

**Consolidated Balance Sheets**

As of September 30,2016 and December 31,2015

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥101.12)
	FY2015 (As of December 31, 2015)	FY2016 third quarter (As of September 30, 2016)	FY2016 third quarter (As of September 30, 2016)
<b>Assets</b>			
<b>Current assets:</b>			
Cash on hand and in banks	¥2,839	¥2,128	\$21,051
Notes and accounts receivable-trade	5,814	7,244	71,637
	8,654	9,372	92,689
Less: allowance for doubtful accounts	(9)	(7)	(77)
	8,644	9,364	92,612
Merchandise and finished goods	2,231	2,244	22,195
Work in process	1,655	1,565	15,479
Raw materials and supplies	1,686	1,626	16,086
Other current assets	533	843	8,339
Total current assets	14,751	15,644	154,713
<b>Property,plant and equipment:</b>			
Land	2,173	2,162	21,383
Buildings and structures	9,464	9,562	94,563
Machinery, equipment and vehicles	19,266	18,149	179,486
Construction in progress	405	114	1,132
Other	4,056	3,978	39,346
	35,365	33,967	335,912
Less: accumulated depreciation	(25,745)	(25,213)	(249,344)
Total property,plant and equipment	9,620	8,753	86,567
<b>Intangible fixed assets</b>	129	122	1,213
<b>Investments and other assets:</b>			
Investment securities	93	79	784
Other investments	279	239	2,368
	372	318	3,152
Less: allowance for doubtful accounts	(1)	(1)	(9)
Total investments and other assets	371	317	3,142
Total assets	¥24,873	¥24,838	\$245,638
<b>Liabilities and Net assets</b>			
<b>Current liabilities:</b>			
Notes and accounts payable-trade	¥5,566	¥4,962	\$49,078
Short-term loans payable	5,915	4,631	45,802
Current portion of long-term loans payable	3,907	582	5,764
Income taxes payable	139	121	1,202
Provision	-	73	731
Other current liabilities	1,369	1,248	12,343
Total current liabilities	16,898	11,621	114,923
<b>Long-term liabilities:</b>			
Long-term loans payable	3,877	9,949	98,388
Deferred tax liabilities for land revaluation	142	133	1,322
Net defined benefit liability	1,279	1,248	12,342
Other long-term liabilities	972	1,162	11,497
Total long-term liabilities	6,272	12,493	123,550
<b>Net assets:</b>			
<b>Shareholders' equity:</b>			
Capital stock	3,511	3,511	34,726
Capital surplus	498	498	4,933
Retained earnings	(2,424)	(3,753)	(37,120)
Treasury stock	(4)	(4)	(46)
Total shareholders' equity	1,581	252	2,492
<b>Accumulated other comprehensive income:</b>			
Net unrealized gains on securities	16	5	58
Deferred gains or (losses) on hedges	-	(3)	(37)
Revaluation reserve for land	301	310	3,071
Foreign currency translation adjustments	(223)	123	1,223
Remeasurements of defined benefit plans	4	12	127
Total accumulated other comprehensive income	98	449	4,444
<b>Subscription rights to shares</b>	23	23	228
Total net assets	1,703	724	7,164
Total liabilities and net assets	¥24,873	¥24,838	\$245,638

**Consolidated Statements of Income**

FY2016 third quarter (the nine months ended September 30,2016)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥101.12)
	FY2015 third quarter Jan'15-Sep'15	FY2016 third quarter Jan'16-Sep'16	FY2016 third quarter Jan'16-Sep'16
Net sales	¥23,532	¥21,490	\$212,523
Cost of sales	21,036	18,766	185,590
Gross profit	2,495	2,723	26,933
Selling,general and administrative expenses	2,337	2,209	21,851
Operating income	158	513	5,081
Non-operating income:			
Interest income	3	3	37
Foreign exchange gains	47	16	159
Other	31	9	92
	82	29	289
Non-operating expenses:			
Interest expenses	497	557	5,516
Commission fee	67	226	2,238
Other	122	145	1,433
	687	929	9,189
Ordinary (loss)	(446)	(386)	(3,818)
Extraordinary gains:			
Gain on sales of fixed assets	1	2	24
	1	2	24
Extraordinary losses:			
Loss on sales or disposal of fixed assets	5	1	16
Loss on anti monopoly act	464	778	7,697
	469	779	7,713
(Loss) before income taxes	(914)	(1,163)	(11,506)
Income taxes - Current	131	153	1,521
Income taxes - Deferred	10	11	118
	141	165	1,640
Profit (loss)	(1,056)	(1,329)	(13,147)
(Loss) attributable to owners of parent	¥(1,056)	¥(1,329)	\$(13,147)
Profit (loss)	(1,056)	(1,329)	(13,147)
Other comprehensive income			
Net unrealized gains (losses) on securities	0	(10)	(100)
Deferred gains or (losses) on hedges	-	(3)	(37)
Revaluation reserve for land	12	8	87
Foreign currency translation adjustments	631	347	3,438
Remeasurements of defined benefit plans, net of tax	13	8	81
	658	350	3,470
Comprehensive income	(397)	(978)	(9,676)
Comprehensive income attributable to:			
owners of the parent	(397)	(978)	(9,676)
non-controlling interests	-	-	-
	Yen		U.S.Dollars
Per share:			
Net (loss)	¥(25.37)	¥(23.48)	\$(0.23)
Weighted average number of shares	41,618,992	56,617,216	

**Business Segment Information**

FY2016 third quarter (the nine months ended September 30,2016)

	Millions of Yen					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	¥9,382	¥12,030	¥77	¥21,490	-	¥21,490
Intersegment	-	-	-	-	-	-
Total sales	<u>9,382</u>	<u>12,030</u>	<u>77</u>	<u>21,490</u>	<u>-</u>	<u>21,490</u>
Operating income (loss)	<u>¥1,028</u>	<u>(¥551)</u>	<u>¥36</u>	<u>¥513</u>	<u>-</u>	<u>¥513</u>

	Thousands of U.S.Dollars (1US\$=¥101.12)					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	\$92,781	\$118,971	\$770	\$212,523	-	\$212,523
Intersegment	-	-	-	-	-	-
Total sales	<u>92,781</u>	<u>118,971</u>	<u>770</u>	<u>212,523</u>	<u>-</u>	<u>212,523</u>
Operating income (loss)	<u>\$10,175</u>	<u>(\$5,452)</u>	<u>\$358</u>	<u>\$5,081</u>	<u>-</u>	<u>\$5,081</u>

FY2015 third quarter (the nine months ended September 30,2015)

	Millions of Yen					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	¥10,244	¥13,209	¥79	¥23,532	-	¥23,532
Intersegment	-	-	-	-	-	-
Total sales	<u>10,244</u>	<u>13,209</u>	<u>79</u>	<u>23,532</u>	<u>-</u>	<u>23,532</u>
Operating income (loss)	<u>¥1,074</u>	<u>(¥953)</u>	<u>¥37</u>	<u>¥158</u>	<u>-</u>	<u>¥158</u>