b>
Fixed assets			
Property, plant and equipment			
Buildings and structures	12,305	11,684	109,981
Machinery and equipment	14,994	14,891	140,172
Land	6,908	6,905	64,996
Construction in progress	1,118	2,378	22,390
Other	2,214	2,168	20,412
<b>Total property, plant and equipment</b>	<b>37,541</b>	<b>38,029</b>	<b>357,954</b>
Intangible fixed assets	1,083	1,073	10,101
Investments and other assets			
Investment securities	15,663	17,585	165,523
Deferred tax assets	370	451	4,251
Other	1,342	1,377	12,961
Less allowance for doubtful accounts	(31)	(25)	(241)
<b>Total investments and other assets</b>	<b>17,344</b>	<b>19,388</b>	<b>182,494</b>
<b>Total fixed assets</b>	<b>55,968</b>	<b>58,490</b>	<b>550,549</b>
<b>Total assets</b>	<b>139,768</b>	<b>143,241</b>	<b>1,348,282</b>

Notes:

1. Amounts are rounded off to the nearest 1 million yen.
2. US dollar amounts are calculated based on currency rate of \$1 = ¥106.24.

		Million Yen	Thousand U.S. dollars
	2017.3	2018.3	2018.3
<b>Liabilities and Net Assets</b>			
Current liabilities			
Notes and accounts payable – trade	8,682	10,106	95,129
Electronically recorded obligations	5,440	7,045	66,312
Short-term debt	5,873	15,678	147,572
Accounts payable – other	4,198	18,287	172,135
Income taxes payable	638	766	7,217
Bonus reserve	1,684	1,788	16,832
Other current liabilities	2,924	7,752	72,975
<b>Total current liabilities</b>	<b>29,442</b>	<b>61,425</b>	<b>578,176</b>
Long-term liabilities			
Long-term debt	29,177	18,093	170,310
Deferred tax liabilities	1,156	993	9,355
Provision for environmental safety measures	150	133	1,260
Net defined benefit liability	10,848	9,273	87,284
Other long-term liabilities	5,421	3,910	36,810
<b>Total long-term liabilities</b>	<b>46,754</b>	<b>32,405</b>	<b>305,021</b>
<b>Total liabilities</b>	<b>76,196</b>	<b>93,830</b>	<b>883,198</b>
Net assets			
Shareholders' equity			
Common stock	21,526	21,526	202,616
Issued and outstanding at March 31, 2017: 16,290,480 shares (excluding treasury stock)			
Issued and outstanding at March 31, 2018: 16,286,052 shares (excluding treasury stock)			
Capital surplus	28,079	28,079	264,301
Retained earnings	15,292	(1,252)	(11,790)
Treasury shares			
at March 31, 2017: 24,353 shares	(75)	(92)	(871)
at March 31, 2018: 28,781 shares			
<b>Total shareholders' equity</b>	<b>64,822</b>	<b>48,260</b>	<b>454,256</b>
Accumulated other comprehensive income			
Net unrealized gain on securities	1,387	1,692	15,928
Foreign currency translation adjustments	959	1,483	13,960
Remeasurements of defined benefit plans	(3,999)	(2,366)	(22,271)
<b>Total accumulated other comprehensive income</b>	<b>(1,652)</b>	<b>809</b>	<b>7,617</b>
<b>Non-controlling interests</b>	<b>401</b>	<b>341</b>	<b>3,210</b>
<b>Total net assets</b>	<b>63,571</b>	<b>49,410</b>	<b>465,084</b>
<b>Total liabilities and net assets</b>	<b>139,768</b>	<b>143,241</b>	<b>1,348,282</b>

## Notes:

1. Amounts are rounded off to the nearest 1 million yen.
2. US dollar amounts are calculated based on currency rate of \$1 = ¥106.24.
3. On October 1, 2017, we conducted a share consolidation for common stock based on a ratio of 10 to 1. Common stock and treasury shares are presented based on the assumption that said share consolidation was conducted at the beginning of fiscal year ended March 2017.