

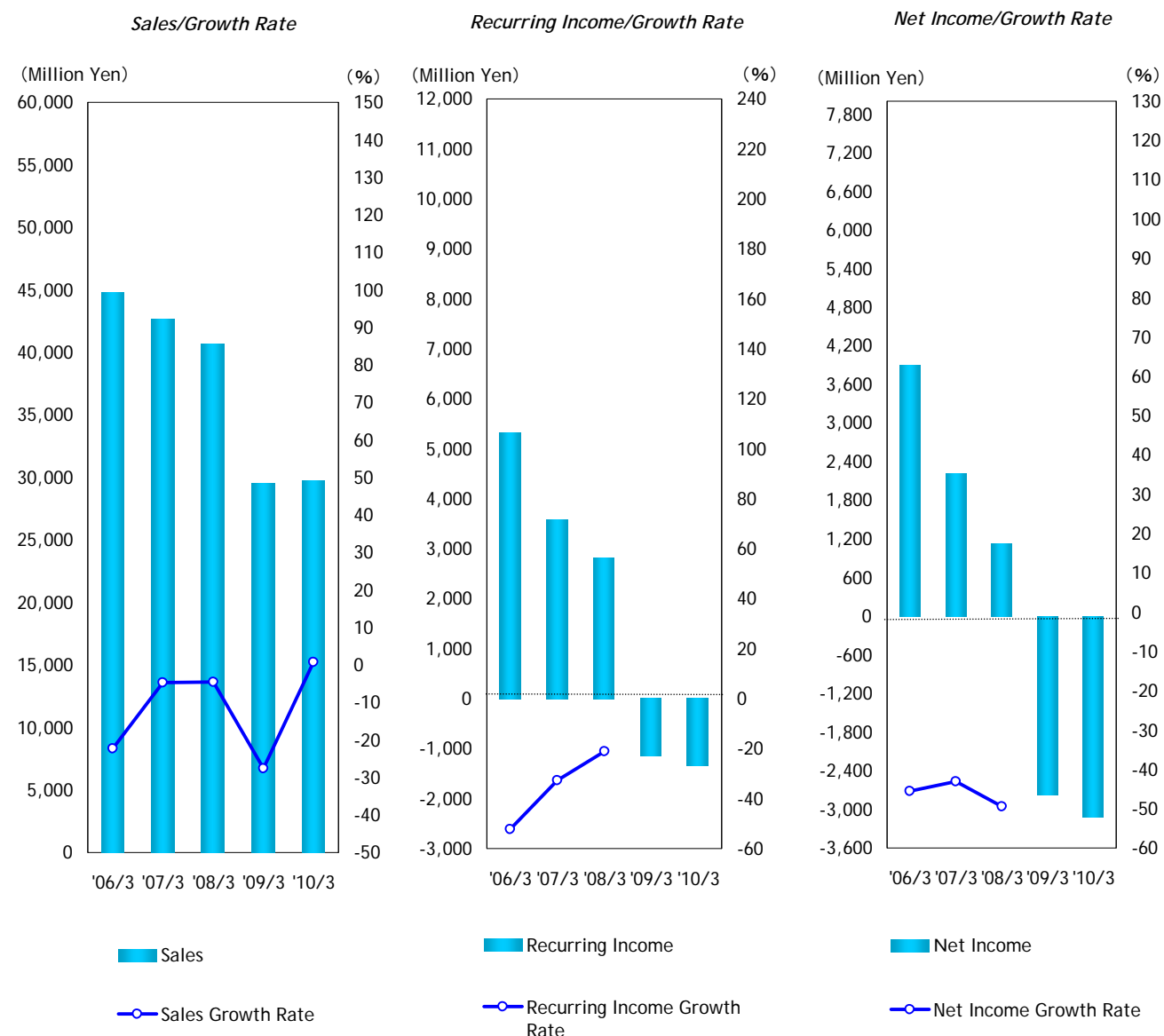
2009 Annual Report

*Arisawa*

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## Consolidated Performance

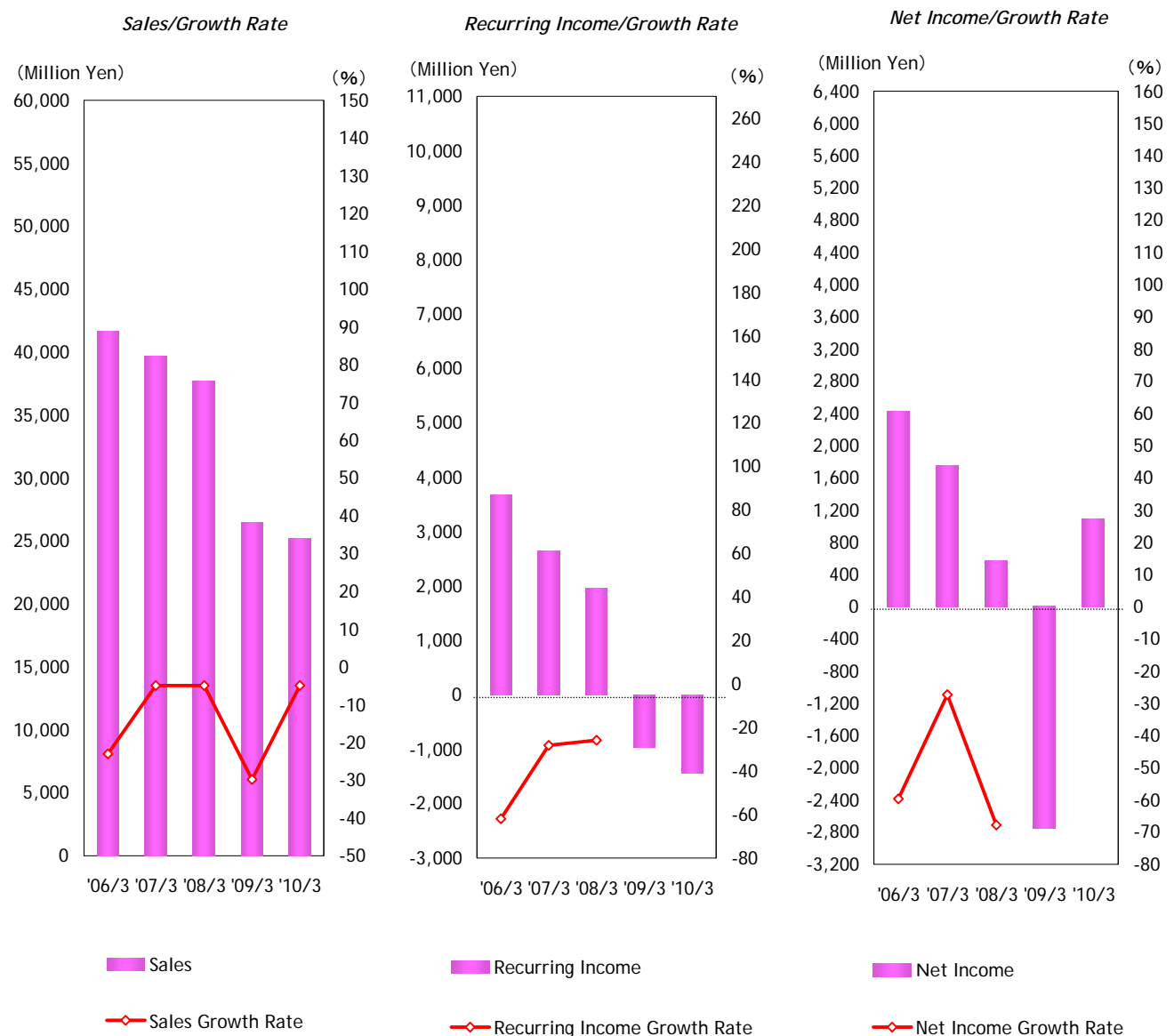


Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
Sales(Million Yen)	44,759	42,652	40,697	29,511	29,717
Sales Growth Rate(%)	-22.2	-4.7	-4.6	-27.5	0.7
Operating Income(Million Yen)	3,828	2,743	2,312	-653	-1,334
Operating Profit Growth Rate(%)	-61.2	-28.3	-15.7	-	-
Recurring Income(Million Yen)	5,320	3,580	2,827	-1,139	-1,328
Recurring Income Growth Rate(%)	-52.2	-32.7	-21.0	-	-
Net Income(Million Yen)	3,892	2,213	1,119	-2,758	-3,104
Net Income Growth Rate(%)	-45.6	-43.1	-49.4	-	-
Gross Profit(%)	16.4	14.1	13.6	8.3	5.9
