

Consolidated Balance Sheets

As of June 30,2010 and December 31,2009

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥88.48)
	FY2009 (As of December 31, 2009)	FY2010 first half (As of June 30, 2010)	FY2010 first half (As of June 30, 2010)
Assets			
Current assets:			
Cash on hand and in banks	¥1,460	¥2,725	\$30,800
Notes and accounts receivable-trade	5,475	5,761	65,115
	6,936	8,486	95,915
Less: allowance for doubtful accounts	(1)	(55)	(622)
	6,934	8,431	95,292
Merchandise and finished goods	2,108	2,032	22,971
Work in process	1,210	1,228	13,881
Raw materials and supplies	1,503	1,625	18,366
Other current assets	332	196	2,222
Total current assets	12,090	13,513	152,734
Property,plant and equipment:			
Land	2,475	2,472	27,944
Buildings and structures	9,127	9,187	103,839
Machinery, equipment and vehicles	19,225	19,575	221,243
Construction in progress	350	81	923
Other	3,085	3,156	35,679
	34,264	34,474	389,631
Less: accumulated depreciation	(21,992)	(22,687)	(256,418)
Total property,plant and equipment	12,272	11,786	133,213
Intangible fixed assets:			
Consolidation adjust account	58	71	805
Other intangible fixed assets	136	141	1,604
Total intangible fixed assets	194	213	2,409
Investments and other assets:			
Investment securities	165	165	1,872
Other investments	2,086	2,067	23,362
	2,251	2,232	25,235
Less: allowance for doubtful accounts	(1,925)	(1,911)	(21,598)
Total investments and other assets	326	321	3,637
Total assets	¥24,884	¥25,835	\$291,995
Liabilities and Net assets			
Current liabilities:			
Notes and accounts payable-trade	¥5,479	¥5,278	\$59,663
Short-term loans payable	2,546	3,366	38,050
Current portion of long-term loans payable	3,798	3,679	41,586
Current portion of bonds	-	150	1,695
Income taxes payable	33	27	311
Other current liabilities	820	1,078	12,187
Total current liabilities	12,678	13,581	153,494
Long-term liabilities:			
Bonds payable	-	600	6,781
Long-term loans payable	5,879	5,836	65,963
Deferred tax liabilities for land revaluation	259	259	2,933
Reserve for retirement benefits	1,701	1,694	19,149
Other provision	60	50	572
Other long-term liabilities	344	296	3,348
Total long-term liabilities	8,245	8,737	98,749
Net assets:			
Shareholders' equity:			
Capital stock	3,508	3,508	39,656
Capital surplus	496	496	5,607
Retained earnings	(243)	(486)	(5,503)
Treasury stock	(3)	(4)	(45)
Total shareholders' equity	3,757	3,513	39,714
Valuation and translation adjustments:			
Net unrealized (losses) on securities	(10)	(13)	(151)
Revaluation reserve for land	389	389	4,399
Foreign currency translation adjustments	(690)	(663)	(7,496)
Total valuation and translation adjustments	(311)	(287)	(3,248)
Minority interests	513	290	3,284
Total net assets	3,959	3,517	39,751
Total liabilities and net assets	¥24,884	¥25,835	\$291,995

Consolidated Statements of Income

FY2010 first half (the six months ended June 30,2010)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥88.48)
	FY2009 first half Jan'09-Jun'09	FY2010 first half Jan'10-Jun'10	FY2010 first half Jan'10-Jun'10
Net sales	¥11,804	¥14,215	\$160,663
Cost of sales	10,566	12,654	143,019
Gross profit	1,237	1,561	17,643
Selling,general and administrative expenses	1,585	1,526	17,251
Operating income (loss)	(347)	34	392
Non-operating income:			
Interest income	13	2	32
Foreign exchange gains	13	-	-
Other	69	50	567
	97	53	599
Non-operating expenses:			
Interest expenses	189	187	2,117
Foreign exchange losses	-	137	1,558
Other	180	76	870
	369	402	4,546
Ordinary income(loss)	(620)	(314)	(3,554)
Extraordinary gains:			
Gain on sales of fixed assets	0	13	153
Reversal of allowance for doubtful accounts	-	14	158
	0	27	311
Extraordinary losses:			
Special retirement expenses	140	-	-
Loss on valuation of inventories	90	-	-
Loss on sales or disposal of fixed assets	2	0	7
	234	0	7
Income(loss) before income taxes	(853)	(287)	(3,249)
Income taxes - Current	17	19	225
Income taxes - Deferred	(171)	(24)	(273)
Minority interests in income(loss) of consolidated subsidiaries	(69)	(37)	(421)
Net income(loss)	¥(630)	¥(246)	\$(2,780)
		Yen	U.S.Dollars
Per share:			
Net income(loss)	(¥15.14)	¥(5.91)	\$(0.06)
Weighted average number of shares	41,595,871	41,594,079	

