

Consolidated Statement of Financial Position

| | Millions of yen | | Thousands of U.S. dollars* |
|---|--|--|--|
| | End of FY2015 as of March 31, 2016 | End of FY2014 as of March 31, 2015 | End of FY2015 as of March 31, 2016 |
| Assets | | | |
| Current assets: | | | |
| Cash and cash equivalents (Notes 9 and 30) | ¥ 37,392 | ¥ 34,916 | \$ 332,019 |
| Trade and other receivables (Notes 10 and 30) | 19,739 | 24,812 | 175,271 |
| Other financial assets (Notes 17 and 30) | 1,163 | 1,276 | 10,327 |
| Inventories (Note 11) | 18,377 | 19,191 | 163,177 |
| Income tax receivables | 171 | 206 | 1,518 |
| Other assets | 3,700 | 3,726 | 32,854 |
| Total current assets | 80,542 | 84,127 | 715,166 |
| Non-current assets: | | | |
| Property, plant and equipment (Notes 12 and 15) | 27,738 | 26,877 | 246,297 |
| Goodwill and intangible assets (Notes 13 and 15) | 3,209 | 2,558 | 28,494 |
| Investment property (Note 14) | 1,831 | 1,998 | 16,258 |
| Trade and other receivables (Notes 10 and 30) | 339 | 394 | 3,010 |
| Other financial assets (Notes 17 and 30) | 2,396 | 2,184 | 21,275 |
| Investments accounted for using equity method (Note 16) | — | 87 | — |
| Deferred tax assets (Note 25) | 8,546 | 8,651 | 75,884 |
| Other assets | 24 | 17 | 213 |
| Total non-current assets | 44,083 | 42,766 | 391,431 |
| Total | ¥124,625 | ¥126,893 | \$1,106,597 |
| Liabilities and Equity | | | |
| Liabilities | | | |
| Current liabilities: | | | |
| Trade and other payables (Notes 18 and 30) | ¥ 7,134 | ¥ 11,537 | \$ 63,346 |
| Bonds and borrowings (Notes 19 and 30) | 1,590 | 6,586 | 14,118 |
| Other financial liabilities (Notes 20, 21, and 30) | 61 | 82 | 542 |
| Income tax payables | 1,230 | 1,785 | 10,922 |
| Employee benefits (Note 22) | 5,607 | 6,458 | 49,787 |
| Provisions (Note 23) | 255 | 320 | 2,264 |
| Other liabilities (Note 24) | 5,674 | 7,749 | 50,381 |
| Total current liabilities | 21,551 | 34,517 | 191,360 |
| Non-current liabilities: | | | |
| Trade and other payables (Notes 18 and 30) | 359 | 378 | 3,188 |
| Bonds and borrowings (Notes 19 and 30) | 20,435 | 9,479 | 181,451 |
| Other financial liabilities (Notes 20, 21, and 30) | 82 | 108 | 728 |
| Employee benefits (Note 22) | 4,290 | 1,416 | 38,093 |
| Provisions (Note 23) | 109 | 127 | 968 |
| Deferred tax liabilities (Note 25) | 303 | 362 | 2,690 |
| Other liabilities (Note 24) | 1,633 | 1,840 | 14,500 |
| Total non-current liabilities | 27,211 | 13,710 | 241,618 |
| Total liabilities | 48,762 | 48,227 | 432,978 |
| Equity: | | | |
| Common stock (Note 26) | 19,052 | 19,052 | 169,170 |
| Additional paid-in capital (Note 26) | 28,221 | 28,217 | 250,586 |
| Retained earnings (Note 26) | 23,194 | 24,566 | 205,949 |
| Treasury stock (Note 26) | (1,041) | (869) | (9,243) |
| Other components of equity (Note 26) | 6,386 | 7,673 | 56,704 |
| Total equity attributable to owners of parent | 75,812 | 78,639 | 673,166 |
| Non-controlling interests | 51 | 27 | 453 |
| Total equity | 75,863 | 78,666 | 673,619 |
| Total | ¥124,625 | ¥126,893 | \$1,106,597 |

