

Consolidated Balance Sheets

As of March 31,2016 and December 31,2015

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥112.68)
	FY2015 (As of December 31, 2015)	FY2016 first quarter (As of March 31, 2016)	FY2016 first quarter (As of March 31, 2016)
Assets			
Current assets:			
Cash on hand and in banks	¥2,839	¥2,509	\$22,272
Notes and accounts receivable-trade	5,814	6,240	55,378
	8,654	8,749	77,650
Less: allowance for doubtful accounts	(9)	(8)	(79)
	8,644	8,740	77,571
Merchandise and finished goods	2,231	2,241	19,889
Work in process	1,655	1,638	14,543
Raw materials and supplies	1,686	1,782	15,823
Other current assets	533	252	2,241
Total current assets	14,751	14,656	130,069
Property,plant and equipment:			
Land	2,173	2,169	19,256
Buildings and structures	9,464	9,486	84,187
Machinery, equipment and vehicles	19,266	19,433	172,462
Construction in progress	405	418	3,712
Other	4,056	4,034	35,801
	35,365	35,541	315,421
Less: accumulated depreciation	(25,745)	(26,103)	(231,660)
Total property,plant and equipment	9,620	9,438	83,760
Intangible fixed assets	129	132	1,177
Investments and other assets:			
Investment securities	93	86	770
Other investments	279	263	2,341
	372	350	3,111
Less: allowance for doubtful accounts	(1)	(1)	(8)
Total investments and other assets	371	349	3,102
Total assets	¥24,873	¥24,576	\$218,110
Liabilities and Net assets			
Current liabilities:			
Notes and accounts payable-trade	¥5,566	¥5,787	\$51,364
Short-term loans payable	5,915	2,727	24,208
Current portion of long-term loans payable	3,907	677	6,011
Income taxes payable	139	105	933
Provision	-	80	711
Other current liabilities	1,369	1,631	14,481
Total current liabilities	16,898	11,010	97,710
Long-term liabilities:			
Long-term loans payable	3,877	10,199	90,519
Deferred tax liabilities for land revaluation	142	133	1,187
Net defined benefit liability	1,279	1,242	11,027
Other long-term liabilities	972	923	8,197
Total long-term liabilities	6,272	12,499	110,931
Net assets:			
Shareholders' equity:			
Capital stock	3,511	3,511	31,163
Capital surplus	498	498	4,426
Retained earnings	(2,424)	(2,963)	(26,302)
Treasury stock	(4)	(4)	(41)
Total shareholders' equity	1,581	1,041	9,246
Accumulated other comprehensive income:			
Net unrealized gains on securities	16	11	97
Deferred gains or (losses) on hedges	-	(4)	(44)
Revaluation reserve for land	301	310	2,756
Foreign currency translation adjustments	(223)	(322)	(2,861)
Remeasurements of defined benefit plans	4	7	69
Total accumulated other comprehensive income	98	1	17
Subscription rights to shares	23	23	204
Total net assets	1,703	1,066	9,469
Total liabilities and net assets	¥24,873	¥24,576	\$218,110

Consolidated Statements of Income

FY2016 first quarter (the three months ended March 31,2016)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥112.68)
	FY2015 first quarter Jan'15-Mar'15	FY2016 first quarter Jan'16-Mar'16	FY2016 first quarter Jan'16-Mar'16
Net sales	¥7,492	¥7,362	\$65,341
Cost of sales	6,841	6,466	57,383
Gross profit	651	896	7,957
Selling,general and administrative expenses	762	761	6,755
Operating income (loss)	(111)	135	1,201
Non-operating income:			
Interest income	0	1	13
Foreign exchange gains	9	-	-
Material supplying income	6	-	-
Other	6	2	25
	23	4	39
Non-operating expenses:			
Interest expenses	153	200	1,776
Foreign exchange losses	-	30	267
Commission fee	22	169	1,502
Other	41	64	573
	218	464	4,119
Ordinary (loss)	(305)	(324)	(2,878)
Extraordinary gains:			
Gain on sales of fixed assets	0	2	19
	0	2	19
Extraordinary losses:			
Loss on sales or disposal of fixed assets	0	0	0
Loss on anti monopoly act	101	143	1,272
	102	143	1,272
(Loss) before income taxes	(407)	(465)	(4,130)
Income taxes - Current	16	40	356
Income taxes - Deferred	13	33	301
	30	74	657
Profit (loss)	(438)	(539)	(4,788)
(Loss) attributable to owners of parent	¥(438)	¥(539)	\$(4,788)
Profit (loss)	(438)	(539)	(4,788)
Other comprehensive income			
Net unrealized gains (losses) on securities	6	(5)	(44)
Deferred gains or (losses) on hedges	-	(4)	(44)
Revaluation reserve for land	12	8	78
Foreign currency translation adjustments	166	(98)	(874)
Remeasurements of defined benefit plans, net of tax	2	3	27
	187	(96)	(856)
Comprehensive income	(250)	(636)	(5,644)
Comprehensive income attributable to:			
owners of the parent	(250)	(636)	(5,644)
non-controlling interests	-	-	-
	Yen		U.S.Dollars
Per share:			
Net (loss)	¥(10.53)	¥(9.52)	\$(0.08)
Weighted average number of shares	41,619,032	56,617,680	

Business Segment Information

FY2016 first quarter (the three months ended March 31,2016)

	Millions of Yen					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	¥3,245	¥4,096	¥20	¥7,362	-	¥7,362
Intersegment	-	-	-	-	-	-
Total sales	<u>3,245</u>	<u>4,096</u>	<u>20</u>	<u>7,362</u>	<u>-</u>	<u>7,362</u>
Operating income (loss)	<u>¥326</u>	<u>(¥197)</u>	<u>¥6</u>	<u>¥135</u>	<u>-</u>	<u>¥135</u>

	Thousands of U.S.Dollars (1US\$=¥112.68)					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	\$28,807	\$36,354	\$179	\$65,341	-	\$65,341
Intersegment	-	-	-	-	-	-
Total sales	<u>28,807</u>	<u>36,354</u>	<u>179</u>	<u>65,341</u>	<u>-</u>	<u>65,341</u>
Operating income (loss)	<u>\$2,901</u>	<u>(\$1,754)</u>	<u>\$55</u>	<u>\$1,201</u>	<u>-</u>	<u>\$1,201</u>

FY2015 first quarter (the three months ended March 31,2015)

	Millions of Yen					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	¥3,212	¥4,259	¥20	¥7,492	-	¥7,492
Intersegment	-	-	-	-	-	-
Total sales	<u>3,212</u>	<u>4,259</u>	<u>20</u>	<u>7,492</u>	<u>-</u>	<u>7,492</u>
Operating income (loss)	<u>¥296</u>	<u>(¥414)</u>	<u>¥6</u>	<u>(¥111)</u>	<u>-</u>	<u>(¥111)</u>