SG & A Ratio(%)	7.8	7.6	7.9	10.5	10.3

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

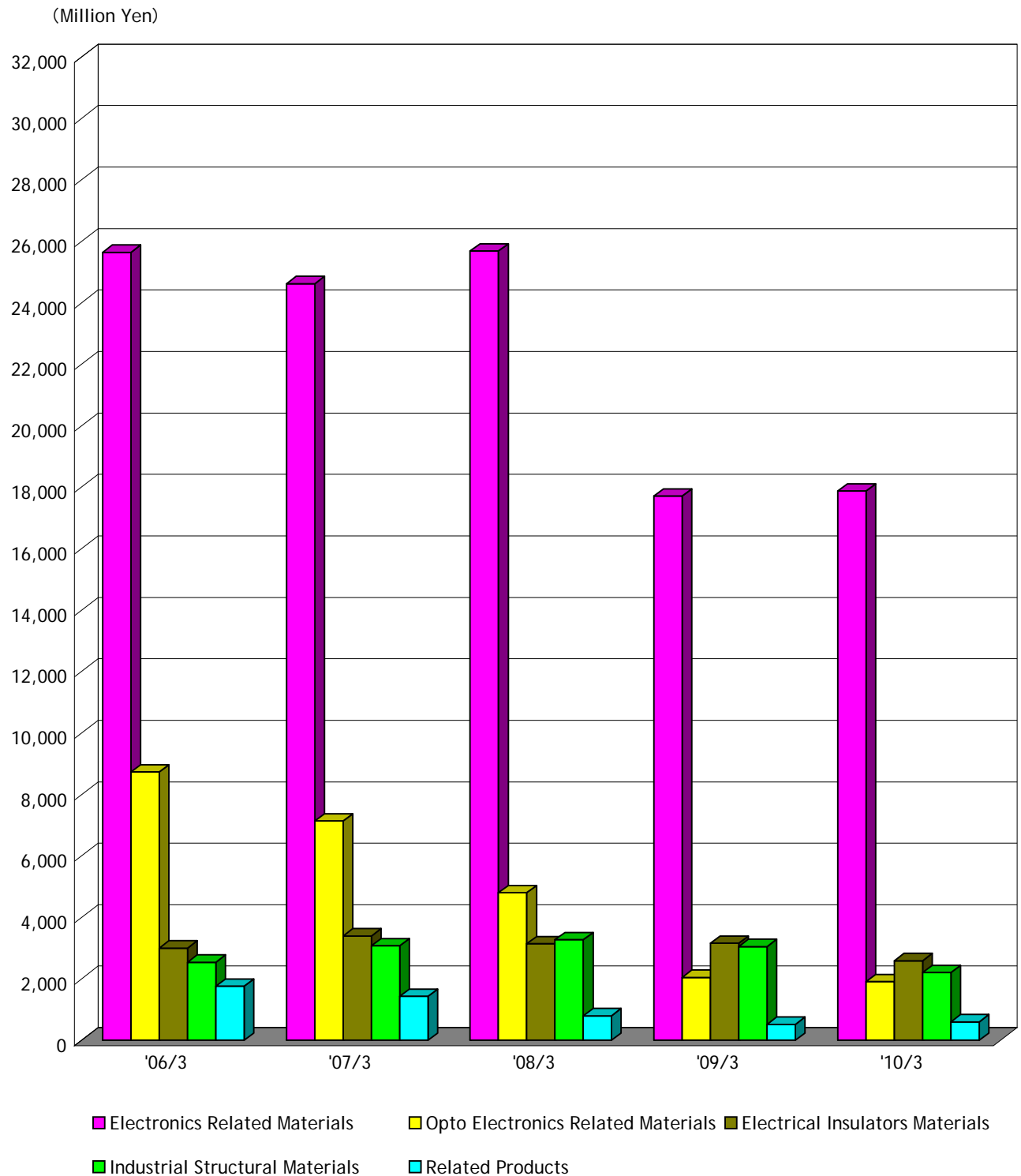


Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
Sales(Million Yen)	41,696	39,672	37,717	26,495	25,194
Sales Growth Rate(%)	-23.0	-4.9	-4.9	-29.8	-4.9
Operating Income(Million Yen)	2,982	1,770	1,517	-1,061	-1,602
Operating Profit Growth Rate(%)	-67.1	-40.6	-14.3		
Recurring Income(Million Yen)	3,676	2,644	1,961	-953	-1,430
Recurring Income Growth Rate(%)	-61.9	-28.1	-25.8		
Net Income(Million Yen)	2,419	1,756	565	-2,746	1,093
Net Income Growth Rate(%)	-59.7	-27.4	-67.8		
Gross Profit(%)	15.1	12.3	12.2	5.8	3.3
SG & A Ratio(%)	7.9	7.9	8.1	9.8	9.6