* The U.S. dollar amounts in this report represent translations of Japanese yen, for convenience only, at the rate of ¥112.62 to U.S. \$1.00, the approximate exchange rate on March 31, 2016.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

As of March 31

| | Millions of yen | | Thousands of U.S. dollars* |
|--|---|---|---|
| | FY2015 From April 1, 2015 to March 31, 2016 | FY2014 From April 1, 2014 to March 31, 2015 | FY2015 From April 1, 2015 to March 31, 2016 |
| Continuing operations | | | |
| Revenue (Notes 8 and 31) | ¥95,532 | ¥98,840 | \$848,269 |
| Cost of sales (Note 36) | 46,557 | 46,148 | 413,400 |
| Gross profit | 48,975 | 52,692 | 434,869 |
| Other revenue and expenses | | | |
| Selling, general and administrative expenses (Notes 32 and 36) | 29,621 | 29,606 | 263,017 |
| Research and development expense (Notes 33 and 36) | 12,820 | 12,940 | 113,834 |
| Other income (Notes 15 and 34) | 241 | 1,017 | 2,140 |
| Other expenses (Notes 15 and 35) | 877 | 280 | 7,787 |
| Operating profit (loss) (Note 8) | 5,898 | 10,883 | 52,371 |
| Finance income (Note 37) | 240 | 1,260 | 2,132 |
| Finance costs (Note 37) | 616 | 635 | 5,470 |
| Share of profit (loss) of associates and joint ventures accounted for using equity method | (87) | 84 | (773) |
| Profit (loss) before tax | 5,435 | 11,592 | 48,260 |
| Income tax expense (Note 25) | 1,667 | 3,717 | 14,802 |
| Profit (loss) from continuing operations | 3,768 | 7,875 | 33,458 |
| Profit (loss) | 3,768 | 7,875 | 33,458 |
| Other comprehensive income | | | |
| Items that will never be reclassified to profit or loss | | | |
| Change of financial assets measured at fair value (Note 38) | 252 | (8) | 2,238 |
| Remeasurements of defined benefit plans (Note 38) | (1,557) | 1,339 | (13,826) |
| Total | (1,305) | 1,331 | (11,588) |
| Items that are or may be reclassified subsequently to profit or loss | | | |
| Exchange differences on translation (Note 38) | (1,829) | 2,692 | (16,240) |
| Total | (1,829) | 2,692 | (16,240) |
| Total of other comprehensive income | (3,134) | 4,023 | (27,828) |
| Comprehensive income | ¥ 634 | ¥11,898 | \$ 5,630 |
| Profit (loss), attributable to: | | | |
| Owners of parent | ¥ 3,761 | ¥ 7,858 | \$ 33,395 |
| Non-controlling interests | 7 | 17 | 63 |
| Total | ¥ 3,768 | ¥ 7,875 | \$ 33,458 |
| Comprehensive income attributable to: | | | |
| Owners of parent | ¥ 627 | ¥11,881 | \$ 5,567 |
| Non-controlling interests | 7 | 17 | 63 |
| Total | ¥ 634 | ¥11,898 | \$ 5,630 |
| Earnings per share | | Yen | U.S. dollars* |
| Basic earnings per share (Note 39) | ¥27.38 | ¥55.72 | \$0.24 |
| Diluted earnings per share (Note 39) | 27.38 | 55.72 | 0.24 |

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Consolidated Statement of Changes in Equity