Consolidated Statements of Cash Flows

FY2010 first half (the six months ended June 30,2010)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥88.48)
	FY2009 first half	FY2010 first half	FY2010 first half
	Jan'09-Jun'09	Jan'10-Jun'10	Jan'10-Jun'10
Cash flows from operating activities:			
Income(loss) before income taxes	(¥853)	(¥287)	(\$3,249)
Depreciation and amortization	938	946	10,691
Amortization of consolidation adjust accounts	-	6	76
Increase (decrease) in allowance for doubtful accounts	37	(12)	(143)
(Decrease) in reserve for retirement benefits	(115)	(7)	(85)
Interest and dividend income	(16)	(5)	(61)
Interest expenses	189	187	2,117
Bond issuance cost	-	11	124
Foreign exchange losses	16	77	878
Loss (gain) on sales or disposal of fixed assets	1	(12)	(146)
Decrease (increase) in notes and accounts receivable-trade	603	(358)	(4,048)
Decrease (increase) in inventories	1,011	(82)	(926)
(Decrease) in notes and accounts payable-trade	(1,860)	(29)	(333)
Other, net	220	128	1,456
Subtotal	174	561	6,349
Interest and dividend income received	16	5	61
Interest expenses paid	(211)	(183)	(2,077)
Income taxes paid	(47)	(29)	(329)
Net cash provided by (used in) operating activities	(67)	354	4,005
Cash flows from investing activities:			
Payments for purchase of investments securities	(3)	(2)	(32)
Payments for purchase of fixed assets	(776)	(292)	(3,307)
Proceeds from sale of fixed assets	3	0	4
Payments of long-term loans receivable	-	(6)	(74)
Purchase of investments in subsidiaries	-	(222)	(2,511)
Other, net	(9)	16	181
Net cash (used in) investing activities	(785)	(507)	(5,740)
Cash flows from financing activities:			
(Decrease) increase in short-term loans payable,net	(837)	845	9,556
Proceeds from long-term loans payable	4,300	2,325	26,277
Repayments of long-term loans payable	(2,329)	(2,492)	(28,164)
Proceeds from issuance of bonds	-	738	8,351
Other, net	(1)	(4)	(45)
Net cash provided by financing activities	1,131	1,413	15,975
Effect of exchange rate changes on cash and cash equivalents	73	40	452
Net increase in cash and cash equivalents	351	1,299	14,692
Cash and cash equivalents at beginning of current period	885	1,010	11,423
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(35)	(401)
Cash and cash equivalents at end of current period	¥1,236	¥2,275	\$25,714

Business Segment Information

FY2010 first half (the six months ended June 30,2010)

	Millions of Yen				
	Capacitor	Printed circuit boards	Total	Elimination or corporate	Consolidated
Sales :					
Outside customers	¥3,920	¥10,294	¥14,215	-	¥14,215
Intersegment	-	-	-	-	-
Total sales	<u>3,920</u>	<u>10,294</u>	<u>14,215</u>	<u>-</u>	<u>14,215</u>
Operating income(loss)	<u>(¥109)</u>	<u>¥144</u>	<u>¥34</u>	<u>-</u>	<u>¥34</u>

	Thousands of U.S.Dollars (1US\$=¥88. 48)				
	Capacitor	Printed circuit boards	Total	Elimination or corporate	Consolidated
Sales :					
Outside customers	\$44,312	\$116,351	\$160,663	-	\$160,663
Intersegment	-	-	-	-	-
Total sales	<u>44,312</u>	<u>116,351</u>	<u>160,663</u>	<u>-</u>	<u>160,663</u>
Operating income(loss)	<u>(\$1,237)</u>	<u>\$1,630</u>	<u>\$392</u>	<u>-</u>	<u>\$392</u>

FY2009 first half (the six months ended June 30,2009)

	Millions of Yen				
	Capacitor	Printed circuit boards	Total	Elimination or corporate	Consolidated
Sales :					
Outside customers	¥2,618	¥9,185	¥11,804	-	¥11,804
Intersegment	-	-	-	-	-
Total sales	<u>2,618</u>	<u>9,185</u>	<u>11,804</u>	<u>-</u>	<u>11,804</u>
Operating income(loss)	<u>(¥693)</u>	<u>¥346</u>	<u>(¥347)</u>	<u>-</u>	<u>(¥347)</u>