Note: Amounts less than one million yen are omitted

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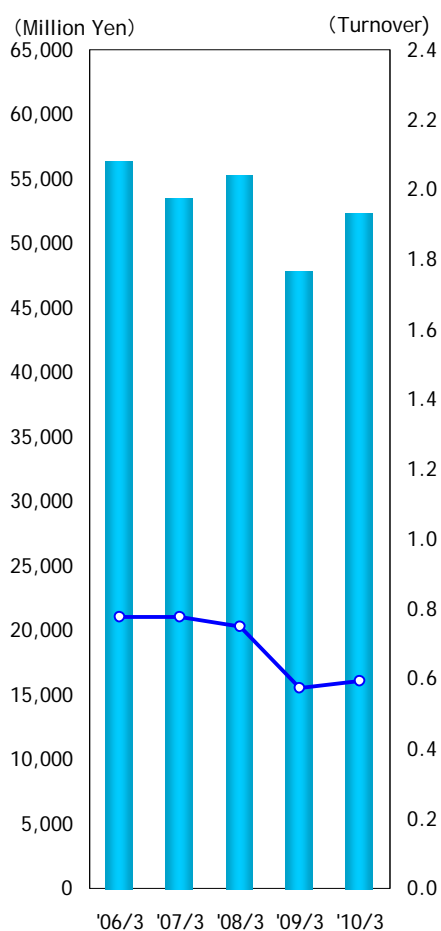
## Parent's Sales Breakdown by Segments



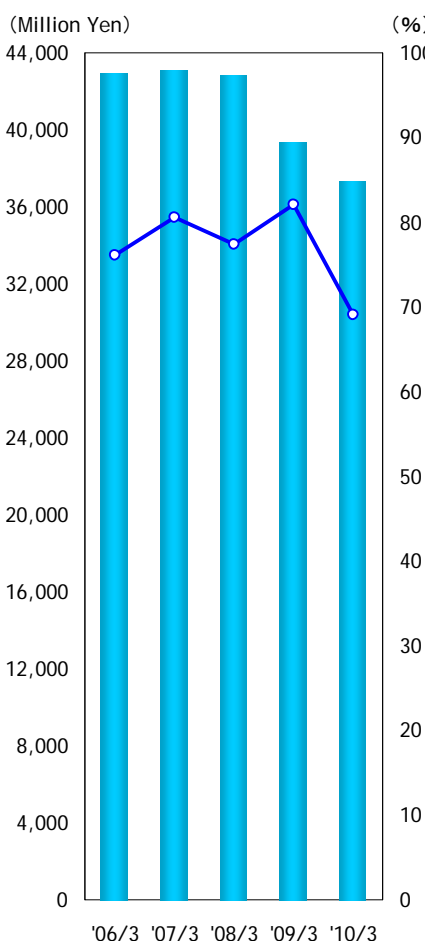
Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
Electronics Related Materials	25,640	24,626	25,682	17,709	17,877
Opto Electronics Related Materials	8,736	7,137	4,809	2,051	1,913
Electrical Insulators Materials	3,008	3,399	3,148	3,163	2,593
Industrial Structural Materials	2,546	3,077	3,279	3,054	2,206
Related Products	1,766	1,433	799	518	605
<b>Total</b>	<b>41,696</b>	<b>39,672</b>	<b>37,717</b>	<b>26,495</b>	<b>25,194</b>

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

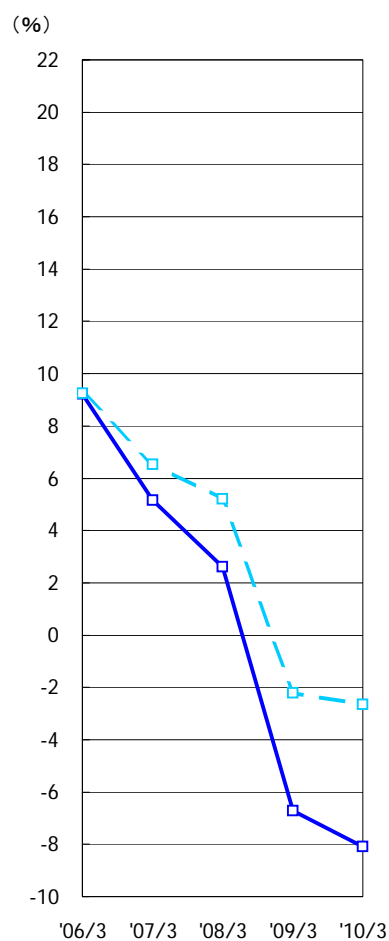
*Total Liabilities and Net Worth/  
Turnover Ratio of Total  
Liabilities and Net Worth*



*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	'06/3	'07/3	'08/3	'09/3	'10/3
Total Liabilities and Net Worth(Million Yen)	56,385	53,443	55,248	47,771	52,304
Turnover Ratio of Total Liabilities and Net Worth	0.78	0.78	0.75	0.57	0.59
Operating Profit Ratio of Total Liabilities and Net Worth(%)	9.2	6.5	5.2	-2.2	-2.7
Shareholders' Equity(Million Yen)	42,927	43,117	42,847	39,360	37,324
Shareholders' Equity to Total Assets(%)	76.1	80.6	77.4	82.1	69.1
Return on Equity(%)	9.2	5.1	2.6	-6.7	-8.1