Years Ended March 31

| | Millions of yen | | | | | | | |
|---|---|----------------------------|-------------------|----------------|----------------------------|---|---------------------------|--------------|
| | FY2014 (From April 1, 2014 to March 31, 2015) | | | | | | | |
| | Common stock | Additional paid-in capital | Retained earnings | Treasury stock | Other components of equity | Total equity attributable to owners of parent | Non-controlling interests | Total equity |
| Balance at April 1, 2014 | ¥19,052 | ¥28,192 | ¥23,522 | ¥ (869) | ¥4,989 | ¥74,886 | ¥11 | ¥74,897 |
| Profit (loss) | — | — | 7,858 | — | — | 7,858 | 17 | 7,875 |
| Other comprehensive income (Note 38) | — | — | 1,339 | — | 2,684 | 4,023 | — | 4,023 |
| Total comprehensive income | — | — | 9,197 | — | 2,684 | 11,881 | 17 | 11,898 |
| Share-based payments (Notes 6 and 29) | — | 25 | — | — | — | 25 | — | 25 |
| Dividends paid (Note 28) | — | — | (3,153) | — | — | (3,153) | — | (3,153) |
| Purchase of treasury stock (Note 26) | — | — | — | (5,000) | — | (5,000) | — | (5,000) |
| Retirement of treasury stock (Note 26) | — | — | (5,000) | 5,000 | — | — | — | — |
| Dividends to non-controlling interests | — | — | — | — | — | — | (1) | (1) |
| Total transactions with owners and other transactions | — | 25 | (8,153) | (0) | — | (8,128) | (1) | (8,129) |
| Balance at March 31, 2015 | ¥19,052 | ¥28,217 | ¥24,566 | ¥ (869) | ¥7,673 | ¥78,639 | ¥27 | ¥78,666 |

| | FY2015 (From April 1, 2015 to March 31, 2016) | | | | | | | |
|---|---|---------|---------|----------|---------|---------|-----|---------|
| | ¥19,052 | ¥28,217 | ¥24,566 | ¥ (869) | ¥7,673 | ¥78,639 | ¥27 | ¥78,666 |
| Balance at April 1, 2015 | — | — | 3,761 | — | — | 3,761 | 7 | 3,768 |
| Profit (loss) | — | — | (1,557) | — | (1,577) | (3,134) | — | (3,134) |
| Other comprehensive income (Note 38) | — | — | 2,204 | — | (1,577) | 627 | 7 | 634 |
| Total comprehensive income | — | 4 | 11 | 28 | — | 43 | — | 43 |
| Share-based payments (Notes 6 and 29) | — | — | (3,297) | — | — | (3,297) | — | (3,297) |
| Dividends paid (Note 28) | — | — | — | (200) | — | (200) | — | (200) |
| Purchase of treasury stock (Note 26) | — | — | — | — | — | — | 18 | 18 |
| Acquisition of subsidiary with non-controlling interests | — | — | — | — | — | — | (1) | (1) |
| Dividends to non-controlling interests | — | — | (290) | — | 290 | — | — | — |
| Transfer from other components of equity to retained earnings | — | 4 | (3,576) | (172) | 290 | (3,454) | 17 | (3,437) |
| Total transactions with owners and other transactions | ¥19,052 | ¥28,221 | ¥23,194 | ¥(1,041) | ¥6,386 | ¥75,812 | ¥51 | ¥75,863 |
| Balance at March 31, 2016 | | | | | | | | |

| | Thousands of U.S. dollars* | | | | | | | |
|---|---|-----------|-----------|-----------|----------|-----------|-------|-----------|
| | FY2015 (From April 1, 2015 to March 31, 2016) | | | | | | | |
| | \$169,170 | \$250,551 | \$218,132 | \$(7,716) | \$68,132 | \$698,269 | \$239 | \$698,508 |
| Balance at April 1, 2015 | — | — | 33,395 | — | — | 33,395 | 63 | 33,458 |
| Profit (loss) | — | — | (13,825) | — | (14,003) | (27,828) | — | (27,828) |
| Other comprehensive income (Note 38) | — | — | 19,570 | — | (14,003) | 5,567 | 63 | 5,630 |
| Total comprehensive income | — | 35 | 97 | 249 | — | 381 | — | 381 |
| Share-based payments (Notes 6 and 29) | — | — | (29,275) | — | — | (29,275) | — | (29,275) |
| Dividends paid (Note 28) | — | — | — | (1,776) | — | (1,776) | — | (1,776) |
| Purchase of treasury stock (Note 26) | — | — | — | — | — | — | 160 | 160 |
| Acquisition of subsidiary with non-controlling interests | — | — | — | — | — | — | (9) | (9) |
| Dividends to non-controlling interests | — | — | (2,575) | — | 2,575 | — | — | — |
| Transfer from other components of equity to retained earnings | — | 35 | (31,753) | (1,527) | 2,575 | (30,670) | 151 | (30,519) |
| Total transactions with owners and other transactions | \$169,170 | \$250,586 | \$205,949 | \$(9,243) | \$56,704 | \$673,166 | \$453 | \$673,619 |
| Balance at March 31, 2016 | | | | | | | | |

* The U.S. dollar amounts in this report represent translations of Japanese yen, for convenience only, at the rate of ¥112.62 to U.S. \$1.00, the approximate exchange rate on March 31, 2016. Note: Details of Common stock, Additional paid-in capital, Retained earnings, Treasury stock and Other components of equity are described in Note 26 "Total Equity and Other Capital Items."

