

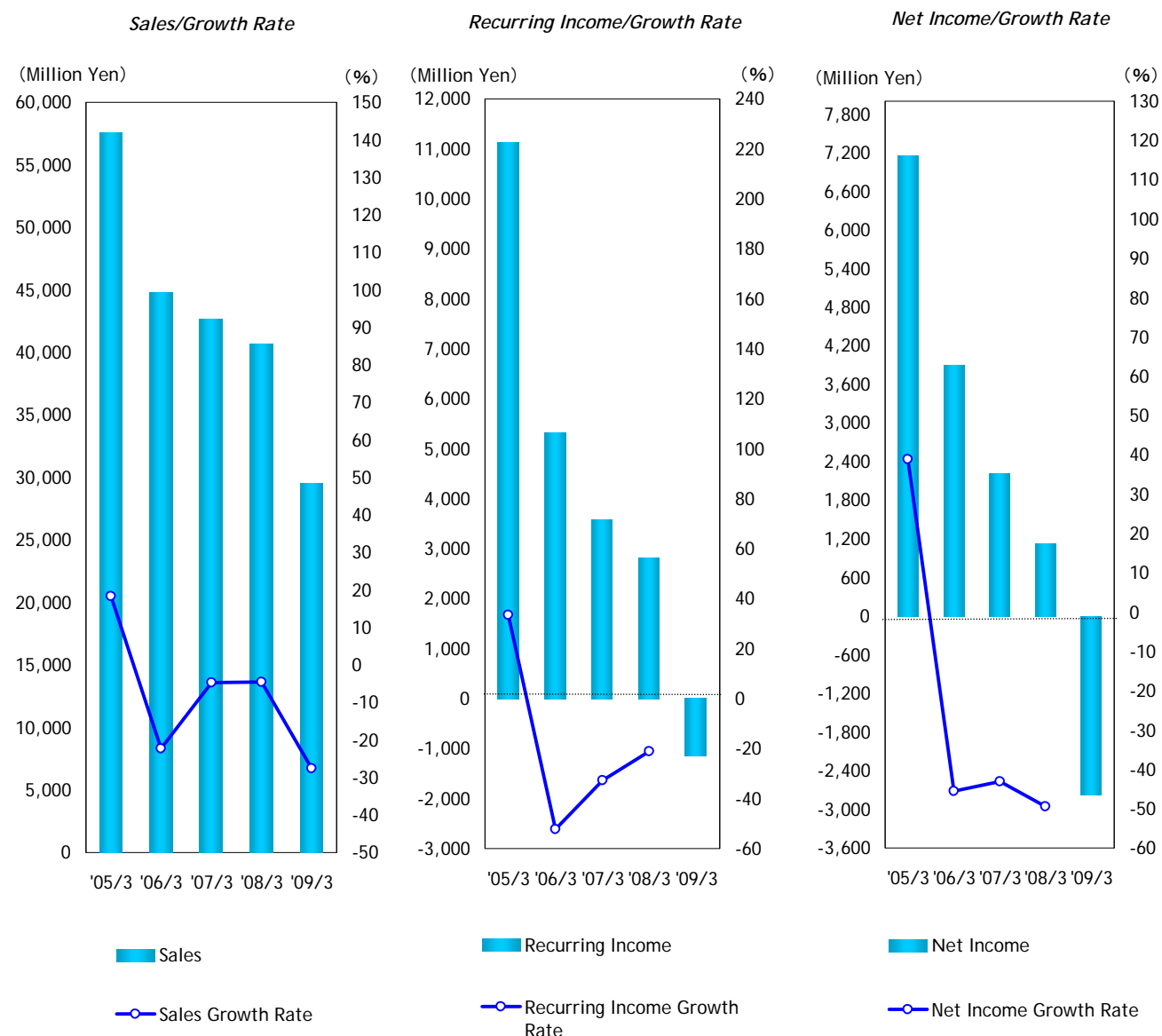
2008 Annual Report

*Arisawa*

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## Consolidated Performance



Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Sales(Million Yen)	57,552	44,759	42,652	40,697	29,511
Sales Growth Rate(%)	18.3	-22.2	-4.7	-4.6	-27.5
Operating Income(Million Yen)	9,873	3,828	2,743	2,312	-653
Operating Profit Growth Rate(%)	31.1	-61.2	-28.3	-15.7	-
Recurring Income(Million Yen)	11,132	5,320	3,580	2,827	-1,139
Recurring Income Growth Rate(%)	33.4	-52.2	-32.7	-21.0	-
Net Income(Million Yen)	7,156	3,892	2,213	1,119	-2,758
Net Income Growth Rate(%)	38.9	-45.6	-43.1	-49.4	-
Gross Profit(%)	24.3	16.4	14.1	13.6	8.3
SG & A Ratio(%)	7.1	7.8	7.6	7.9	10.5