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

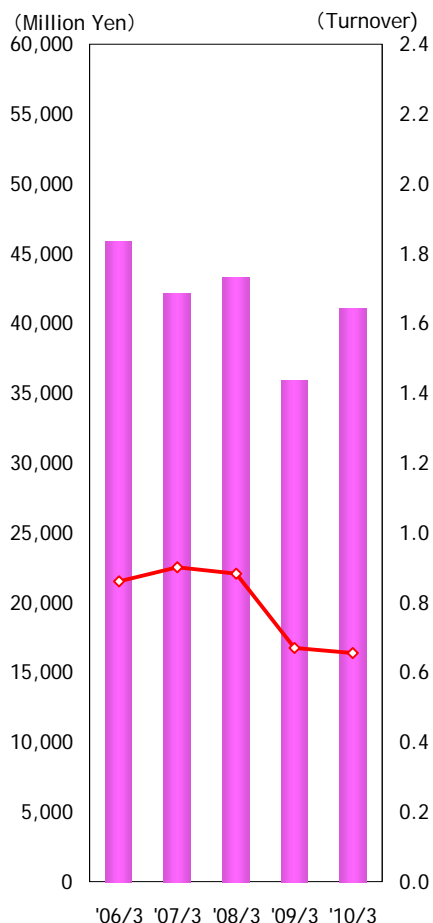
Shareholders' Equity to Total Assets = Shareholders' Equity (Term End)/Total Liabilities and Net Worth (Term End)X100

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

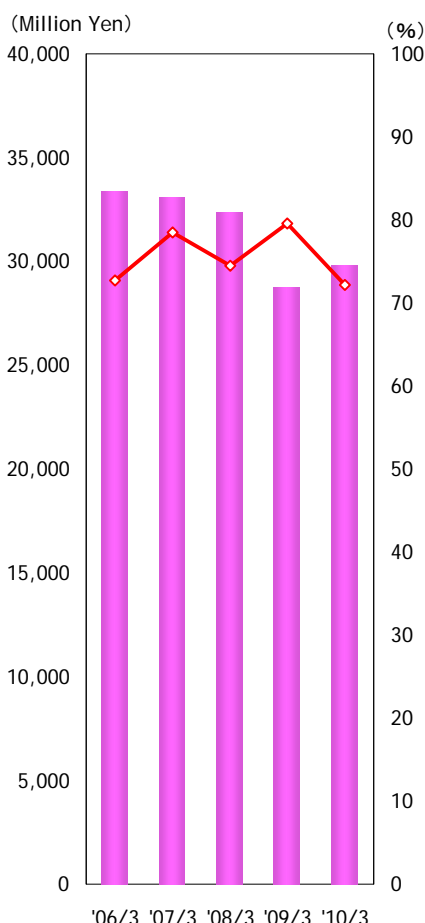
The listed amounts are rearranged to reflect amended financial classifications pursuant to the amendment of a part of the Regulation concerning Terminology, Forms and Method of Preparation of Financial Statements, etc

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

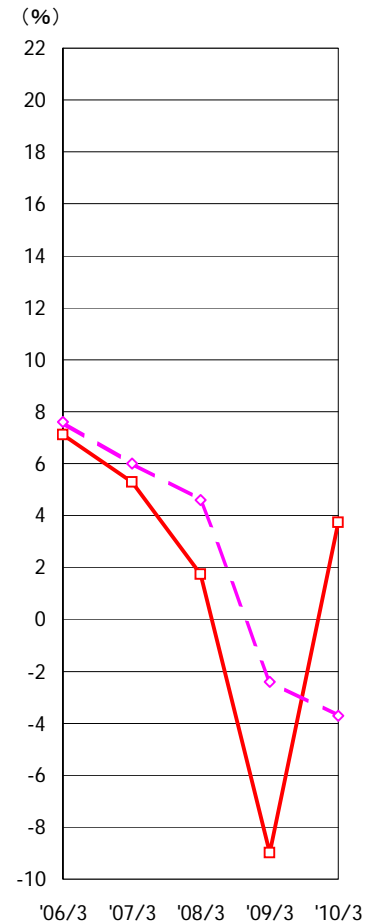
*Total Liabilities and Net Worth/  
Turnover Ratio of Total Liabilities  
and Net Worth*



*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	'06/3	'07/3	'08/3	'09/3	'10/3
Total Liabilities and Net Worth(Million Yen)	45,884	42,102	43,289	35,934	41,056
Turnover Ratio of Total Liabilities and Net Worth	0.86	0.90	0.88	0.67	0.65
Operating Profit Ratio of Total Liabilities and Net Worth(%)	7.6	6.0	4.6	-2.4	-3.7
Shareholders' Equity(Million Yen)	33,370	33,094	32,341	28,746	29,836
Shareholders' Equity to Total Assets(%)	72.7	78.5	74.5	79.6	72.2
Return on Equity(%)	7.1	5.3	1.7	-9.0	3.7
Number of Shares Outstanding at Term End(thousand)	35,472	34,991	34,992	34,993	34,994

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

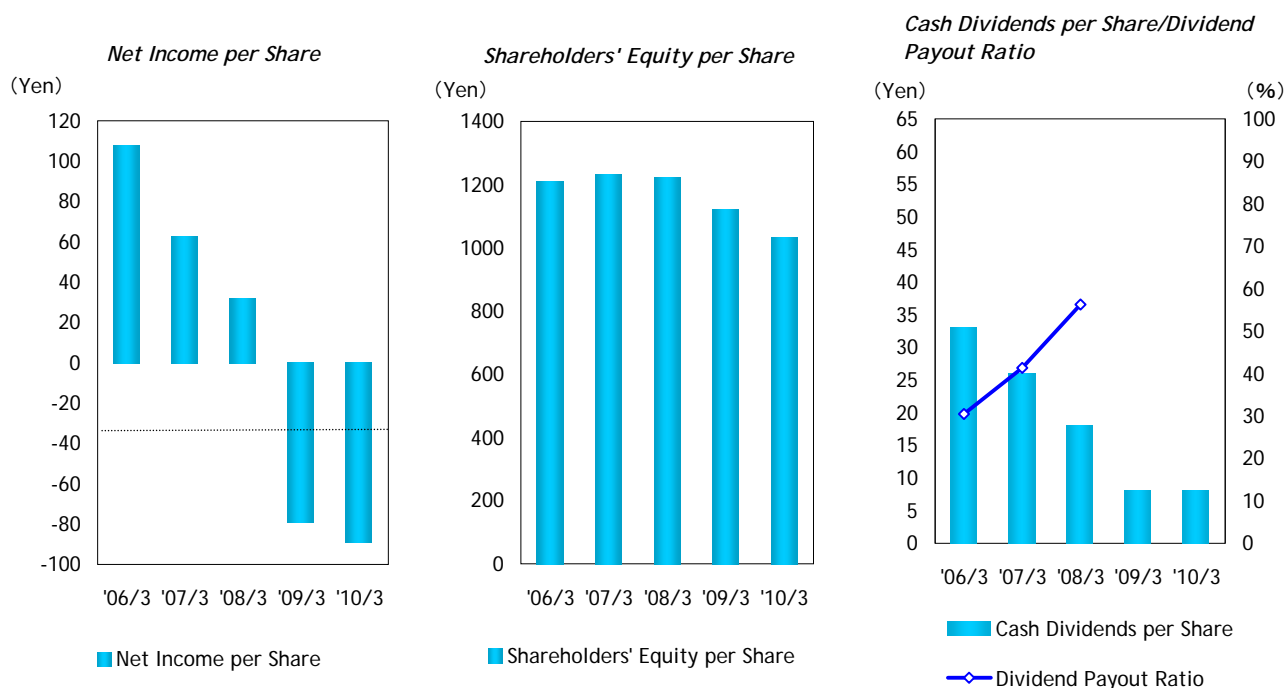
Operating Profit Ratio of Total Liabilities and Net Worth = Ordinary Income/Total Liabilities and Net Worth (Mid-term Average)X100

