

Consolidated Balance Sheets

As of March 31,2017 and December 31,2016

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥112.19)
	FY2016 (As of December 31, 2016)	FY2017 first quarter (As of March 31, 2017)	FY2017 first quarter (As of March 31, 2017)
Assets			
Current assets:			
Cash on hand and in banks	¥1,702	¥2,555	\$22,777
Notes and accounts receivable-trade	8,044	6,579	58,645
	9,746	9,134	81,422
Less: allowance for doubtful accounts	(9)	(8)	(77)
	9,737	9,126	81,345
Merchandise and finished goods	2,346	2,108	18,790
Work in process	1,704	1,618	14,422
Raw materials and supplies	1,800	2,025	18,050
Other current assets	396	300	2,674
Total current assets	15,985	15,177	135,283
Property,plant and equipment:			
Land	2,171	2,171	19,357
Buildings and structures	9,700	9,657	86,080
Machinery, equipment and vehicles	18,574	18,396	163,979
Construction in progress	148	169	1,508
Other	4,117	4,031	35,937
	34,713	34,427	306,863
Less: accumulated depreciation	(25,879)	(25,832)	(230,260)
Total property,plant and equipment	8,834	8,594	76,602
Intangible fixed assets	135	132	1,181
Investments and other assets:			
Investment securities	83	90	806
Other investments	343	333	2,976
Total investments and other assets	427	424	3,782
Total assets	¥25,382	¥24,328	\$216,850
Liabilities and Net assets			
Current liabilities:			
Notes and accounts payable-trade	¥5,290	¥5,312	\$47,349
Short-term loans payable	4,936	4,414	39,351
Current portion of long-term loans payable	518	422	3,767
Income taxes payable	178	111	997
Provision	30	77	694
Other current liabilities	1,502	1,278	11,396
Total current liabilities	12,457	11,618	103,558
Long-term liabilities:			
Long-term loans payable	9,847	9,777	87,146
Deferred tax liabilities for land revaluation	133	133	1,192
Net defined benefit liability	839	823	7,340
Other long-term liabilities	1,312	1,211	10,794
Total long-term liabilities	12,133	11,945	106,473
Net assets:			
Shareholders' equity:			
Capital stock	3,511	3,511	31,299
Capital surplus	498	498	4,446
Retained earnings	(3,569)	(3,688)	(32,877)
Treasury stock	(4)	(4)	(43)
Total shareholders' equity	435	316	2,824
Accumulated other comprehensive income:			
Net unrealized gains on securities	8	13	122
Deferred gains or (losses) on hedges	(3)	(2)	(22)
Revaluation reserve for land	310	310	2,768
Foreign currency translation adjustments	0	86	769
Remeasurements of defined benefit plans	16	16	150
Total accumulated other comprehensive income	333	424	3,787
Subscription rights to shares	23	23	205
Total net assets	791	764	6,818
Total liabilities and net assets	¥25,382	¥24,328	\$216,850

Consolidated Statements of Income

FY2017 first quarter (the three months ended March 31,2017)

	Millions of Yen		Thousands of U.S.Dollars (1US\$=¥112.19)
	FY2016 first quarter Jan'16-Mar'16	FY2017 first quarter Jan'17-Mar'17	FY2017 first quarter Jan'17-Mar'17
	Net sales	¥7,362	¥7,156
Cost of sales	6,466	6,140	54,732
Gross profit	896	1,016	9,056
Selling, general and administrative expenses	761	740	6,597
Operating income	135	275	2,458
Non-operating income:			
Interest income	1	0	8
Foreign exchange gains	-	29	265
Other	2	3	33
	4	34	306
Non-operating expenses:			
Interest expenses	200	183	1,639
Foreign exchange losses	30	-	-
Commission fee	169	130	1,159
Other	64	34	310
	464	348	3,109
Ordinary (loss)	(324)	(38)	(343)
Extraordinary gains:			
Gain on sales of fixed assets	2	0	3
	2	0	3
Extraordinary losses:			
Loss on sales or disposal of fixed assets	0	0	0
Loss on anti monopoly act	143	52	470
	143	52	470
(Loss) before income taxes	(465)	(90)	(811)
Income taxes - Current	40	13	116
Income taxes - Deferred	33	14	131
	74	27	248
Profit (loss)	(539)	(118)	(1,059)
(Loss) attributable to owners of parent	¥(539)	¥(118)	\$(1,059)
Profit (loss)	(539)	(118)	(1,059)
Other comprehensive income			
Net unrealized gains (losses) on securities	(5)	4	42
Deferred gains or (losses) on hedges	(4)	0	4
Revaluation reserve for land	8	-	-
Foreign currency translation adjustments	(98)	85	765
Remeasurements of defined benefit plans, net of tax	3	0	7
	(96)	91	819
Comprehensive income	(636)	(26)	(239)
Comprehensive income attributable to:			
owners of the parent	(636)	(26)	(239)
non-controlling interests	-	-	-
		Yen	
Per share:			
Net (loss)	¥(9.52)	¥(2.09)	\$(0.01)
Weighted average number of shares	56,617,680	56,615,853	

Business Segment Information

FY2017 first quarter (the three months ended March 31,2017)

	Millions of Yen					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	¥3,277	¥3,859	¥19	¥7,156	-	¥7,156
Intersegment	-	-	-	-	-	-
Total sales	<u>3,277</u>	<u>3,859</u>	<u>19</u>	<u>7,156</u>	<u>-</u>	<u>7,156</u>
Operating income (loss)	<u>¥306</u>	<u>(¥35)</u>	<u>¥5</u>	<u>¥275</u>	<u>-</u>	<u>¥275</u>

	Thousands of U.S.Dollars (1US\$=¥112.19)					Consolidated
	Capacitor	Printed circuit boards	Other	Total	Adjustments	
Sales :						
Outside customers	\$29,215	\$34,400	\$173	\$63,788	-	\$63,788
Intersegment	-	-	-	-	-	-
Total sales	<u>29,215</u>	<u>34,400</u>	<u>173</u>	<u>63,788</u>	<u>-</u>	<u>63,788</u>
Operating income (loss)	<u>\$2,728</u>	<u>(\$316)</u>	<u>\$46</u>	<u>\$2,458</u>	<u>-</u>	<u>\$2,458</u>

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>