Note: Amounts less than one million yen are omitted

The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

## Parent's Performance

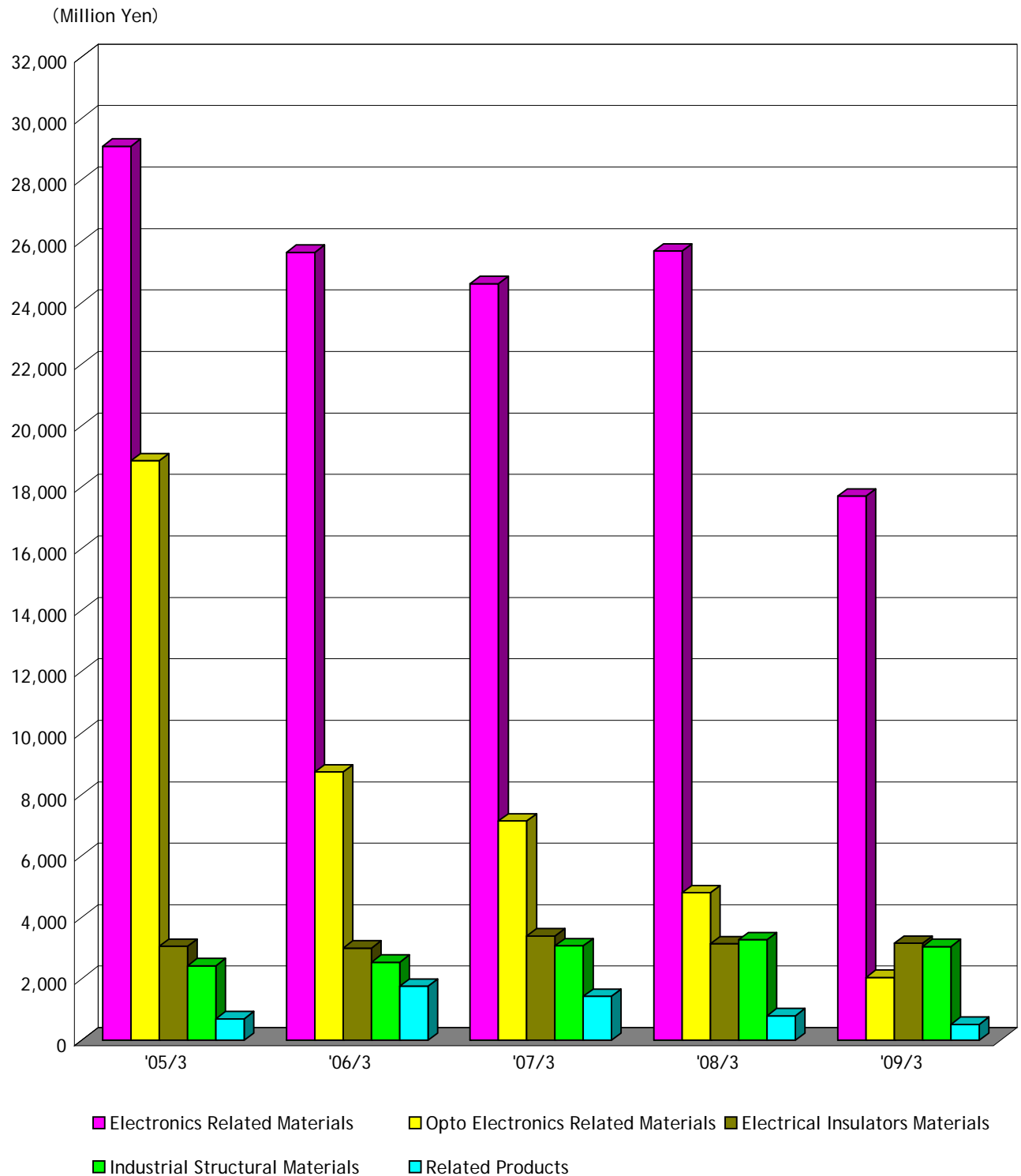


Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Sales(Million Yen)	54,149	41,696	39,672	37,717	26,495
Sales Growth Rate(%)	19.6	-23	-4.9	-4.9	-29.8
Operating Income(Million Yen)	9,072	2,982	1,770	1,517	-1,061
Operating Profit Growth Rate(%)	30	-67.1	-40.6	-14.3	
Recurring Income(Million Yen)	9,658	3,676	2,644	1,961	-953
Recurring Income Growth Rate(%)	33.2	-61.9	-28.1	-25.8	
Net Income(Million Yen)	6,003	2,419	1,756	565	-2,746
Net Income Growth Rate(%)	40.6	-59.7	-27.4	-67.8	
Gross Profit(%)	23.8	15.1	12.3	12.2	5.8
SG & A Ratio(%)	7.1	7.9	7.9	8.1	9.8

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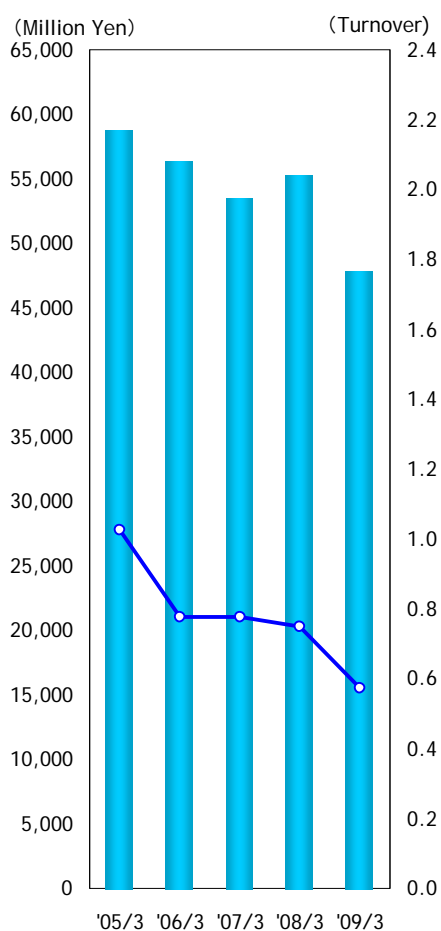
## Parent's Sales Breakdown by Segments



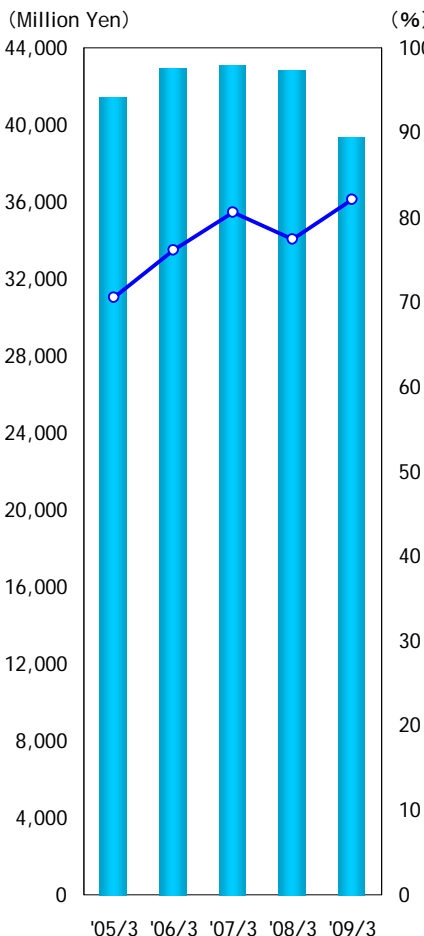
Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Electronics Related Materials	29,096	25,640	24,626	25,682	17,709
Opto Electronics Related Materials	18,858	8,736	7,137	4,809	2,051
Electrical Insulators Materials	3,064	3,008	3,399	3,148	3,163
Industrial Structural Materials	2,428	2,546	3,077	3,279	3,054
Related Products	703	1,766	1,433	799	518
<b>Total</b>	<b>54,149</b>	<b>41,696</b>	<b>39,672</b>	<b>37,717</b>	<b>26,495</b>