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

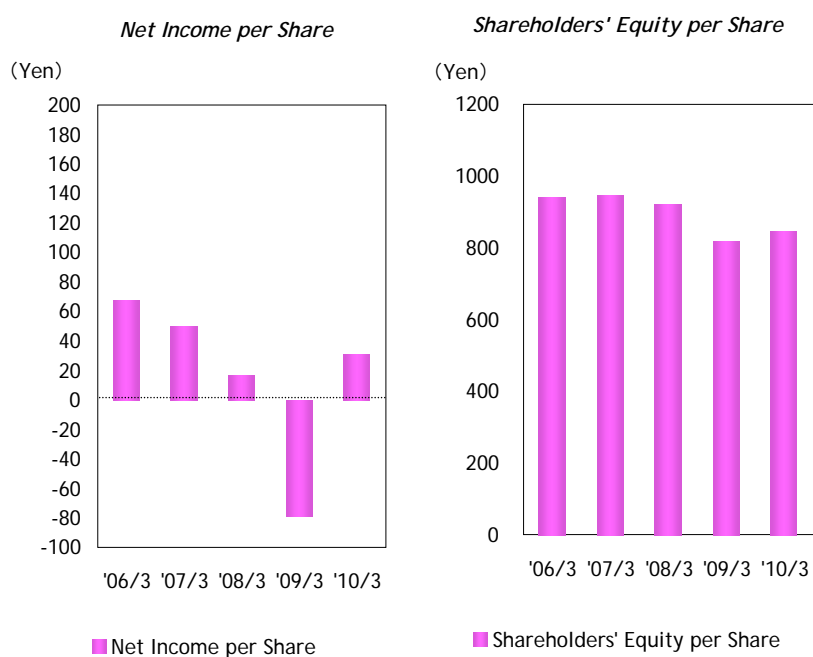
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## Consolidated Per Share Data



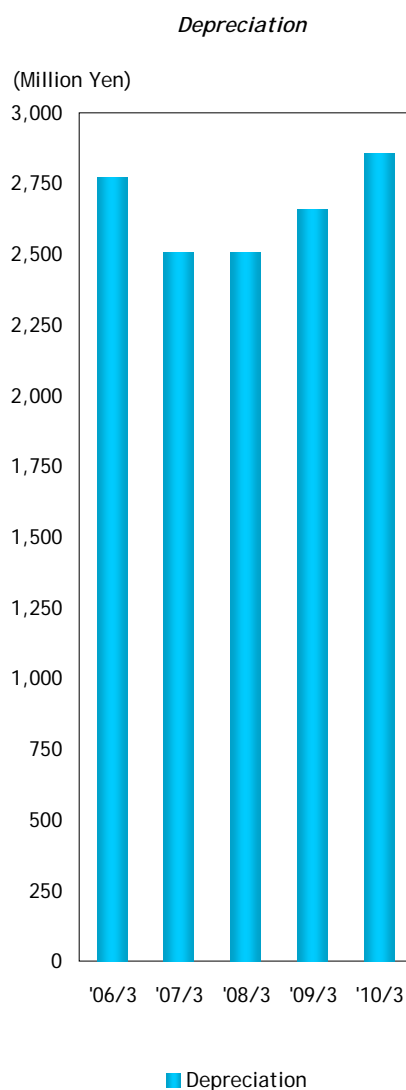
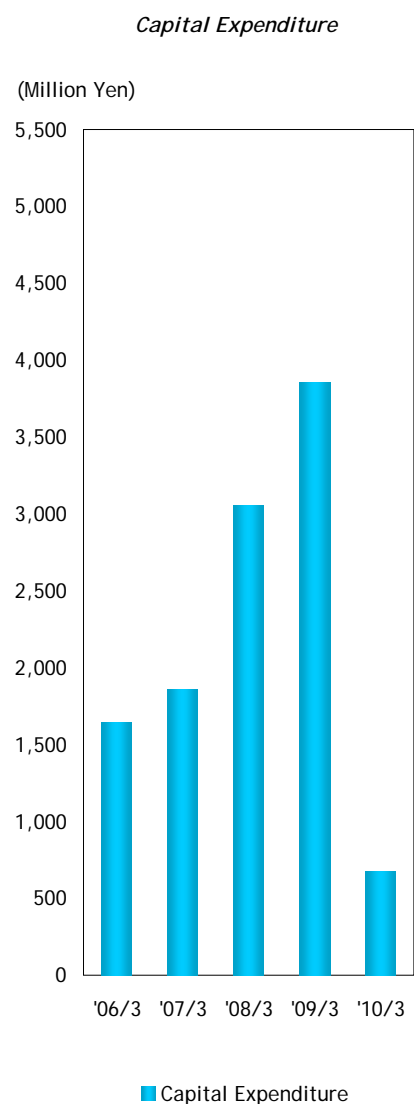
Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
Net Income per Share(Yen)	108.06	62.83	31.98	-78.84	-88.72
Shareholders' Equity per Share(Yen)	1209.94	1231.45	1221.91	1120.37	1032.36
Cash Dividends per Share(Yen)	33	26	18	8	8
Dividend Payout Ratio(%)	30.5	41.4	56.3		

