

# Consolidated Balance Sheet

September 30, 2007

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash	¥ 56,556	\$ 489,958
Time deposits	846	7,326
Short-term investments	31,537	273,211
Notes and accounts receivable:		
Trade	252,802	2,190,088
Unconsolidated subsidiaries and affiliates	11,204	97,067
Other	16,735	144,976
	280,741	2,432,131
Allowance for doubtful accounts	(1,646)	(14,260)
	279,095	2,417,871
Inventories	128,850	1,116,266
Deferred tax assets	15,455	133,898
Other current assets	7,755	67,183
<b>Total current assets</b>	<b>520,094</b>	<b>4,505,713</b>
<b>Investments and advances:</b>		
Investments in securities	60,267	522,110
Investments in and advances to unconsolidated subsidiaries and affiliates	20,526	177,819
	80,793	699,929
<b>Property, plant and equipment:</b>		
Buildings and structures	204,254	1,769,507
Machinery and equipment	717,737	6,217,943
	921,991	7,987,450
Accumulated depreciation	(643,908)	(5,578,341)
	278,083	2,409,109
Land	54,374	471,054
Construction in progress	18,581	160,973
	351,038	3,041,136
<b>Deferred tax assets</b>	<b>17,265</b>	<b>149,571</b>
<b>Other assets</b>	<b>21,669</b>	<b>187,723</b>
<b>Total assets</b>	<b>¥ 990,859</b>	<b>\$ 8,584,072</b>

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities:</b>		
Short-term loans	¥ 77,862	\$ 674,543
Current portion of long-term debt	23,686	205,197
Notes and accounts payable:		
Trade	197,873	1,714,222
Unconsolidated subsidiaries and affiliates	13,596	117,785
Construction	12,311	106,655
Other	18,586	161,020
	242,366	2,099,682
Income tax payable	11,962	103,626
Accrued expenses	37,003	320,565
Other current liabilities	15,954	138,211
<b>Total current liabilities</b>	<b>408,833</b>	<b>3,541,824</b>
Long-term debt	119,962	1,039,259
Accrued indemnities from retirement benefit plan	66,189	573,411
Accrued severance indemnities for members of the board of directors and corporate auditors	2,281	19,763
Deferred tax liabilities	3,598	31,174
Other liabilities	814	7,049
<b>Total liabilities</b>	<b>601,677</b>	<b>5,212,480</b>
<b>Net assets:</b>		
<b>Shareholders' equity:</b>		
Common stock:		
Authorized — 1,200,000 thousand shares		
Issued — 320,710 thousand shares	36,588	316,973
Capital surplus	99,236	859,711
Retained earnings	199,276	1,726,381
Less: Treasury shares	(346)	(3,005)
<b>Evaluation and conversion difference:</b>		
Unrealized gain on other securities	24,023	208,119
Translation adjustments on foreign currency financial statements	12,718	110,182
<b>Minority interests in consolidated subsidiaries</b>	<b>17,687</b>	<b>153,231</b>
<b>Total net assets</b>	<b>389,182</b>	<b>3,371,592</b>
<b>Total liabilities and net assets</b>	<b>¥ 990,859</b>	<b>\$ 8,584,072</b>

Conversion rate: ¥115.43 per U.S. dollar

# Consolidated Statement of Income and Retained Earnings

for the six months ended September 30, 2007

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>Net sales</b>	¥ 557,183	\$ 4,827,024
<b>Cost of sales</b>	457,791	3,965,965
Gross profit	99,392	861,059
<b>Selling, general and administrative expenses</b>	62,311	539,811
Operating income	37,081	321,248
<b>Other income (expenses):</b>		
Interest and dividend income	1,454	12,597
Interest expenses	(2,562)	(22,199)
Foreign currency exchange gain, net	365	3,168
Loss on sales or disposal of property, plant and equipment, net	(969)	(8,397)
Equity in loss of unconsolidated subsidiaries and affiliates	(772)	(6,690)
Other, net	474	4,108
	(2,010)	(17,413)
Income before income taxes and items listed below	35,071	303,835
<b>Income taxes:</b>		
Current	11,243	97,403
Deferred	812	7,037
<b>Minority interests in net income of consolidated subsidiaries</b>	(1,207)	(10,456)
Net income	21,809	188,939
<b>Consolidated retained earnings:</b>		
Balance at beginning of the year	181,803	1,575,011
Net decrease due to the change in scope of consolidation	(1,137)	(9,854)
Cash dividends	(3,199)	(27,715)
Balance at end of the year	¥ 199,276	\$ 1,726,381
<b>Per share:</b>	yen	U.S.dollars
Net income	¥ 68.11	\$ 0.59
Cash dividends	11.00	0.10
Weighted average number of common shares outstanding (thousands)	320,185	320,185