## Consolidated Shareholders' Equity/Return on Shareholders' Equity

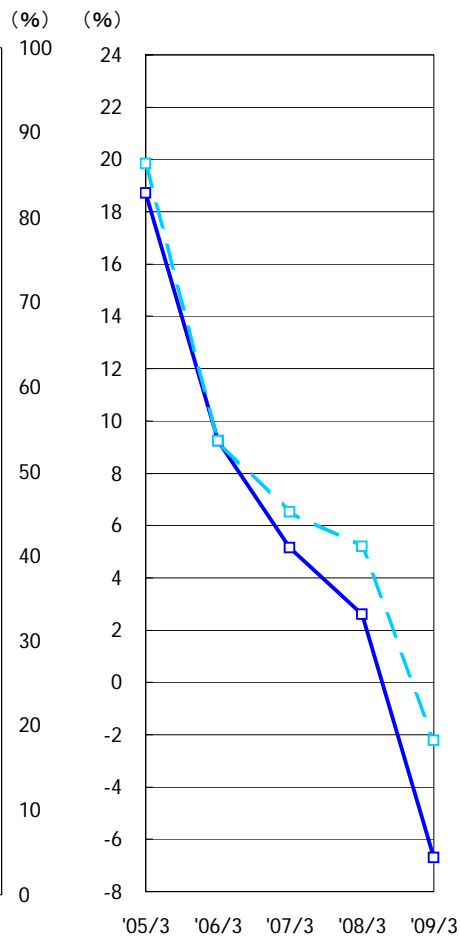
*Total Liabilities and Net Worth/  
Turnover Ratio of Total  
Liabilities and Net Worth*



*Shareholders' Equity/  
Shareholders' Equity to Total Assets*



*Return on Equity/Operating Profit Ratio  
of Total Liabilities and Net Worth*



■ Total Liabilities and Net Worth

■ Shareholders' Equity

—□— Return on Equity

—○— Turnover Ratio of Total Liabilities and Net Worth

—○— Shareholders' Equity to Total Assets

—□— Operating Profit Ratio of Total Liabilities and Net Worth

Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Total Liabilities and Net Worth(Million Yen)	58,768	56,385	53,443	55,248	47,771
Turnover Ratio of Total Liabilities and Net Worth	1.03	0.78	0.78	0.75	0.57
Operating Profit Ratio of Total Liabilities and Net Worth(%)	19.8	9.2	6.5	5.2	-2.2
Shareholders' Equity(Million Yen)	41,431	42,927	43,117	42,847	39,360
Shareholders' Equity to Total Assets(%)	70.5	76.1	80.6	77.4	82.1
Return on Equity(%)	18.7	9.2	5.1	2.6	-6.7

Note: Turnover Ratio of Total Liabilities and Net Worth = Net Sales/Total Liabilities and Net Worth(Mid-term Average)

Operating Profit Ratio of Total Liabilities and Net Worth = Ordinary Income/Total Liabilities and Net Worth (Mid-term Average)X100

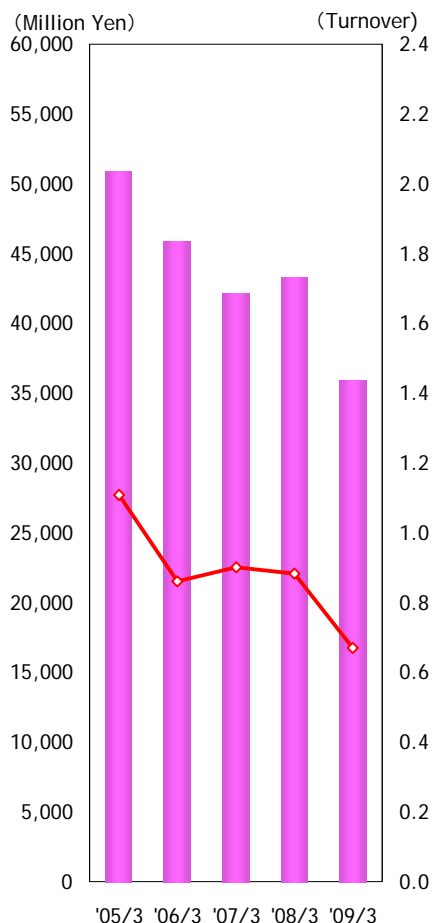
Shareholders' Equity to Total Assets=Shareholders' Equity(Term End)/Total Liabilities and Net Worth(Term End)X100

Return on Equity = Net Income/Shareholders' Equity(Mid-term Average)X100

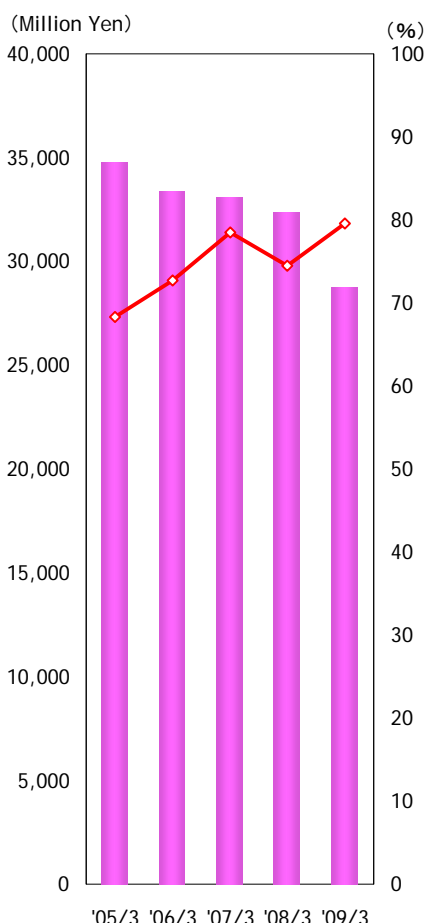
The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

## Parent's Shareholders' Equity/Return on Shareholders' Equity

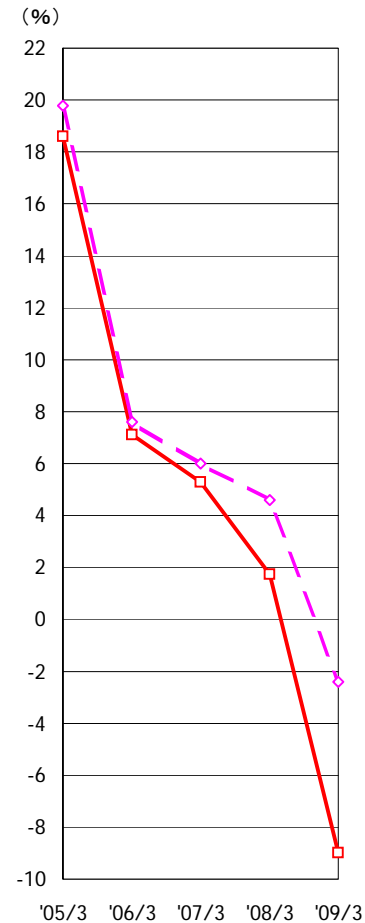
*Total Liabilities and Net Worth/  
Turnover Ratio of Total Liabilities  
and Net Worth*



