

# Consolidated Balance Sheet

September 30, 2010

ASSETS	Millions of yen		Thousands of U.S. dollars	
		2010		2010
<b>Current assets:</b>				
Cash	¥	59,135	\$	705,501
Time deposits		3,243		38,693
Short-term investments		45,532		543,204
Notes and accounts receivable:				
Trade		174,501		2,081,851
Unconsolidated subsidiaries and affiliates		3,687		43,987
Other		16,122		192,341
		194,310		2,318,179
Allowance for doubtful accounts		(1,038)		(12,384)
		193,272		2,305,795
Inventories		116,439		1,389,154
Deferred tax assets		15,628		186,449
Other current assets		7,475		89,181
<b>Total current assets</b>		<b>440,724</b>		<b>5,257,977</b>
<b>Investments and advances:</b>				
Investments in securities		34,696		413,934
Investments in and advances to unconsolidated subsidiaries and affiliates		13,774		164,334
		48,470		578,268
<b>Property, plant and equipment:</b>				
Buildings and structures		205,842		2,455,761
Machinery and equipment		668,042		7,969,964
Lease assets		2,711		32,336
		876,595		10,458,061
Accumulated depreciation		(646,970)		(7,718,557)
		229,625		2,739,504
Land		56,029		668,439
Construction in progress		10,880		129,802
		296,534		3,537,745
<b>Deferred tax assets</b>		22,630		269,984
<b>Other assets</b>		14,623		174,459
<b>Total assets</b>	¥	<b>822,981</b>	\$	<b>9,818,433</b>

<b>LIABILITIES AND NET ASSETS</b>	Thousands of	
	Millions of yen	U.S.dollars
	2010	2010
<b>Current liabilities:</b>		
Short-term loans	¥ 65,029	\$ 775,817
Current portion of long-term debt	18,778	224,026
Notes and accounts payable:		
Trade	141,350	1,686,355
Unconsolidated subsidiaries and affiliates	6,183	73,764
Construction	4,496	53,632
Other	12,087	144,203
	164,116	1,957,954
Income tax payable	3,372	40,235
Accrued expenses	30,325	361,790
Other current liabilities	19,203	229,099
<b>Total current liabilities</b>	<b>300,823</b>	<b>3,588,921</b>
Long-term debt	124,026	1,479,673
Accrued indemnities from retirement benefit plan	57,135	681,637
Accrued severance indemnities for members of the board of directors and corporate auditors	2,864	34,169
Deferred tax liabilities	564	6,732
Other liabilities	7,378	88,021
<b>Total liabilities</b>	<b>492,790</b>	<b>5,879,153</b>
<b>Net assets:</b>		
<b>Shareholders' equity:</b>		
Common stock:		
Authorized — 1,200,000 thousand shares		
Issued — 342,186 thousand shares	45,591	543,920
Capital surplus	108,238	1,291,311
Retained earnings	186,325	2,222,919
Less: Treasury shares	(377)	(4,505)
<b>Evaluation and conversion difference:</b>		
Unrealized gain on other securities	7,828	93,390
Translation adjustments on foreign currency financial statements	(37,314)	(445,167)
<b>Minority interests in consolidated subsidiaries</b>	<b>19,900</b>	<b>237,412</b>
<b>Total net assets</b>	<b>330,191</b>	<b>3,939,280</b>
<b>Total liabilities and net assets</b>	<b>¥ 822,981</b>	<b>\$ 9,818,433</b>

Conversion rate: ¥83.82 per U.S. dollar

# Consolidated Statement of Income and Retained Earnings

for the six months ended September 30, 2010

	Millions of yen		Thousands of U.S.dollars	
		2010		2010
<b>Net sales</b>	¥	467,085	\$	5,572,472
<b>Cost of sales</b>		400,061		4,772,860
Gross profit		67,024		799,612
<b>Selling, general and administrative expenses</b>		50,159		598,410
Operating income		16,865		201,202
<b>Other income (expenses):</b>				
Interest and dividend income		581		6,935
Interest expense		(1,477)		(17,627)
Foreign currency exchange loss, net		(1,465)		(17,480)
Loss on sales or disposal of property, plant and equipment, net		(380)		(4,528)
Equity in earnings of unconsolidated subsidiaries and affiliates		1,067		12,727
Other, net		(695)		(8,291)
		(2,369)		(28,264)
<b>Income before income taxes and items listed below</b>		14,496		172,938
<b>Income taxes:</b>				
Current		3,482		41,541
Deferred		852		10,166
<b>Minority interests in net income of consolidated subsidiaries</b>		1,214		14,477
Net income		8,948		106,754
<b>Consolidated retained earnings:</b>				
Balance at beginning of the year		176,037		2,100,182
Net increase due to the change in scope of consolidation		3,267		38,972
Cash dividends		(1,927)		(22,989)
Balance at end of the year	¥	186,325	\$	2,222,919
<b>Per share:</b>		yen		U.S.dollars
Net income	¥	26.84	\$	0.32
Cash dividends		7.00		0.08
Weighted average number of common shares outstanding (thousands)		333,354		333,354