## Parent's Per Share Data



Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
Net Income per Share(Yen)	67.31	49.86	16.17	-78.47	31.25
Shareholders' Equity per Share(Yen)	940.76	945.02	921.69	817.46	847.17

## Consolidated Capital Expenditure



Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
Capital Expenditure(Million Yen)	1,641	1,861	3,057	3,857	674
Depreciation(Million Yen)	2,771	2,507	2,507	2,659	2,856
Inventory Turnover Period(Days)	61.1	60.0	60.5	81.6	72.8
Interest Coverage	1,796.0	1,716.1	612.5	-22.3	-13.3

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	'06/3	'07/3	'08/3	'09/3	'10/3
Capital Expenditure(Million Yen)	1,615	1,806	2,918	3,737	564
Depreciation(Million Yen)	2,511	2,300	2,216	2,333	2,545
Inventory Turnover Period(Days)	55.1	54.4	54.3	74.4	65.3
Interest Coverage	2805.3	1130.1	650.6	-40.1	-22.1
Number of Employees(including part time employees)	728	694	691	680	653
Net Sales per Employee(including part time employees)(Thousand Yen)	57,275	57,164	54,583	38,963	38,582
Labor Productivity(\ Thousands)	16,461	15,558	13,715	9,508	9,302
Labor's Relative Share(%)	43.4	48.8	50.7	70.7	73.3

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		'06/3	'07/3	'08/3	'09/3	'10/3
<b>Assets</b>	<b>Current Assets</b>	25,625	22,679	24,384	17,262	23,633
	Cash and Time Deposits	6,569	5,343	5,871	4,744	7,721
	Notes and Accounts Receivable, Trade	10,138	9,685	10,229	5,254	7,439
	Securities	-	-	-	-	1,599
	Inventories	7,700	6,331	7,170	6,018	5,839
	Deferred Tax Assets	278	334	227	68	74
	Other Current Assets	990	1,037	956	1,338	1,071
	Allowance for Doubtful Receivables	-50	-51	-69	-160	-110
	<b>Fixed Assets</b>	30,760	30,764	30,864	30,509	28,671
	<b>(Tangible Fixed Assets)</b>	16,908	16,152	16,061	17,203	16,708
	Buildings and Structures	7,474	7,194	7,537	8,325	8,494
	Machinery, Equipment and Automotive Equipment	6,869	6,538	5,814	6,961	4,932
	Tools, Furnitures, Fixtures	257	279	244	192	200
	Land	1,550	1,551	1,551	1,551	1,551
	Construction in Progress	758	590	915	167	38
	Other Fixed Assets	-	-	-	7	1,493
	<b>(Intangible Fixed Assets)</b>	96	124	208	157	221
	<b>(Investments and Other Assets)</b>	13,756	14,488	14,595	13,149	11,742
	Investments in Securities	13,346	14,028	13,947	12,918	9,058
	Long-Term Loans	296	466	295	216	286
	Deferred Tax Assets	50	49	431	107	56
	Other Investments	231	203	184	306	2,790
	Allowance for Doubtful Receivables	-167	-258	-262	-398	-448
<b>Total Assets</b>	<b>56,385</b>	<b>53,443</b>	<b>55,248</b>	<b>47,771</b>	<b>52,304</b>	
<b>負債の部 Liabilities</b>	<b>Current Liabilities</b>	12,975	9,786	12,240	6,359	10,533
	Notes and Accounts Payable, Trade	9,916	7,160	8,815	3,410	5,416
	Short-Term Loan Payables	194	190	390	1,037	951
	Accrued Income Taxes	822	379	135	63	109
	Deferred Tax Liabilities	0	0	0	191	137
	Reserve for Bonuses	788	458	573	447	453
	Other Current Liabilities	1,255	1,599	2,327	1,211	3,467
	<b>Long-Term Liabilities</b>	483	540	161	2,052	4,447
	Long-Term Debt	-	-	-	1,749	1,901
	Deferred Tax Liabilities	345	426	102	242	415
	Severance and Retirement Benefits	38	37	28	28	29
	Reserve for Officers' Retirement Bonuses	-	-	-	-	-
	Consolidated Adjustments	-	-	-	-	-
	Other Long-Term Liabilities	100	77	31	33	2,102
	<b>Total Liabilities</b>	<b>13,458</b>	<b>10,326</b>	<b>12,401</b>	<b>8,411</b>	<b>14,980</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>	7,101	7,117	7,117	7,117	7,117
	Additional Paid-in Capital	6,214	6,229	6,229	6,229	6,229
	<b>Consolidated Surplus</b>	30,882	31,917	32,126	26,113	22,728
	Net Unrealized holding gains on Securities available for Sales	1,076	921	435	184	1,446
	Cumulative Translation Adjustments	98	115	62	-423	-387
	Treasury Stock	-2,444	-3,210	-3,212	-1	-1
	Cost from Issue of New Bonds	-	28	90	141	192
	<b>Total Shareholders' Equity</b>	<b>42,927</b>	<b>43,117</b>	<b>42,847</b>	<b>39,360</b>	<b>37,324</b>
	<b>Total Liabilities, Minority Interest and Shareholders' Equity</b>	<b>56,385</b>	<b>53,443</b>	<b>55,248</b>	<b>47,771</b>	<b>52,304</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	'06/3	'07/3	'08/3	'09/3	'10/3
Net Sales	44,759	42,652	40,697	29,511	29,717
Cost of Sales	37,433	36,655	35,149	27,053	27,976
Gross Profit	7,326	5,997	5,548	2,458	1,741
Selling, General and Administrative Expenses	3,498	3,254	3,236	3,111	3,075
<b>Operating Income</b>	<b>3,828</b>	<b>2,743</b>	<b>2,312</b>	<b>-653</b>	<b>-1,334</b>
Non-Operating Income	1,869	1,097	911	360	613
Interest and Dividend Income	84	60	70	55	30
Other Non-Operating Income	1,785	1,037	841	305	583
Non-Operating Expenses	377	260	396	846	607
Interest Expenses	2	2	4	28	98
Other Non-Operating Expenses	375	258	392	818	509
<b>Ordinary Income</b>	<b>5,320</b>	<b>3,580</b>	<b>2,827</b>	<b>-1,139</b>	<b>-1,328</b>
Extraordinary Income	700	579	86	123	90
Extraordinary Losses	656	756	1,402	519	1,753
Income Before Income Taxes	5,364	3,403	1,511	-1,535	-2,991
Corporation Tax . Inhabitant Tax and Business Taxes	1,302	1,059	636	186	147
Provision for Income Taxes—Deferred	170	131	-244	1,037	9
Minority Stockholder Income	0	0	0	0	-43
<b>Net Income</b>	<b>3,892</b>	<b>2,213</b>	<b>1,119</b>	<b>-2,758</b>	<b>-3,104</b>