# Consolidated Statement of Cash Flows

for the six months ended September 30, 2007

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>Cash flows from operating activities:</b>		
Income before income taxes	¥ 35,071	\$ 303,835
Depreciation and amortization	25,011	216,676
Equity in loss of unconsolidated subsidiaries and affiliates	772	6,690
Notes and accounts receivable	(16,669)	(144,414)
Inventories	(798)	(6,914)
Notes and accounts payable	(8,576)	(74,295)
Bonuses to directors and corporate auditors	(646)	(5,598)
Payment of income taxes	(15,262)	(132,222)
Other, net	2,826	24,487
<b>Net cash provided by operating activities</b>	<b>21,729</b>	<b>188,245</b>
<b>Cash flows from investing activities:</b>		
Decrease in time deposits	192	1,665
Increase in marketable securities	(13)	(108)
Purchases of property, plant and equipment	(30,231)	(261,895)
Proceeds from sales of property, plant and equipment	1,174	10,167
Increase in investments in securities	(907)	(7,858)
Increase in loans receivable	(349)	(3,026)
Other, net	(523)	(4,533)
<b>Net cash used in investing activities</b>	<b>(30,657)</b>	<b>(265,588)</b>
<b>Cash flows from financing activities:</b>		
Increase in short-term loans	7,137	61,832
Increase in long-term debt	17,061	147,804
Cash dividends	(3,499)	(30,310)
Other, net	(16)	(144)
<b>Net cash provided by financing activities</b>	<b>20,683</b>	<b>179,182</b>
<b>Exchange difference of cash and cash equivalents</b>	<b>2,367</b>	<b>20,508</b>
<b>Net increase in cash and cash equivalents</b>	<b>14,122</b>	<b>122,347</b>
<b>Cash and cash equivalents at beginning of the year</b>	<b>72,146</b>	<b>625,018</b>
<b>Net increase due to the change in scope of consolidation</b>	<b>1,788</b>	<b>15,486</b>
<b>Cash and cash equivalents at end of the year</b>	<b>¥ 88,056</b>	<b>\$ 762,851</b>

# Nonconsolidated Balance Sheet

September 30, 2007

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>ASSETS</b>		
<b>Current assets:</b>		
Cash	¥ 3,944	\$ 34,172
Short-term investments	31,500	272,893
Notes and accounts receivable:		
Trade	98,993	857,598
Subsidiaries and affiliates	105,646	915,240
Other	9,452	81,887
	214,091	1,854,725
Allowance for doubtful accounts	(58)	(502)
	214,033	1,854,223
Inventories	44,117	382,196
Deferred tax assets	8,524	73,848
Other current assets	2,879	24,943
<b>Total current assets</b>	<b>304,997</b>	<b>2,642,275</b>
<b>Investments and advances:</b>		
Investments in securities	36,517	316,362
Investments in and advances to subsidiaries and affiliates	167,968	1,455,149
	204,485	1,771,511
<b>Property, plant and equipment:</b>		
Buildings and structures	112,478	974,430
Machinery and equipment	385,932	3,343,429
	498,410	4,317,859
Accumulated depreciation	(373,290)	(3,233,907)
	125,120	1,083,952
Land	39,008	337,935
Construction in progress	4,006	34,702
	168,134	1,456,589
<b>Deferred tax assets</b>	<b>2,944</b>	<b>25,504</b>
<b>Other assets</b>	<b>15,173</b>	<b>131,443</b>
<b>Total assets</b>	<b>¥ 695,733</b>	<b>\$ 6,027,322</b>

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>LIABILITIES AND NET ASSETS</b>		
<b>Current liabilities:</b>		
Short-term loans	¥ 28,750	\$ 249,069
Current portion of long-term debt	18,512	160,374
Notes and accounts payable:		
Trade	110,642	958,519
Subsidiaries and affiliates	47,212	409,013
Construction	11,572	100,255
Other	5,774	50,019
	175,200	1,517,806
Income tax payable	6,558	56,814
Accrued expenses	4,987	43,202
Other current liabilities	19,816	171,675
Total current liabilities	253,823	2,198,940
Long-term debt	93,092	806,480
Accrued indemnities from retirement benefit plan	47,569	412,107
Accrued severance indemnities for members of the board of directors and corporate auditors	938	8,124
Total liabilities	395,422	3,425,651
<b>Net assets:</b>		
<b>Shareholders' equity:</b>		
Common stock:		
Authorized — 1,200,000 thousand shares		
Issued — 320,710 thousand shares	36,588	316,973
Capital surplus	99,229	859,649
Retained earnings	141,884	1,229,179
Less: Treasury shares	(318)	(2,761)
<b>Evaluation and conversion difference:</b>		
Unrealized gain on other securities	22,928	198,631
Total net assets	300,311	2,601,671
Total liabilities and net assets	¥ 695,733	\$ 6,027,322

Conversion rate: ¥115.43 per U.S. dollar

# Nonconsolidated Statement of Income

for the six months ended September 30, 2007

	Millions of yen	Thousands of U.S.dollars
	2007	2007
<b>Net sales</b>	¥ 321,078	\$ 2,781,586
<b>Cost of sales</b>	279,142	2,418,279
Gross profit	41,936	363,307
<b>Selling, general and administrative expenses</b>	26,242	227,345
Operating income	15,694	135,962
<b>Other income (expenses):</b>		
Interest and dividend income	5,270	45,660
Interest expenses	(588)	(5,101)
Foreign currency exchange gain, net	81	704
Loss on sales or disposal of property, plant and equipment, net	(471)	(4,082)
Other, net	20	175
	4,312	37,356
Income before income taxes	20,006	173,318
<b>Income taxes:</b>		
Current	5,500	47,648
Deferred	(47)	(404)
Net income	¥ 14,553	\$ 126,074
<b>Per share:</b>	yen	U.S.dollars
Net income	¥ 45.45	\$ 0.39
Cash dividends	11.00	0.10
Weighted average number of common shares outstanding (thousands)	320,197	320,197