

Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2015)	Current Consolidated Fiscal Year (March 31, 2016)
Assets		
Current assets		
Cash and deposits	39,155	52,280
Notes and accounts receivable-trade	26,571	13,842
Securities	505	14
Merchandise and finished goods	1,272	4,994
Work in process	11,226	15,141
Raw materials and supplies	17,175	23,926
Deferred tax assets	825	637
Other	6,505	8,813
Allowance for doubtful accounts	(41)	(7)
Total current assets	103,196	119,643
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,803	15,550
Accumulated depreciation	(6,457)	(6,402)
Buildings and structures (net amount)	9,345	9,147
Lease assets	-	6,243
Accumulated depreciation	-	(693)
Lease assets (net amount)	-	5,549
Land	7,764	7,330
Construction in progress	52,235	117,158
Other	23,481	19,476
Accumulated depreciation	(13,063)	(13,126)
Other (net amount)	10,418	6,349
Total property, plant and equipment	79,763	145,536
Intangible assets		
Other	1,653	1,965
Total intangible assets	1,653	1,965
Investments and other assets		
Investment securities	58,330	61,376
Long-term deposits	13,096	6,999
Long-term deposits for affiliates	28,964	30,034
Deferred tax assets	-	21
Other	6,287	4,911
Allowance for doubtful accounts	(3,171)	(2,840)
Total investments and other assets	103,506	100,502
Total non-current assets	184,923	248,004
Deferred assets	-	1,932
Total assets	288,120	369,580

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2015)	Current Consolidated Fiscal Year (March 31, 2016)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	15,243	22,566
Short-term loans payable	28,782	14,274
Current portion of bonds	500	-
Accounts payable-other	6,904	13,854
Income taxes payable	7,082	6,020
Provision for bonuses	246	270
Deferred tax liabilities	10	15
Other	6,782	4,684
Total current liabilities	65,554	61,686
Non-current liabilities		
Bonds payable	-	70,588
Deferred tax liabilities	1,635	1,885
Other	910	6,347
Total non-current liabilities	2,545	78,821
Total liabilities	68,100	140,507
Net assets		
Shareholders' equity		
Capital stock	98	98
Capital surplus	10,852	10,852
Retained earnings	205,314	217,673
Treasury shares	(14,296)	(14,296)
Total shareholders' equity	201,967	214,326
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30	(577)
Foreign currency translation adjustment	16,665	14,395
Total accumulated other comprehensive income	16,696	13,817
Subscription rights to shares	32	73
Non-controlling interests	1,323	854
Total net assets	220,020	229,072
Total liabilities and net assets	288,120	369,580

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated Statement of Income)

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2014 to March 31, 2015)	Current Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)
Net sales	88,085	91,709
Cost of sales	38,994	43,688
Gross profit	49,091	48,020
Selling, general and administrative expenses	28,044	31,124
Operating income	21,047	16,896
Non-operating income		
Interest income	87	77
Dividend income	9	349
Foreign exchange gains	1,695	3,163
Equity in earnings of affiliates	-	2,367
Other	173	275
Total non-operating income	1,964	6,234
Non-operating expenses		
Interest expenses	466	421
Commission fee	234	195
Sales discounts	233	154
Other	22	16
Total non-operating expenses	956	787
Ordinary income	22,055	22,343
Extraordinary income		
Gain on sales of non-current assets	2	57
Gain on sales of shares of subsidiaries and affiliates' stock	1,314	-
Gain on liquidation of subsidiaries	-	1,832
Other	27	7
Total extraordinary income	1,344	1,897
Extraordinary losses		
Loss on sales of non-current assets	-	39
Loss on retirement of non-current assets	1	38
Impairment loss	86	227
Loss on business of affiliates	1,256	-
Loss on business of other affiliates	574	-
Other	-	0
Total extraordinary losses	1,918	305
Income before income taxes and others	21,481	23,935
Income taxes-current	10,559	8,311
Income taxes-deferred	782	431
Total income taxes	11,341	8,742
Net income	10,140	15,192
Net income (loss) attributable to non-controlling interests	(33)	(468)
Net income attributable to owners of the parent	10,173	15,661

(Consolidated Statement of Comprehensive Income)

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2014 to March 31, 2015)	Current Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)
Net income	10,140	15,192
Other comprehensive income		
Valuation difference on available-for-sale securities	(20)	(608)
Foreign currency translation adjustment	16,136	(2,270)
Total other comprehensive income	16,116	(2,878)
Comprehensive income	26,256	12,314
(Breakdown)		
Comprehensive income attributable to owners of the parent	26,290	12,782
Comprehensive income attributable to non-controlling interests	(33)	(468)

(3) Consolidated Statement of Changes in Equity

Previous Consolidated Fiscal Year (April 1, 2014 to March 31, 2015)

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	98	10,852	195,701	(14,296)	192,355
Changes of items during period					
Dividends of surplus			(1,834)		(1,834)
Net income attributable to owners of the parent			10,173		10,173
Change in scope of consolidation			1,273		1,273
Purchase of treasury shares					
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	9,612	-	9,612
Balance at end of current period	98	10,852	205,314	(14,296)	201,967