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Note: Amounts Less than one million yen are omitted

## Consolidated Cash Flows Statement

(Million Yen)

Fiscal Year Ended	'06/3	'07/3	'08/3	'09/3	'10/3
<b>Cash Flows from Operating Activities</b>					
Income before Income Taxes	5,365	3,403	1,511	-1,536	-2,991
Depreciation	2,772	2,533	2,529	2,677	2,992
Amortization of Excess of Investments Cost Over Equity in Net Assets of Consolidated Subsidiaries	-	-	-	-	-
Equity in Earnings of Unconsolidated Subsidiaries and Affiliates	-1,298	-704	-526	227	-307
Gain on Sale of Investments in Securities	-570	-514	-	-	-
Loss on Sale of Investments in Securities	36	-	-	-	-
Gain on Sale of Properties	-2	-17	-3	-6	-1
Loss on Sale of Properties	0	1	69	0	0
Fixed assets tax refund	-	-	-	-	-
Cost from Issue of New Bonds	3	1	-	-	-
Loss on Disposal of Tangible Fixed Assets	338	111	438	7	23
Loss on Write-Down of Investments in Securities	168	51	264	530	668
Golf-course-membership depreciation loss	-	-	-	-	-
Exchange Loss(Gain)	-60	18	179	35	76
(Decrease) Increase in Reserve for Officers' Retirement Bonuses	-	-	-	-	-
Increase in Reserve for Bonuses	-263	-329	94	-126	6
Decrease in Reserve for Retirement Allowances	1	0	-9	-	-
Increase in Allowance for Doubtful Receivables	207	91	23	226	-36
Interest and Dividend Income	-84	-60	-70	-55	-51
Interest Expenses	2	2	4	28	98
(Increase) Decrease in Receivables	2,260	453	-80	4,835	-1,501
(Increase) Decrease in Inventories	-405	1,369	-510	1,269	543
(Decrease) Increase in Purchase Liabilities	-1,362	-2,756	1,594	-5,406	1,878
(Decrease) Increase in Accrued Consumption Taxes	-325	127	-214	-65	233
(Increase) Decrease in Other Assets	-290	-193	283	-44	252
Increase in Other Liabilities	-184	-94	49	-215	160
Bonuses of Directors and Statutory Auditors	-8	-8	-	-	-
Other	-	-	-	23	1,166
<b>Subtotal</b>	<b>6,301</b>	<b>3,485</b>	<b>5,625</b>	<b>2,404</b>	<b>3,208</b>
Interest and Dividend Received	402	625	376	316	218
Interest Paid	-2	-2	-4	-32	-97
Income Taxes Paid	-2,230	-1,490	-923	-442	-107
<b>TOTAL</b>	<b>4,471</b>	<b>2,618</b>	<b>5,074</b>	<b>2,246</b>	<b>3,222</b>
<b>Cash Flows from Investing Activities</b>					
Payments for Received Time Deposits	-2,950	-1,235	-230	-140	-3,566
Proceeds from Purchase Time Deposits	4,310	1,210	500	20	750
Payments for Purchase of Investments in Securities	-2,579	-1,551	-2,268	-5,398	-512
Proceeds from Sales of Property, Plant and Equipment	9	34	55	78	11
Payments for Purchase of Investments in Securities	-1,181	-1,199	-1,014	-357	-715
Proceeds from Sales of Investments in Securities	1,133	830	6	140	3,467
Payments for Loans	-185	-83	-28	-115	-9
Proceeds from Recovery of Loans	349	91	174	1	3
Other	-4	-69	-360	-6	-45
<b>TOTAL</b>	<b>-1,098</b>	<b>-1,972</b>	<b>-3,165</b>	<b>-5,777</b>	<b>-616</b>
<b>Cash Flows from Financing Activities</b>					
Decrease in Short-Term Loans	-	-	-100	647	-836
Borrowings of Long-Term Debt	-	-	-	2,500	30
Repayments of Long-Term Borrowings	-6	-4	-	-249	-543
Proceeds from Issue of Bonds	154	31	-	-	-
Payments for Purchase of Treasury Stock and Proceeds from Sale	-2,322	-766	-2	-1	-1
Cash Dividends	-1,949	-1,169	-908	-629	-280
Other	-	-	-	19	1,776
<b>TOTAL</b>	<b>-4,123</b>	<b>-1,908</b>	<b>-1,010</b>	<b>2,287</b>	<b>146</b>
Translation difference of Cash and Cash Equivalents	15	10	-101	-3	-91
Changes in Cash and Cash Equivalents	-735	-1,251	798	-1,247	2,661
Cash and Cash Equivalents at Beginning of Year	6,036	5,309	4,058	4,856	3,609
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	5,309	4,058	4,856	3,609	6,270

Note: Amounts Less than one million yen are omitted

## Parent's Balance Sheet

(Million Yen)