Consolidated Statement of Cash Flows

Years Ended March 31

| | Millions of yen | | Thousands of U.S. dollars* |
|---|--|--|--|
| | FY2015 (12 months) From April 1, 2015 to March 31, 2016 | FY2014 (12 months) From April 1, 2014 to March 31, 2015 | FY2015 (12 months) From April 1, 2015 to March 31, 2016 |
| Cash flows from (used in) operating activities | | | |
| Profit (Loss) before tax | ¥ 5,435 | ¥11,592 | \$ 48,260 |
| Depreciation and amortization expense | 3,970 | 3,372 | 35,251 |
| Impairment loss | — | 86 | — |
| Reversal of impairment loss | — | (573) | — |
| Interest and dividends income | (219) | (207) | (1,945) |
| Interest expenses | 167 | 194 | 1,483 |
| Loss (Gain) on disposal of property, plant and equipment | 31 | 78 | 275 |
| Decrease (Increase) in trade and other receivables | 4,755 | 1,454 | 42,222 |
| Decrease (Increase) in inventories | 256 | (869) | 2,273 |
| Increase (Decrease) in trade and other payables | (484) | (1,118) | (4,298) |
| Increase (Decrease) in employee benefits | (105) | (284) | (932) |
| Other, net | (1,874) | (1,875) | (16,640) |
| Subtotal | 11,932 | 11,850 | 105,949 |
| Interest received | 120 | 130 | 1,066 |
| Dividends received | 99 | 84 | 879 |
| Interest paid | (196) | (182) | (1,740) |
| Income taxes paid | (1,780) | (4,460) | (15,805) |
| Income taxes refund | 21 | 161 | 186 |
| Net cash flows from (used in) operating activities | 10,196 | 7,583 | 90,535 |
| Cash flows from (used in) investing activities (Note 40) | | | |
| Payments into time deposits | (1,211) | (1,278) | (10,753) |
| Proceeds from withdrawal of time deposits | 1,203 | 1,312 | 10,682 |
| Purchase of property, plant and equipment | (7,666) | (5,013) | (68,070) |
| Proceeds from sale of property, plant and equipment | 10 | 24 | 89 |
| Purchase of other financial assets | (5) | (5) | (44) |
| Proceeds from sale of other financial assets | 138 | — | 1,225 |
| Proceeds from sale of investments accounted for using equity method | — | 222 | — |
| Proceeds from government grants | — | 117 | — |
| Other, net | (1,512) | (1,428) | (13,426) |
| Net cash flows from (used in) investing activities | (9,043) | (6,049) | (80,297) |
| Cash flows from (used in) financing activities (Note 40) | | | |
| Net increase (decrease) in short-term borrowings | — | (355) | — |
| Proceeds from long-term borrowings | 3,000 | 2,500 | 26,638 |
| Repayments of long-term borrowings | (5,000) | (5,000) | (44,397) |
| Proceeds from issuing bonds | 8,000 | — | 71,035 |
| Purchase of treasury stock | (200) | (5,000) | (1,776) |
| Dividends paid | (3,297) | (3,153) | (29,275) |
| Other, net | (52) | (227) | (462) |
| Net cash flows from (used in) financing activities | 2,451 | (11,235) | 21,763 |
| Effect of exchange rate change on cash and cash equivalents | (1,128) | 1,402 | (10,016) |
| Net increase (decrease) in cash and cash equivalents | 2,476 | (8,299) | 21,985 |
| Cash and cash equivalents at beginning of period | 34,916 | 43,215 | 310,034 |
| Cash and cash equivalents at end of period (Note 9) | ¥37,392 | ¥34,916 | \$332,019 |

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