

Consolidated Balance Sheets

As of March 31,2010 and December 31,2009

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥93.04)
	FY2009 (As of December 31, 2009)	FY2010 first quarter (As of March 31, 2010)	FY2010 first quarter (As of March 31, 2010)
Assets			
Current assets:			
Cash on hand and in banks	¥1,460	¥1,634	\$17,565
Notes and accounts receivable-trade	5,475	5,626	60,473
	6,936	7,260	78,038
Less: allowance for doubtful accounts	(1)	(54)	(584)
	6,934	7,206	77,453
Merchandise and finished goods	2,108	2,089	22,457
Work in process	1,210	1,225	13,169
Raw materials and supplies	1,503	1,582	17,005
Other current assets	332	323	3,475
Total current assets	12,090	12,426	133,562
Property,plant and equipment:			
Land	2,475	2,482	26,683
Buildings and structures	9,127	9,272	99,660
Machinery, equipment and vehicles	19,225	20,077	215,794
Construction in progress	350	81	878
Other	3,085	3,153	33,890
	34,264	35,067	376,907
Less: accumulated depreciation	(21,992)	(22,880)	(245,917)
Total property,plant and equipment	12,272	12,187	130,990
Intangible fixed assets			
Consolidation adjust account	58	75	807
Other intangible fixed assets	136	143	1,547
Total intangible fixed assets	194	219	2,354
Investments and other assets:			
Investment securities	165	173	1,863
Other investments	2,086	2,090	22,473
	2,251	2,264	24,336
Less: allowance for doubtful accounts	(1,925)	(1,912)	(20,550)
Total investments and other assets	326	352	3,786
Total assets	¥24,884	¥25,185	\$270,693
Liabilities and Net assets			
Current liabilities:			
Notes and accounts payable-trade	¥5,479	¥5,164	\$55,507
Short-term loans payable	2,546	4,054	43,575
Current portion of long-term loans payable	3,798	3,291	35,379
Income taxes payable	33	19	204
Provision	-	111	1,197
Other current liabilities	820	863	9,276
Total current liabilities	12,678	13,503	145,140
Long-term liabilities:			
Long-term loans payable	5,879	5,627	60,479
Deferred tax liabilities for land revaluation	259	259	2,789
Reserve for retirement benefits	1,701	1,687	18,142
Other provision	60	47	509
Other long-term liabilities	344	324	3,492
Total long-term liabilities	8,245	7,946	85,413
Net assets:			
Shareholders' equity:			
Capital stock	3,508	3,508	37,712
Capital surplus	496	496	5,332
Retained earnings	(243)	(407)	(4,376)
Treasury stock	(3)	(3)	(42)
Total shareholders' equity	3,757	3,593	38,625
Valuation and translation adjustments:			
Net unrealized (losses) on securities	(10)	(4)	(47)
Revaluation reserve for land	389	389	4,184
Foreign currency translation adjustments	(690)	(563)	(6,053)
Total valuation and translation adjustments	(311)	(178)	(1,917)
Minority interests	513	319	3,430
Total net assets	3,959	3,734	40,139
Total liabilities and net assets	¥24,884	¥25,185	\$270,693

Consolidated Statements of Income

FY2010 first quarter (the three months ended March 31,2010)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥93.04)
	FY2009 first quarter Jan'09-Mar'09	FY2010 first quarter Jan'10-Mar'10	FY2010 first quarter Jan'10-Mar'10
Net sales	¥5,185	¥6,822	\$73,329
Cost of sales	4,804	6,226	66,925
Gross profit	381	595	6,404
Selling,general and administrative expenses	900	760	8,173
Operating income (loss)	(519)	(164)	(1,769)
Non-operating income:			
Interest income	6	1	14
Foreign exchange gains	33	28	305
Other	34	22	243
	74	52	563
Non-operating expenses:			
Interest expenses	92	87	936
Other	25	32	353
	118	119	1,289
Ordinary income(loss)	(562)	(232)	(2,495)
Extraordinary gains:			
Gain on sales of fixed assets	-	13	141
Reversal of allowance for doubtful accounts	-	13	139
	-	26	281
Extraordinary losses:			
Special retirement expenses	122	-	-
Loss on valuation of inventories	90	-	-
Loss on sales or disposal of fixed assets	1	0	6
	214	0	6
Income(loss) before income taxes	(776)	(206)	(2,220)
Income taxes - Current	5	8	95
Income taxes - Deferred	(152)	(27)	(300)
Minority interests in income(loss) of consolidated subsidiaries	(39)	(21)	(227)
Net income(loss)	¥(590)	¥(166)	\$(1,787)
	Yen		U.S.Dollars
Per share:			
Net income(loss)	(¥14.19)	¥(3.99)	\$(0.04)
Weighted average number of shares	41,596,015	41,594,376	