*Shareholders' Equity/  
Shareholders' Equity to Total Assets*



*Return on Equity/Operating Profit Ratio  
of Total Liabilities and Net Worth*



■ Total Liabilities and Net Worth

■ Shareholders' Equity

—□— Return on Equity

—◇— Turnover Ratio of Total Liabilities and Net Worth

—◇— Shareholders' Equity to Total Assets

—◇— Operating Profit Ratio of Total Liabilities and Net Worth

Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Total Liabilities and Net Worth(Million Yen)	50,937	45,884	42,102	43,289	35,934
Turnover Ratio of Total Liabilities and Net Worth	1.11	0.86	0.90	0.88	0.67
Operating Profit Ratio of Total Liabilities and Net Worth(%)	19.8	7.6	6.0	4.6	-2.4
Shareholders' Equity(Million Yen)	34,796	33,370	33,094	32,341	28,746
Shareholders' Equity to Total Assets(%)	68.3	72.7	78.5	74.5	79.6
Return on Equity(%)	18.6	7.1	5.3	1.7	-9.0
Number of Shares Outstanding at Term End(thousand)	33,088	35,472	34,991	34,992	34,993

Note: Turnover Ratio of Total Liabilities and Net Worth = Net Sales/Total Liabilities and Net Worth(Mid-term Average)

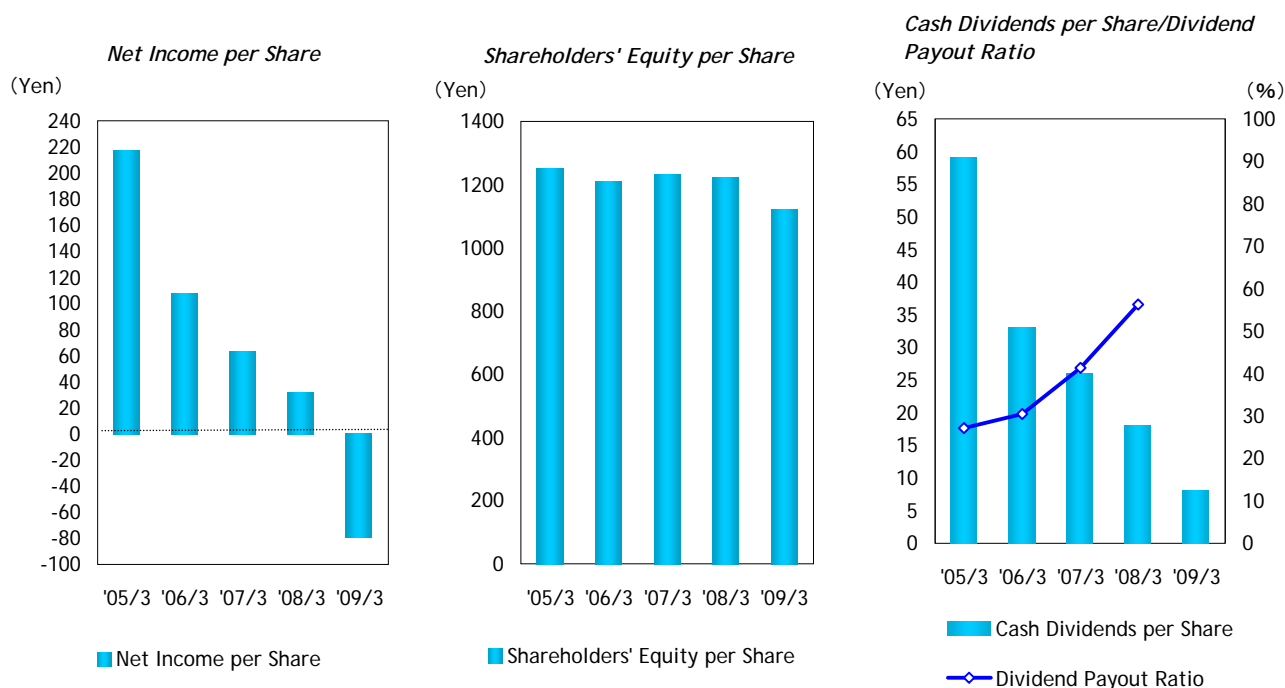
Operating Profit Ratio of Total Liabilities and Net Worth = Ordinary Income/Total Liabilities and Net Worth (Mid-term Average)X100

Shareholders' Equity to Total Assets=Shareholders' Equity(Term End)/Total Liabilities and Net Worth(Term End)X100

Return on Equity = Net Income/Shareholders' Equity(Mid-term Average)X100

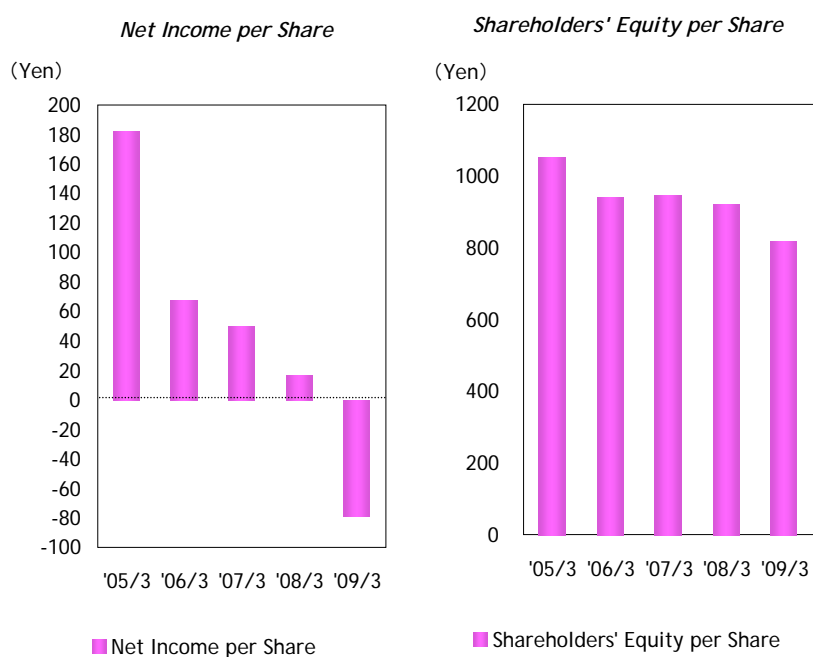
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## Consolidated Per Share Data