# Consolidated Statement of Cash Flows

for the six months ended September 30, 2010

	Millions of yen		Thousands of U.S.dollars	
	2010		2010	
<b>Cash flows from operating activities:</b>				
Income before income taxes	¥	14,496	\$	172,938
Depreciation and amortization		23,771		283,598
Equity in earnings of unconsolidated subsidiaries and affiliates		(1,067)		(12,727)
Notes and accounts receivable		(16,288)		(194,321)
Inventories		4,002		47,746
Notes and accounts payable		(46)		(551)
Bonuses to directors and corporate auditors		(158)		(1,880)
Payment of income taxes		(3,716)		(44,334)
Other, net		4,970		59,288
<b>Net cash provided by operating activities</b>		<b>25,964</b>		<b>309,757</b>
<b>Cash flows from investing activities:</b>				
Increase in time deposits		(284)		(3,392)
Decrease in marketable securities		99		1,187
Purchases of property, plant and equipment		(11,314)		(134,985)
Proceeds from sales of property, plant and equipment		2,465		29,415
Decrease in investments in securities		30		357
Increase in loans receivable		(253)		(3,019)
Other, net		(708)		(8,448)
<b>Net cash used in investing activities</b>		<b>(9,965)</b>		<b>(118,885)</b>
<b>Cash flows from financing activities:</b>				
Decrease in short-term loans		(35,268)		(420,763)
Increase in long-term debt		9,568		114,149
Proceeds from issuance of common stock		17,424		207,879
Cash dividends		(2,412)		(28,770)
Other, net		(460)		(5,493)
<b>Net cash used in financing activities</b>		<b>(11,148)</b>		<b>(132,998)</b>
Exchange difference of cash and cash equivalents		(1,923)		(22,936)
Net increase in cash and cash equivalents		2,928		34,938
Cash and cash equivalents at beginning of the year		99,339		1,185,146
Net increase due to the change in scope of consolidation		2,368		28,247
<b>Cash and cash equivalents at end of the year</b>	¥	<b>104,635</b>	\$	<b>1,248,331</b>

# Nonconsolidated Balance Sheet

September 30, 2010

ASSETS	Millions of yen		Thousands of U.S.dollars	
		2010		2010
<b>Current assets:</b>				
Cash	¥	5,044	\$	60,172
Short-term investments		45,500		542,830
Notes and accounts receivable:				
Trade		61,902		738,513
Subsidiaries and affiliates		77,474		924,290
Other		9,345		111,487
		148,721		1,774,290
Allowance for doubtful accounts		(31)		(370)
		148,690		1,773,920
Inventories		36,255		432,533
Deferred tax assets		12,247		146,109
Other current assets		4,569		54,518
<b>Total current assets</b>		<b>252,305</b>		<b>3,010,082</b>
<b>Investments and advances:</b>				
Investments in securities		22,678		270,553
Investments in and advances to subsidiaries and affiliates		189,495		2,260,738
		212,173		2,531,291
<b>Property, plant and equipment:</b>				
Buildings and structures		116,479		1,389,629
Machinery and equipment		370,221		4,416,855
Lease assets		1,299		15,505
		487,999		5,821,989
Accumulated depreciation		(389,135)		(4,642,513)
		98,864		1,179,476
Land		38,916		464,280
Construction in progress		3,367		40,174
		141,147		1,683,930
<b>Deferred tax assets</b>		<b>13,072</b>		<b>155,951</b>
<b>Other assets</b>		<b>6,925</b>		<b>82,625</b>
<b>Total assets</b>	¥	<b>625,622</b>	\$	<b>7,463,879</b>

<b>LIABILITIES AND NET ASSETS</b>	Thousands of	
	Millions of yen	U.S.dollars
	2010	2010
<b>Current liabilities:</b>		
Short-term loans	¥ 28,750	\$ 342,997
Current portion of long-term debt	15,000	178,955
Notes and accounts payable:		
Trade	87,779	1,047,232
Subsidiaries and affiliates	38,928	464,422
Construction	2,197	26,212
Other	5,217	62,246
	134,121	1,600,112
Income tax payable	474	5,649
Accrued expenses	13,042	155,593
Other current liabilities	12,492	149,035
<b>Total current liabilities</b>	<b>203,879</b>	<b>2,432,341</b>
Long-term debt	94,000	1,121,451
Accrued indemnities from retirement benefit plan	39,198	467,642
Accrued severance indemnities for members of the board of directors and corporate auditors	1,477	17,629
<b>Other liabilities</b>	<b>1,199</b>	<b>14,302</b>
<b>Total liabilities</b>	<b>339,753</b>	<b>4,053,365</b>
<b>Net assets:</b>		
<b>Shareholders' equity:</b>		
Common stock:		
Authorized — 1,200,000 thousand shares		
Issued — 342,186 thousand shares	45,591	543,920
Capital surplus	108,230	1,291,226
Retained earnings	125,133	1,492,875
Less: Treasury shares	(339)	(4,049)
<b>Evaluation and conversion difference:</b>		
Unrealized gain on other securities	7,254	86,542
<b>Total net assets</b>	<b>285,869</b>	<b>3,410,514</b>
<b>Total liabilities and net assets</b>	<b>¥ 625,622</b>	<b>\$ 7,463,879</b>

Conversion rate: ¥83.82 per U.S. dollar

Financial data

# Nonconsolidated Statement of Income

for the six months ended September 30, 2010

	Millions of yen		Thousands of U.S.dollars	
		2010		2010
<b>Net sales</b>	¥	269,194	\$	3,211,567
<b>Cost of sales</b>		243,142		2,900,767
Gross profit		26,052		310,800
<b>Selling, general and administrative expenses</b>		21,742		259,385
Operating income		4,310		51,415
<b>Other income (expenses):</b>				
Interest and dividend income		6,613		78,902
Interest expense		(809)		(9,649)
Foreign currency exchange loss, net		(930)		(11,099)
Loss on sales or disposal of property, plant and equipment, net		(972)		(11,592)
Other, net		(1,275)		(15,210)
		2,627		31,352
<b>Income before income taxes</b>		6,937		82,767
<b>Income taxes:</b>				
Current		100		1,193
Deferred		633		7,557
Net income	¥	6,204	\$	74,017
<b>Per share:</b>		yen		U.S.dollars
Net income	¥	18.61	\$	0.22
Cash dividends		7.00		0.08
Weighted average number of common shares outstanding (thousands)		333,377		333,377