Consolidated Statements of Cash Flows

FY2010 first quarter (the three months ended March 31,2010)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥93.04)
	FY2009 first quarter Jan'09-Mar'09	FY2010 first quarter Jan'10-Mar'10	FY2010 first quarter Jan'10-Mar'10
Cash flows from operating activities:			
Income(loss) before income taxes	(¥776)	(¥206)	(\$2,220)
Depreciation and amortization	456	470	5,060
Amortization of consolidation adjust accounts	-	2	31
Increase(decrease) in allowance for doubtful accounts	38	(12)	(134)
(Decrease) in reserve for retirement benefits	(94)	(13)	(149)
Interest and dividend income	(6)	(1)	(15)
Interest expenses	92	87	936
Foreign exchange losses (gains)	32	1	20
Loss(gain) on sales or disposal of fixed assets	1	(12)	(134)
Decrease(increase) in notes and accounts receivable-trade	1,291	(102)	(1,103)
Decrease in inventories	545	12	136
(Decrease) in notes and accounts payable-trade	(2,397)	(281)	(3,026)
Other, net	242	61	658
Subtotal	(575)	5	57
Interest and dividend income received	6	1	15
Interest expenses paid	(84)	(48)	(519)
Income taxes paid	(28)	(19)	(207)
Net cash (used in) operating activities	(680)	(60)	(653)
Cash flows from investing activities:			
Payments for purchase of investments securities	(1)	(1)	(17)
Payments for purchase of fixed assets	(533)	(155)	(1,676)
Proceeds from sale of fixed assets	2	-	-
Payments of long-term loans receivable	-	(5)	(62)
Purchase of investments in subsidiaries	-	(222)	(2,388)
Other, net	(0)	13	140
Net cash (used in) investing activities	(532)	(372)	(4,003)
Cash flows from financing activities:			
Increase in short-term loans payable,net	1,629	1,420	15,266
Proceeds from long-term loans payable	500	-	-
Repayments of long-term loans payable	(708)	(795)	(8,550)
Other, net	(0)	(2)	(21)
Net cash provided by financing activities	1,421	622	6,694
Effect of exchange rate changes on cash and cash equivalents	30	19	209
Net increase in cash and cash equivalents	237	209	2,246
Cash and cash equivalents at beginning of current period	885	1,010	10,863
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(35)	(381)
Cash and cash equivalents at end of current period	¥1,123	¥1,184	\$12,728

Business Segment Information

FY2010 first quarter (the three months ended March 31,2010)

	Millions of Yen				
	Capacitor	Printed circuit boards	Total	Elimination or corporate	Consolidated
Sales :					
Outside customers	¥1,803	¥5,018	¥6,822	-	¥6,822
Intersegment	-	-	-	-	-
Total sales	<u>1,803</u>	<u>5,018</u>	<u>6,822</u>	<u>-</u>	<u>6,822</u>
Operating income(loss)	<u>(¥117)</u>	<u>(¥47)</u>	<u>(¥164)</u>	<u>-</u>	<u>(¥164)</u>

	Thousands of U.S.Dollars (1US\$=¥93.04)				
	Capacitor	Printed circuit boards	Total	Elimination or corporate	Consolidated
Sales :					
Outside customers	\$19,387	\$53,942	\$73,329	-	\$73,329
Intersegment	-	-	-	-	-
Total sales	<u>19,387</u>	<u>53,942</u>	<u>73,329</u>	<u>-</u>	<u>73,329</u>
Operating income(loss)	<u>(\$1,260)</u>	<u>(\$508)</u>	<u>(\$1,769)</u>	<u>-</u>	<u>(\$1,769)</u>

FY2009 first quarter (the three months ended March 31,2009)

	Millions of Yen				
	Capacitor	Printed circuit boards	Total	Elimination or corporate	Consolidated
Sales :					
Outside customers	¥1,130	¥4,055	¥5,185	-	¥5,185
Intersegment	-	-	-	-	-
Total sales	<u>1,130</u>	<u>4,055</u>	<u>5,185</u>	<u>-</u>	<u>5,185</u>
Operating income(loss)	<u>(¥457)</u>	<u>(¥61)</u>	<u>(¥519)</u>	<u>-</u>	<u>(¥519)</u>