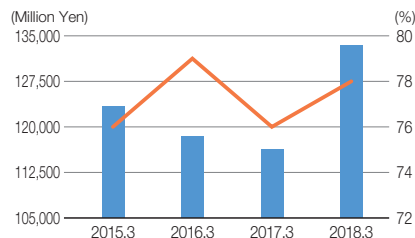
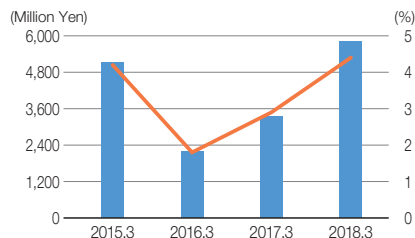


Financial Status and Analysis of Operating Results

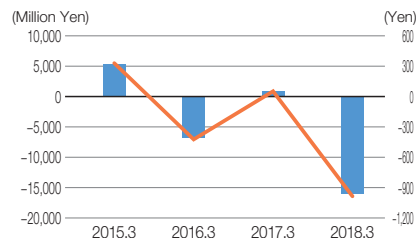
1 ● Net sales ● Overseas sales ratio



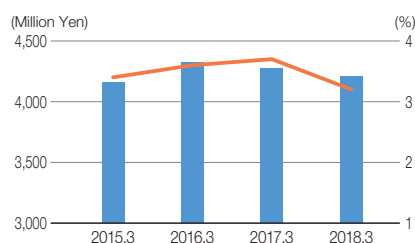
2 ● Operating income ● Operating income margin



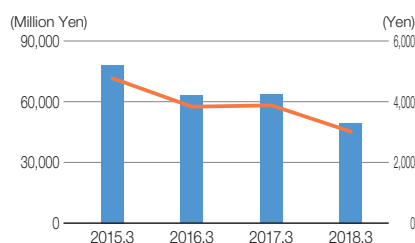
3 ● Profit attributable to owners of parent ● Profit per share



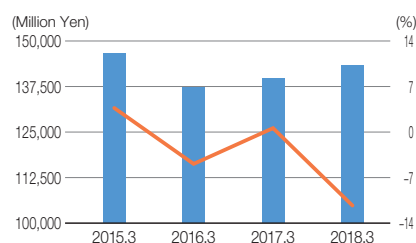
4 ● R&D expenses ● Proportion of net sales



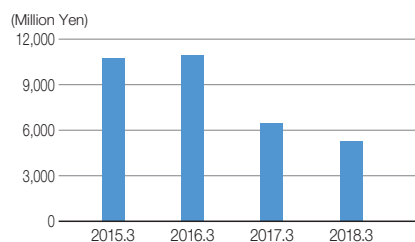
5 ● Net assets ● Net assets per share (BPS)



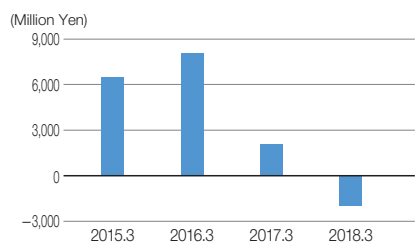
6 ● Total assets ● ROA



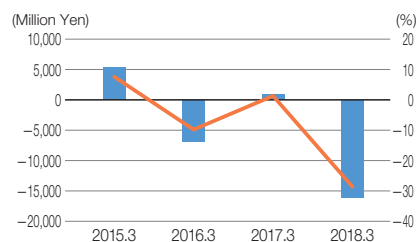
7 Cash flows from operating activities



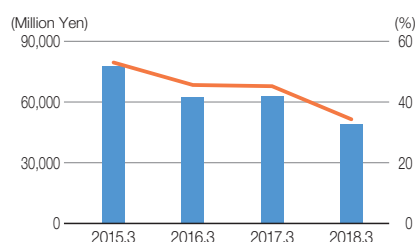
8 Free cash flow



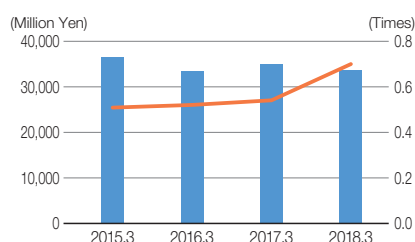
9 ● Profit attributable to owners of parent ● ROE



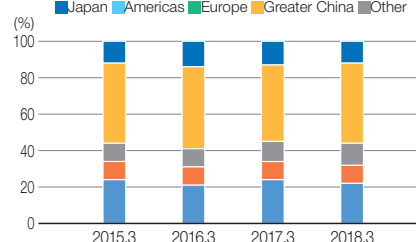
10 ● Equity ● Equity ratio



11 ● Interest-bearing debts ● Debt/Equity ratio



12 Net sales by region



1 Net sales, Overseas sales ratio

FY2017 net sales were 133,362 million yen (up 14.7% YoY) on higher demand for home appliance and automobile-related products in China and other Asian regions. Looking at region-specific sales, Japan increased 7% YoY. Overseas, China and Europe increased 20% YoY and net sales also increased over the previous year in the Americas and other regions. The ratio of overseas net sales increased from 76% to 78%.

3 Profit attributable to owners of parent, Profit per share

Losses attributable to owners of parent were 16,056 million yen (previous FY was net income attributable to owners of parent of 840 million yen). This was due to having recorded currency exchange losses due to yen appreciation towards the end of the fiscal year and the recording of losses related to antitrust laws. As a result, loss per share was 985.77 yen for FY2017 compared to profit of 51.57 yen during the previous fiscal year. Furthermore, on October 1, 2017, we conducted a share consolidation. As a result, FY2017 net income per share is calculated as if said share consolidation was conducted at the beginning of FY2014.

4 R&D expenses

In FY2017, we conducted R&D activities such as the development of a new product that takes advantage of our materials technology, one of our core strengths, as we aimed to enhance our product line in growth markets. Total R&D expenses for the current consolidated fiscal year were 4,208 million yen (down 64 million yen YoY).

5 Net assets, Net assets per share

FY2017 net assets decreased by 14,161 million yen compared to the previous

consolidated fiscal year to 49,410 million yen. This was due to having recorded net losses attributable to owners of parent, including the recording of extraordinary losses related to antitrust decisions. As a result, net assets per share were 3,012.97 yen (previous FY was 3,877.73 yen). Furthermore, on October 1, 2017, we conducted a share consolidation. As a result, FY2017 net assets per share is calculated as if said share consolidation was conducted at the beginning of FY2014.

6 Total assets

Assets were 143,241 million yen (increase of 3,472 million yen from end of previous consolidated FY) on higher accounts receivable due to increased sales. Despite a decrease in liabilities thanks to the repayment of debt, liabilities increased by 17,634 million yen from end of previous consolidated FY to 93,830 million yen due to having recorded unpaid amounts related to antitrust judgments.

7 Cash flows

Cash flows from operating activities resulted in revenues of 5,305 million yen. Although trade receivables increased on higher sales and inventory assets increased, we also recorded depreciation costs of 6,632 million yen. Cash flow from investing activities resulted in expenditures of 7,265 million yen due to investments for upgrades to production facilities for electrode foils used in aluminum electrolytic capacitors and electrolytic capacitor production facilities. Cash flows from financing activities resulted in expenditures of 1,759 billion yen on the payment of dividends and debt repayment.