	Accumulated other comprehensive income			Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of current period	51	528	580	22	1,356	194,314
Changes of items during period						
Dividends of surplus						(1,834)
Net income attributable to owners of the parent						10,173
Change in scope of consolidation						1,273
Purchase of treasury shares						
Net changes of items other than shareholders' equity	(20)	16,136	16,116	10	(33)	16,092
Total changes of items during period	(20)	16,136	16,116	10	(33)	25,705
Balance at end of current period	30	16,665	16,696	32	1,323	220,020

Current Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	98	10,852	205,314	(14,296)	201,967
Changes of items during period					
Dividends of surplus			(3,302)		(3,302)
Net income attributable to owners of the parent			15,661		15,661
Change in scope of consolidation					
Purchase of treasury shares				(0)	(0)
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	12,358	(0)	12,358
Balance at end of current period	98	10,852	217,673	(14,296)	214,326

	Accumulated other comprehensive income			Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of current period	30	16,665	16,696	32	1,323	220,020
Changes of items during period						
Dividends of surplus						(3,302)
Net income attributable to owners of the parent						15,661
Change in scope of consolidation						
Purchase of treasury shares						(0)
Net changes of items other than shareholders' equity	(608)	(2,270)	(2,878)	40	(468)	(3,306)
Total changes of items during period	(608)	(2,270)	(2,878)	40	(468)	9,052
Balance at end of current period	(577)	14,395	13,817	73	854	229,072

(4) Consolidated Statement of Cash Flows

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2014 to March 31, 2015)	Current Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)
Cash flows from operating activities		
Income before income taxes and others	21,481	23,935
Depreciation	3,244	3,966
Impairment loss	86	227
Loss on retirement of non-current assets	1	38
Loss(gain) on sales of non-current assets	(2)	(17)
Loss (gain) on sales of shares of subsidiaries and affiliates' stock	(1,314)	-
Equity in (earnings) losses of affiliates	-	(2,367)
Loss on business of affiliates	1,256	-
Loss (gain) on liquidation of affiliates	-	(1,832)
Loss on business of other affiliates	574	-
Increase (decrease) in provision for bonuses	13	23
Increase (decrease) in allowance for doubtful accounts	363	602
Interest and dividend income	(96)	(427)
Interest expenses	466	421
Foreign exchange losses (gains)	(4,030)	(5,202)
Decrease (increase) in notes and accounts receivable-trade	(6,701)	12,729
Decrease (increase) in inventories	(3,652)	(14,390)
Decrease (increase) in accounts receivable-other	126	(32)
Increase (decrease) in accrued consumption taxes	2,458	(2,686)
Increase (decrease) in notes and accounts payable-trade	(2,889)	7,322
Increase (decrease) in accounts payable-other	(204)	8,419
Decrease (increase) in other current assets	(923)	(1,232)
Increase (decrease) in other current liabilities	1,544	(1,232)
Decrease (increase) in other non-current assets	1,236	-
Increase (decrease) in other non-current liabilities	4	(56)
Other	51	249
Subtotal	13,095	28,455
Interest and dividend income received	96	427
Interest expenses paid	(382)	(421)
Income taxes paid	(11,300)	(9,342)
Net cash provided by (used in) operating activities	1,508	19,118

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2014 to March 31, 2015)	Current Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)
Cash flows from investing activities		
Decrease (increase) in time deposits	8,719	-
Purchase of property, plant and equipment	(17,889)	(70,136)
Proceeds from sales of property, plant and equipment	15	341
Purchase of intangible assets	(770)	(665)
Purchase of investment securities	(9)	(1,469)
Payments for a short term-loans	-	(86)
Payments for lease and guarantee deposits	(1,919)	(218)
Decrease (increase) in deposits paid	(4)	5,131
Other	54	203
Net cash provided by (used in) investing activities	(11,804)	(66,900)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	11,491	(14,495)
Repayments of long-term loans payable	(344)	-
Proceeds from issuance of bonds	-	70,849
Redemption of bonds	(1,640)	(500)
Cash dividends paid	(1,834)	(3,302)
Decrease (increase) in pledged deposit	8,885	(530)
Proceeds from sales and leasebacks	-	6,243
Payment for sales and leasebacks	-	(556)
Proceeds from sales and purchasebacks	1,232	-
Payment for sales and purchasebacks	(186)	(1,045)
Other	(88)	-
Net cash provided by (used in) financing activities	17,515	56,662
Effect of exchange rate change on cash and cash equivalents	3,392	3,620
Net increase (decrease) in cash and cash equivalents	10,612	12,500
Cash and cash equivalents at beginning of consolidated fiscal year	28,743	39,356
Increase in cash and cash equivalents from newly consolidated subsidiary	5	-
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(4)	(338)
Cash and cash equivalents at end of consolidated fiscal year	39,356	51,518