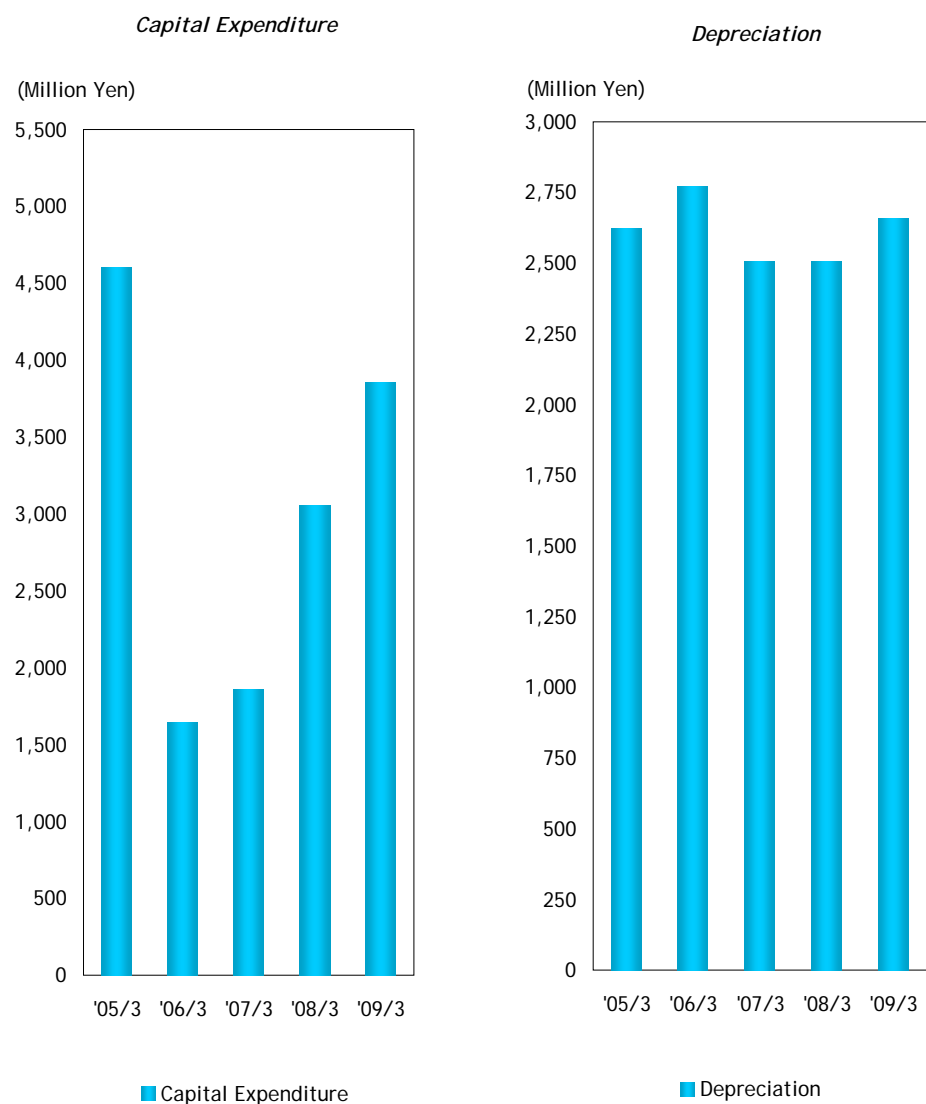
Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Net Income per Share(Yen)	216.83	108.06	62.83	31.98	-78.84
Shareholders' Equity per Share(Yen)	1251.92	1209.94	1231.45	1221.91	1120.37
Cash Dividends per Share(Yen)	59	33	26	18	8
Dividend Payout Ratio(%)	27.2	30.5	41.4	56.3	

## Parent's Per Share Data



Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Net Income per Share(Yen)	182.11	67.31	49.86	16.17	-78.47
Shareholders' Equity per Share(Yen)	1051.65	940.76	945.02	921.69	817.46