Fiscal Year Ended		'06/3	'07/3	'08/3	'09/3	'10/3	
<b>Assets</b>	<b>Current Assets</b>	22,615	19,117	20,208	13,149	16,989	
	Cash and Time Deposits	5,450	3,777	3,825	2,678	4,903	
	Notes Receivable, Trade	1,510	1,731	1,161	757	509	
	Accounts Receivable, Trade	7,729	6,876	7,983	3,564	5,042	
	Loans of Subsidiaries	-	-	-	-	-	
	Securities	-	-	-	-	-	
	Inventories	6,578	5,237	5,976	4,821	4,192	
	Prepaid Expenses	567	450	472	513	375	
	Deferred Tax Assets	182	244	121	-	-	
	Other Current Assets	648	851	737	976	2,065	
	Allowance for Doubtful Receivables	-49	-49	-67	-160	-97	
	<b>Fixed Assets</b>	23,269	22,985	23,081	22,785	24,067	
	<b>(Tangible Fixed Assets)</b>	16,245	15,500	15,240	16,427	14,244	
	Buildings	6,736	6,469	6,747	7,612	7,041	
	Structures	417	418	465	411	349	
	Machinery and Equipment	6,667	6,340	5,480	6,655	3,819	
	Vehicles and Automotive Equipment	37	42	31	39	19	
	Tools, Furnitures, Fixtures	240	257	219	170	113	
	Land	1,389	1,391	1,391	1,391	1,391	
	Construction in Progress	759	583	907	141	18	
	Other Fixed Assets	-	-	-	8	1,494	
	<b>(Intangible Fixed Assets)</b>	93	121	114	86	112	
	<b>(Investments and Other Assets)</b>	6,931	7,364	7,727	6,272	9,711	
	Investments in Securities	3,099	2,982	2,613	1,876	2,222	
	Stocks of affiliated companies	3,219	3,881	4,572	4,294	4,907	
	Investments	0	-	-	-	-	
	Investments to affiliated companies	2	-	-	-	-	
	Long-term loans	294	464	294	180	285	
	Long-term loans to employees	2	2	1	2	1	
	Long-term loans to affiliated companies	260	100	-	60	-	
	Long-term prepaid expense	107	91	76	67	64	
	Deferred Tax Assets	-	-	335	-	-	
	Investments real estate	1	1	1	1	1	
	Other Investments	115	100	93	89	2,552	
	Allowance for doubtful accounts	-168	-257	-258	-297	-321	
	<b>Total Assets</b>	<b>45,884</b>	<b>42,102</b>	<b>43,289</b>	<b>35,934</b>	<b>41,056</b>	
	<b>Liabilities</b>	<b>Current Liabilities</b>	12,071	8,600	10,916	5,259	7,922
		Notes Payable, Trade	5,272	3,919	5,174	1,904	2,794
		Accounts Payable, Trade	4,127	2,547	2,949	943	1,733
		Short-Term Loan Payables	190	190	190	790	40
		Accounts Payable, Other	575	605	1,114	293	1,568
		Accrued Income Taxes	663	143	12	4	24
		Expenses Unpaid	112	74	84	75	74
		Reserve for Bonuses	618	317	396	325	312
Deposits Received		52	29	32	22	23	
Employee Savings Deposits		-	-	-	-	-	
Bills Payable for Plant and Equipment		433	754	962	-	-	
Other Current Liabilities		29	22	3	903	1,354	
<b>Long-Term Liabilities</b>		443	408	32	1,929	3,298	
Long-Term Debt		-	-	-	1,749	1,248	
Deferred Tax Liabilities		345	332	-	147	297	
Reserve for Retirement Allowances		-	-	-	-	-	
Reserve for Officers' Retirement Bonuses		-	-	-	-	-	
Other Long-Term Liabilities		98	76	32	33	1,753	
<b>Total Liabilities</b>		<b>12,514</b>	<b>9,008</b>	<b>10,948</b>	<b>7,188</b>	<b>11,220</b>	
<b>Shareholders' Equity</b>		<b>Common Stock</b>	7,101	7,117	7,117	7,117	7,117
		Capital surplus	6,214	6,229	6,229	6,229	6,229
	Capital reserve	6,213	6,229	6,229	6,229	6,229	
	<b>Earned surplus</b>	21,426	22,013	21,669	15,081	15,894	
	Earned surplus reserve	748	748	748	748	748	
	Voluntary reserve	16,352	18,354	19,346	16,130	13,953	
	Dividends reserve	172	172	172	172	-	
	Fixed asset depreciation reserve	46	51	44	38	33	
	Reserve for special depreciation	4	1	-	-	-	
	Other retained earnings	16,130	18,130	19,130	15,920	13,920	
	<b>Unappropriated Retained Earnings</b>	4,326	2,911	1,575	-1,797	1,193	
	Unappropriated Retained Earnings	4,326	2,911	1,575	-1,797	1,193	
	Net Unrealized holding gains on Securities available for Sales	1,073	918	448	179	405	
	Treasury Stock	-2,444	-3,210	-3,211	-1	-1	
	<b>新株予約権</b>						
	Cost from Issue of New Bonds	-	27	89	141	192	
	<b>Total Shareholders' Equity</b>	<b>33,370</b>	<b>33,094</b>	<b>32,341</b>	<b>28,746</b>	<b>29,836</b>	
<b>Total Liabilities and Shareholders' Equity</b>	<b>45,884</b>	<b>42,102</b>	<b>43,289</b>	<b>35,934</b>	<b>41,056</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	'06/3	'07/3	'08/3	'09/3	'10/3
<b>Net Sales</b>	41,696	39,672	37,717	26,495	25,194
Cost of Sales	35,423	34,775	33,128	24,955	24,370
Gross Profit	6,273	4,897	4,589	1,540	824
Selling, General and Administrative Expenses	3,291	3,127	3,072	2,601	2,426
<b>Operating Income</b>	<b>2,982</b>	<b>1,770</b>	<b>1,517</b>	<b>-1,061</b>	<b>-1,602</b>
Non-Operating Income	1,220	1,281	1,036	937	903
Interest and Dividend Income	505	731	471	405	461
Other Non-Operating Income	715	550	565	532	442
Non-Operating Expenses	526	407	592	829	731
Interest Expenses	1	1	2	26	72
Other Non-Operating Expenses	525	406	590	803	659
<b>Ordinary Income</b>	<b>3,676</b>	<b>2,644</b>	<b>1,961</b>	<b>-953</b>	<b>-1,430</b>
Extraordinary Income	700	577	4	118	3,168
Extraordinary Losses	807	744	1,297	879	711
Income Before Income Taxes	3,570	2,477	668	-1,714	1,027
Corporation Tax . Inhabitant Tax and Business Taxes	1,033	689	328	26	-8
Provision for Income Taxes—Deferred	118	32	-225	1,006	-58
<b>Net Income</b>	<b>2,419</b>	<b>1,756</b>	<b>565</b>	<b>-2,746</b>	<b>1,093</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