## Consolidated Capital Expenditure

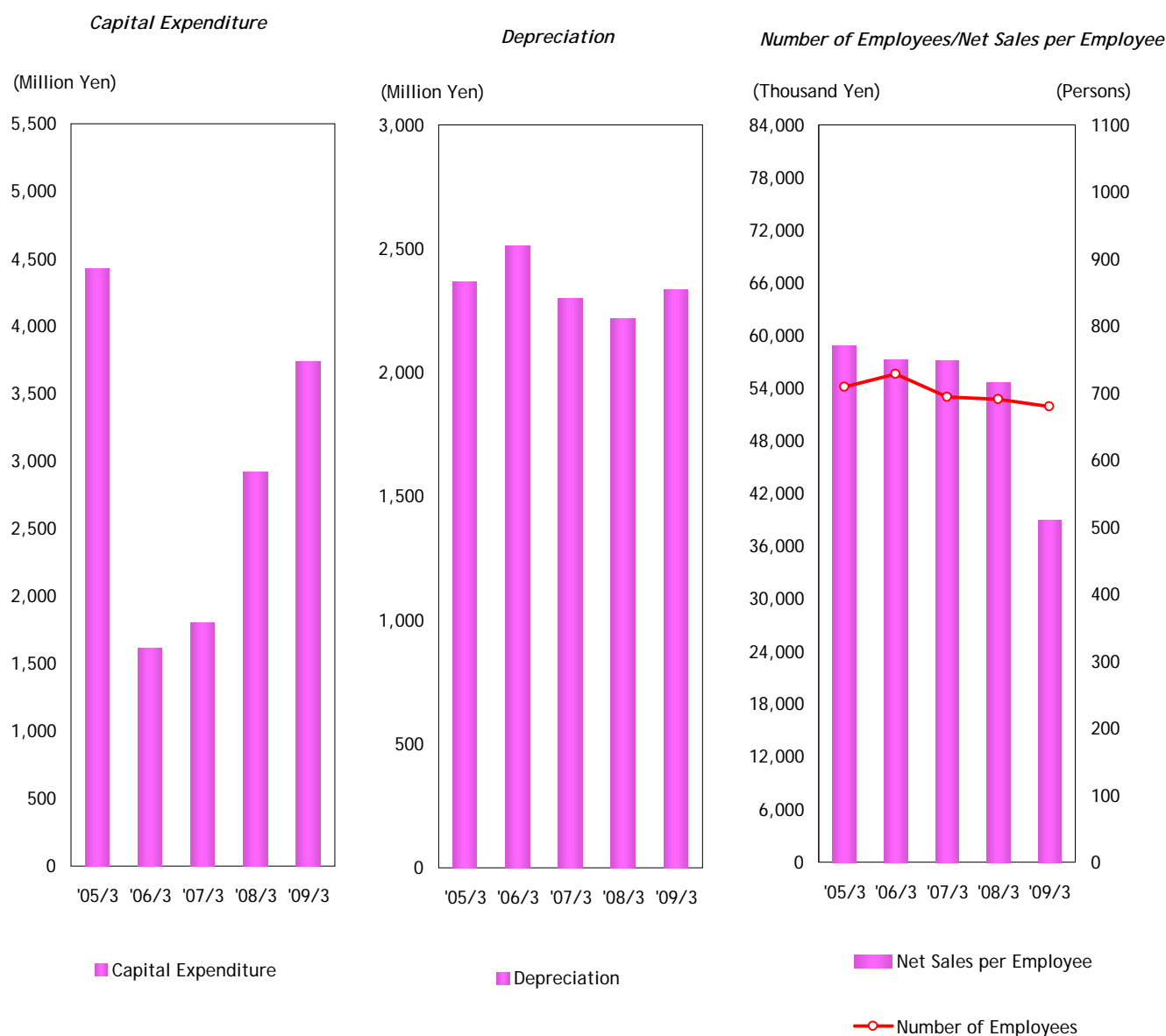


Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Capital Expenditure(Million Yen)	4,599	1,641	1,861	3,057	3,857
Depreciation(Million Yen)	2,621	2,771	2,507	2,507	2,659
Inventory Turnover Period(Days)	40.2	61.1	60.0	60.5	81.6
Interest Coverage	5079.5	1796.0	1,716.1	612.5	-22.3

Note: Inventory Turnover Period(Days)=(Average Inventory/Net Sales)X365

The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

## Parent's Capital Expenditure



Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Capital Expenditure(Million Yen)	4,428	1,615	1,806	2,918	3,737
Depreciation(Million Yen)	2,366	2,511	2,300	2,216	2,333
Inventory Turnover Period(Days)	34.3	55.1	54.4	54.3	74.4
Interest Coverage	2307.9	2805.3	1130.1	650.6	-40.1
Number of Employees(including part time employees)	709	728	694	691	680
Net Sales per Employee(including part time employees)(Thousand Yen)	58,810	57,275	57,164	54,583	38,963
Labor Productivity(\ Thousands)	28,179	16,461	17,046	16,196	16,280
Labor's Relative Share(%)	37.3	43.4	44.6	42.9	41.3

Note: Inventory Turnover Period(Days)=(Average Inventory/Net Sales)X365

Labor Productivity=Value Added/Number of Employees

The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

## Consolidated Balance Sheet

(Million Yen)

Fiscal Year Ended		'05/3	'06/3	'07/3	'08/3	'09/3
<b>Assets</b>	<b>Current Assets</b>	29,647	25,625	22,679	24,384	17,262
	Cash and Time Deposits	8,656	6,569	5,343	5,871	4,744
	Notes and Accounts Receivable, Trade	12,390	10,138	9,685	10,229	5,254
	Securities	-	-	-	-	-
	Inventories	7,295	7,700	6,331	7,170	6,018
	Deferred Tax Assets	566	278	334	227	68
	Other Current Assets	757	990	1,037	956	1,338
	Allowance for Doubtful Receivables	-17	-50	-51	-69	-160
	<b>Fixed Assets</b>	29,121	30,760	30,764	30,864	30,509
	<b>(Tangible Fixed Assets)</b>	18,343	16,908	16,152	16,061	17,203
	Buildings and Structures	7,299	7,474	7,194	7,537	8,325
	Machinery, Equipment and Automotive Equipment	7,218	6,869	6,538	5,814	6,961
	Tools, Furnitures, Fixtures	239	257	279	244	192
	Land	1,551	1,550	1,551	1,551	1,551
	Construction in Progress	2,036	758	590	915	167
	Other Fixed Assets	-	-	-	-	7
	<b>(Intangible Fixed Assets)</b>	125	96	124	208	157
	<b>(Investments and Other Assets)</b>	10,653	13,756	14,488	14,595	13,149
	Investments in Securities	9,991	13,346	14,028	13,947	12,918
	Long-Term Loans	292	296	466	295	216
	Deferred Tax Assets	104	50	49	431	107
	Other Investments	292	231	203	184	306
	Allowance for Doubtful Receivables	-26	-167	-258	-262	-398
<b>Total Assets</b>	<b>58,768</b>	<b>56,385</b>	<b>53,443</b>	<b>55,248</b>	<b>47,771</b>	
<b>負債の部 Liabilities</b>	<b>Current Liabilities</b>	16,837	12,975	9,786	12,240	6,168
	Notes and Accounts Payable, Trade	11,278	9,916	7,160	8,815	3,410
	Short-Term Loan Payables	196	194	190	390	1,037
	Accrued Income Taxes	1,782	822	379	135	63
	Deferred Tax Liabilities	0	0	0	0	0
	Reserve for Bonuses	1,049	788	458	573	447
	Other Current Liabilities	2,532	1,255	1,599	2,327	1,211
	<b>Long-Term Liabilities</b>	500	483	540	161	2,243
	Long-Term Debt	4	-	-	-	1,749
	Deferred Tax Liabilities	205	345	426	102	433
	Severance and Retirement Benefits	36	38	37	28	28
	Reserve for Officers' Retirement Bonuses	-	-	-	-	-
	Consolidated Adjustments	3	-	-	-	-
	Other Long-Term Liabilities	252	100	77	31	33
	<b>Total Liabilities</b>	<b>17,337</b>	<b>13,458</b>	<b>10,326</b>	<b>12,401</b>	<b>8,411</b>
<b>Minority Interest</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	
<b>資本の部 Shareholders' Equity</b>	<b>Common Stock</b>	7,023	7,101	7,117	7,117	7,117
	Additional Paid-in Capital	6,135	6,214	6,229	6,229	6,229
	<b>Consolidated Surplus</b>	27,798	30,882	31,917	32,126	26,113
	Net Unrealized holding gains on Securities available for Sales	615	1,076	921	435	916
	Cumulative Translation Adjustments	-18	98	115	62	-423
	Treasury Stock	-122	-2,444	-3,210	-3,212	-733
	Cost from Issue of New Bonds	-	-	28	90	141
	<b>Total Shareholders' Equity</b>	<b>41,431</b>	<b>42,927</b>	<b>43,117</b>	<b>42,847</b>	<b>39,360</b>
	<b>Total Liabilities, Minority Interest and Shareholders' Equity</b>	<b>58,768</b>	<b>56,385</b>	<b>53,443</b>	<b>55,248</b>	<b>47,771</b>

(注)財務諸表等の一部改正に伴い、改正後の表示区分に組替えてあります。

Note: The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

(注)記載金額は、百万円未満を切り捨てて表示してあります。

Note: Amounts Less than one million yen are omitted

## Consolidated Income Statement

(Million Yen)

Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
Net Sales	57,552	44,759	42,652	40,697	29,511
Cost of Sales	43,571	37,433	36,655	35,149	27,053
Gross Profit	13,981	7,326	5,997	5,548	2,458
Selling, General and Administrative Expenses	4,108	3,498	3,254	3,236	3,111
<b>Operating Income</b>	<b>9,873</b>	<b>3,828</b>	<b>2,743</b>	<b>2,312</b>	<b>-653</b>
Non-Operating Income	1,398	1,869	1,097	911	360
Interest and Dividend Income	66	84	60	70	55
Other Non-Operating Income	1,332	1,785	1,037	841	305
Non-Operating Expenses	139	377	260	396	846
Interest Expenses	2	2	2	4	28
Other Non-Operating Expenses	137	375	258	392	818
<b>Ordinary Income</b>	<b>11,132</b>	<b>5,320</b>	<b>3,580</b>	<b>2,827</b>	<b>-1,139</b>
Extraordinary Income	141	700	579	86	123
Extraordinary Losses	18	656	756	1,402	519
Income Before Income Taxes	11,255	5,364	3,403	1,511	-1,535
Corporation Tax . Inhabitant Tax and Business Taxes	3,456	1,302	1,059	636	186
Provision for Income Taxes—Deferred	643	170	131	-244	1,037
Minority Stockholder Income	0	0	0	0	0
<b>Net Income</b>	<b>7,156</b>	<b>3,892</b>	<b>2,213</b>	<b>1,119</b>	<b>-2,758</b>

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Note: Amounts Less than one million yen are omitted

## Consolidated Cash Flows Statement

(Million Yen)

Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
<b>Cash Flows from Operating Activities</b>					
Income before Income Taxes	11,256	5,365	3,403	1,511	-1,536
Depreciation	2,620	2,772	2,533	2,529	2,677
Amortization of Excess of Investments Cost Over Equity in Net Assets of Consolidated Subsidiaries	-1	-	-	-	-
Equity in Earnings of Unconsolidated Subsidiaries and Affiliates	-994	-1,298	-704	-526	227
Gain on Sale of Investments in Securities	-40	-570	-514	-	-
Loss on Sale of Investments in Securities	-	36	-	-	-
Gain on Sale of Properties	-67	-2	-17	-3	-6
Loss on Sale of Properties	-	0	1	69	0
Fixed assets tax refund	-33	-	-	-	-
Cost from Issue of New Bonds	4	3	1	-	-
Loss on Disposal of Tangible Fixed Assets	6	338	111	438	7
Loss on Write-Down of Investments in Securities	1	168	51	264	530
Golf-course-membership depreciation loss	10	-	-	-	-
Exchange Loss(Gain)	-9	-60	18	179	35
(Decrease) Increase in Reserve for Officers' Retirement Bonuses	3	-	-	-	-
Increase in Reserve for Bonuses	-804	-263	-329	94	-126
Decrease in Reserve for Retirement Allowances	-118	1	0	-9	-
Increase in Allowance for Doubtful Receivables	0	207	91	23	226
Interest and Dividend Income	-66	-84	-60	-70	-55
Interest Expenses	1	2	2	4	28
(Increase) Decrease in Receivables	-1,342	2,260	453	-80	4,835
(Increase) Decrease in Inventories	-1,926	-405	1,369	-510	1,269
(Decrease) Increase in Purchase Liabilities	1,043	-1,362	-2,756	1,594	-5,406
(Decrease) Increase in Accrued Consumption Taxes	139	-325	127	-214	-65
(Increase) Decrease in Other Assets	-268	-290	-193	283	-44
Increase in Other Liabilities	-275	-184	-94	49	-215
Bonuses of Directors and Statutory Auditors	-7	-8	-8	-	-
Other	-	-	-	-	23
<b>Subtotal</b>	<b>9,133</b>	<b>6,301</b>	<b>3,485</b>	<b>5,625</b>	<b>2,404</b>
Interest and Dividend Received	330	402	625	376	316
Interest Paid	-1	-2	-2	-4	-32
Income Taxes Paid	-4,026	-2,230	-1,490	-923	-442
<b>TOTAL</b>	<b>5,934</b>	<b>4,471</b>	<b>2,618</b>	<b>5,074</b>	<b>2,246</b>
<b>Cash Flows from Investing Activities</b>					
Payments for Received Time Deposits	-2,150	-2,950	-1,235	-230	-140
Proceeds from Purchase Time Deposits	5,124	4,310	1,210	500	20
Payments for Purchase of Investments in Securities	-5,018	-2,579	-1,551	-2,268	-5,398
Proceeds from Sales of Property, Plant and Equipment	97	9	34	55	78
Payments for Purchase of Investments in Securities	-1,098	-1,181	-1,199	-1,014	-357
Proceeds from Sales of Investments in Securities	222	1,133	830	6	140
Payments for Loans	-276	-185	-83	-28	-115
Proceeds from Recovery of Loans	107	349	91	174	1
Other	-2	-4	-69	-360	-6
<b>TOTAL</b>	<b>-2,994</b>	<b>-1,098</b>	<b>-1,972</b>	<b>-3,165</b>	<b>-5,777</b>
<b>Cash Flows from Financing Activities</b>					
Decrease in Short-Term Loans	-	-	-	-100	647
Borrowings of Long-Term Debt	-	-	-	-	2,500
Repayments of Long-Term Borrowings	-6	-6	-4	-	-249
Proceeds from Issue of Bonds	436	154	31	-	-
Payments for Purchase of Treasury Stock and Proceeds from Sale	-61	-2,322	-766	-2	-1
Cash Dividends	-1,283	-1,949	-1,169	-908	-629
Other	-	-	-	-	19
<b>TOTAL</b>	<b>-914</b>	<b>-4,123</b>	<b>-1,908</b>	<b>-1,010</b>	<b>2,287</b>
Translation difference of Cash and Cash Equivalents	5	15	10	-101	-3
Changes in Cash and Cash Equivalents	1,532	-735	-1,251	798	-1,247
Cash and Cash Equivalents at Beginning of Year	4,503	6,036	5,309	4,058	4,856
Cash of New Consolidated Subsidiaries and Cash and Cash Equivalents at Beginning of Year	-	-	-	-	-
Cash of Removing Consolidated Subsidiaries and Cash and Cash Equivalents at Mid-Term of Year	-	-	-	-	-
Changes in Cash and Cash Equivalents	-	7	-	-	-
Cash and Cash Equivalents at End of Year	6,036	5,309	4,058	4,856	3,609

Note: Amounts Less than one million yen are omitted

## Parent's Balance Sheet

(Million Yen)

Fiscal Year Ended		'05/3	'06/3	'07/3	'08/3	'09/3	
<b>Assets</b>	<b>Current Assets</b>	26,731	22,615	19,117	20,208	13,149	
	Cash and Time Deposits	7,504	5,450	3,777	3,825	2,678	
	Notes Receivable, Trade	1,257	1,510	1,731	1,161	757	
	Accounts Receivable, Trade	10,123	7,729	6,876	7,983	3,564	
	Loans of Subsidiaries	-	-	-	-	-	
	Securities	-	-	-	-	-	
	Inventories	6,001	6,578	5,237	5,976	4,821	
	Prepaid Expenses	199	567	450	472	513	
	Deferred Tax Assets	470	182	244	121	-	
	Other Current Assets	1,190	648	851	737	976	
	Allowance for Doubtful Receivables	-13	-49	-49	-67	-160	
	<b>Fixed Assets</b>	24,206	23,269	22,985	23,081	22,785	
	<b>(Tangible Fixed Assets)</b>	17,629	16,245	15,500	15,240	16,427	
	Buildings	6,603	6,736	6,469	6,747	7,612	
	Structures	353	417	418	465	411	
	Machinery and Equipment	6,978	6,667	6,340	5,480	6,655	
	Vehicles and Automotive Equipment	43	37	42	31	39	
	Tools, Furnitures, Fixtures	221	240	257	219	170	
	Land	1,390	1,389	1,391	1,391	1,391	
	Construction in Progress	2,041	759	583	907	141	
	Other Fixed Assets	-	-	-	-	8	
	<b>(Intangible Fixed Assets)</b>	120	93	121	114	86	
	<b>(Investments and Other Assets)</b>	6,453	6,931	7,364	7,727	6,272	
	Investments in Securities	2,509	3,099	2,982	2,613	1,876	
	Stocks of affiliated companies	2,982	3,219	3,881	4,572	4,294	
	Investments	0	0	-	-	-	
	Investments to affiliated companies	16	2	-	-	-	
	Long-term loans	268	294	464	294	180	
	Long-term loans to employees	5	2	2	1	2	
	Long-term loans to affiliated companies	445	260	100	-	60	
	Long-term prepaid expense	120	107	91	76	67	
	Deferred Tax Assets	-	-	-	335	-	
	Investments real estate	5	1	1	1	1	
	Other Investments	116	115	100	93	89	
	Allowance for doubtful accounts	-13	-168	-257	-258	-297	
	<b>Total Assets</b>	<b>50,937</b>	<b>45,884</b>	<b>42,102</b>	<b>43,289</b>	<b>35,934</b>	
	<b>Liabilities</b>	<b>Current Liabilities</b>	15,687	12,071	8,600	10,916	5,068
		Notes Payable, Trade	5,169	5,272	3,919	5,174	1,904
		Accounts Payable, Trade	5,296	4,127	2,547	2,949	943
		Short-Term Loan Payables	190	190	190	190	790
		Accounts Payable, Other	1,006	575	605	1,114	293
		Accrued Income Taxes	1,666	663	143	12	4
		Expenses Unpaid	213	112	74	84	75
		Reserve for Bonuses	893	618	317	396	325
		Deposits Received	43	52	29	32	22
		Employee Savings Deposits	-	-	-	-	-
		Bills Payable for Plant and Equipment	1,175	433	754	962	-
Other Current Liabilities		36	29	22	3	712	
<b>Long-Term Liabilities</b>		453	443	408	32	2,120	
Long-Term Debt		-	-	-	-	1,749	
Deferred Tax Liabilities		205	345	332	-	339	
Reserve for Retirement Allowances		-	-	-	-	-	
Reserve for Officers' Retirement Bonuses		-	-	-	-	-	
Other Long-Term Liabilities		248	98	76	32	32	
<b>Total Liabilities</b>		<b>16,140</b>	<b>12,514</b>	<b>9,008</b>	<b>10,948</b>	<b>7,188</b>	
<b>Shareholders' Equity</b>		<b>Common Stock</b>	7,023	7,101	7,117	7,117	7,117
		Capital surplus	6,135	6,214	6,229	6,229	6,229
		Capital reserve	6,135	6,213	6,229	6,229	6,229
		<b>Earned surplus</b>	21,145	21,426	22,013	21,669	15,081
	Earned surplus reserve	748	748	748	748	748	
	Voluntary reserve	12,709	16,352	18,354	19,346	16,130	
	Dividends reserve	171	172	172	172	172	
	Fixed asset depreciation reserve	1	46	51	44	38	
	Reserve for special depreciation	6	4	1	-	-	
	Other retained earnings	12,530	16,130	18,130	19,130	15,920	
	<b>Unappropriated Retained Earnings</b>	7,687	4,326	2,911	1,575	-1,797	
	Unappropriated Retained Earnings	7,687	4,326	2,911	1,575	-1,797	
	Net Unrealized holding gains on Securities available for Sales	615	1,073	918	448	179	
	Treasury Stock	-122	-2,444	-3,210	-3,211	-1	
	<b>新株予約権</b>						
	Cost from Issue of New Bonds	-	-	27	89	141	
	<b>Total Shareholders' Equity</b>	<b>34,796</b>	<b>33,370</b>	<b>33,094</b>	<b>32,341</b>	<b>28,746</b>	
<b>Total Liabilities and Shareholders' Equity</b>	<b>46,744</b>	<b>50,937</b>	<b>42,102</b>	<b>43,289</b>	<b>35,934</b>		

Note: The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

Note: Amounts Less than one million yen are omitted

## Parent's Income Statement

(Million Yen)

Fiscal Year Ended	'05/3	'06/3	'07/3	'08/3	'09/3
<b>Net Sales</b>	54,149	41,696	39,672	37,717	26,495
Cost of Sales	41,246	35,423	34,775	33,128	24,955
Gross Profit	12,903	6,273	4,897	4,589	1,540
Selling, General and Administrative Expenses	3,830	3,291	3,127	3,072	2,601
<b>Operating Income</b>	<b>9,072</b>	<b>2,982</b>	<b>1,770</b>	<b>1,517</b>	<b>-1,061</b>
Non-Operating Income	898	1,220	1,281	1,036	937
Interest and Dividend Income	347	505	731	471	405
Other Non-Operating Income	550	715	550	565	532
Non-Operating Expenses	312	526	407	592	829
Interest Expenses	1	1	1	2	26
Other Non-Operating Expenses	310	525	406	590	803
<b>Ordinary Income</b>	<b>9,658</b>	<b>3,676</b>	<b>2,644</b>	<b>1,961</b>	<b>-953</b>
Extraordinary Income	141	700	577	4	118
Extraordinary Losses	15	807	744	1,297	879
Income Before Income Taxes	9,785	3,570	2,477	668	-1,714
Corporation Tax . Inhabitant Tax and Business Taxes	3,233	1,033	689	328	26
Provision for Income Taxes—Deferred	548	118	32	-225	1,006
<b>Net Income</b>	<b>6,003</b>	<b>2,419</b>	<b>1,756</b>	<b>565</b>	<b>-2,746</b>

Note: The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

Note: Amounts Less than one million yen are omitted