



3. Consolidated Forecasts for the Fiscal Year Ending September 30, 2017  
(October 1, 2016 - September 30, 2017)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full Year	45,000	0.8	3,750	2.5	3,750	0.9	2,550	0.8	304.58

Note(1) : Revisions of the Consolidated forecast since the latest announcement: No

(2) : The consolidated forecasts for earnings per share for the Full year above, takes into account the impact of the common share consolidation. (If the common share consolidation is not taken into account, the amount is 60.92 yen). For details, please see "Explanation regarding appropriate use of earnings forecasts and other special notes".

4. Others

(1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): None

(2) Adoption of simplified accounting treatment for quarterly closing: Yes

(3) Changes in accounting treatment for quarterly consolidated financial statement:

1) Changes caused by revision of accounting standards: None

2) Other changes: None

(4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of the period (incl. treasury stock)

Mar. 2017: 8,615,269 shares                      Sept. 2016: 8,615,269 shares

2) Number of treasury stock at the end of the period

Mar. 2017: 243,735 shares                      Sept. 2016: 244,327 shares

3) Average number of shares in the fiscal year

Mar. 2017: 8,371,347 shares                      Mar. 2016: 8,372,633 shares

Note : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with it, average number of shares are calculated based on the assumption that the common share consolidation had been carried out at the beginning of the previous fiscal year.

\* This quarterly consolidated financial statements is not subject to quarterly review procedures.

\* Explanation regarding appropriate use of earnings forecasts and other special notes

Note(1) : The forecasts above are based on currently available information at the time of announcement. Actual results may differ from these forecasts for a number of factors.

(2) : The Company carried out a one-for-five common share consolidation with an effective date of April 1, 2017. In accordance with a resolution of the 72th Ordinary General Meeting of Shareholders held on December 20, 2016. In addition, the company carried out the change of number of shares ( from 1,000 shares to 100 shares ) on the same date. Dividend forecasts and consolidated forecasts for year ending September 30, 2017 without taking into account the common share consolidation are as follows.

1. Dividend forecasts for year ending September 30, 2017

Dividends per share

At end of fiscal year 7.50 yen

2. Consolidated forecasts for year ending September 30, 2017

Earnings per share

As of September 30, 2017 60.92 yen

## 5. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2016	As of March 31, 2017
<b>Assets</b>		
<b>Current Assets</b>		
Cash and deposits	12,642	15,185
Notes and accounts receivable-trade	10,595	10,996
Finished goods	1,212	1,669
Work in process	2,649	2,738
Raw materials and supplies	2,031	2,119
Deferred tax assets	486	538
Others	707	872
Allowance for doubtful accounts	(163)	(147)
<b>Total Current Assets</b>	<b>30,162</b>	<b>33,972</b>
<b>Non-Current Assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures (net)	15,501	15,997
Machinery, equipment and vehicles (net)	9,007	9,756
Land	4,296	4,359
Construction in progress	64	275
Other (net)	1,768	1,935
Accumulated depreciation & Impairment Loss	(15,109)	(16,063)
<b>Total property, plant and equipment</b>	<b>15,528</b>	<b>16,260</b>
<b>Intangible assets</b>		
Goodwill	153	133
Other	190	187
<b>Total intangible assets</b>	<b>343</b>	<b>320</b>
<b>Investments and other assets</b>		
Investment securities	1,094	1,333
Deferred tax assets	515	480
Other	245	209
Allowance for doubtful accounts	(9)	(9)
<b>Total investments and other assets</b>	<b>1,845</b>	<b>2,013</b>
<b>Total Non-Current Assets</b>	<b>17,717</b>	<b>18,594</b>
<b>TOTAL ASSETS</b>	<b>47,880</b>	<b>52,567</b>

(Millions of Yen)

	As of September 30, 2016	As of March 31, 2017
Liability		
Current Liabilities		
Notes and accounts payable-trade	4,202	5,221
Current portion of long-term loans payable	987	932
Accrued expenses	1,961	1,851
Income taxes payable	551	428
Deferred tax liabilities	28	111
Advances received	3,224	4,551
Provision for bonuses	409	323
Provision for directors' bonuses	58	45
Provision for product warranties	609	543
Provision for point card certificates	47	56
Other	1,111	1,071
Total Current Liabilities	13,193	15,139
Non-Current Liabilities		
Long-term loans payable	1,902	1,766
Net defined benefit liability	3,928	4,169
Deferred tax liabilities	—	25
Other	165	169
Total Non-Current Liabilities	5,996	6,129
Total Liabilities	19,190	21,269
Net Assets		
Shareholders' Equity		
Capital stock	14,496	14,496
Capital surplus	5,148	5,146
Legal retained earnings	16,674	17,891
Treasury stock	(918)	(916)
Total Shareholders' Equity	35,400	36,618
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	(97)	86
Deferred gains or losses on hedges	9	(4)
Foreign currency translation adjustment	(6,133)	(4,919)
Remeasurements of defined benefit plans	(576)	(576)
Total valuation and translation adjustments	(6,798)	(5,413)
Subscription rights to shares	88	94
Total Net Assets	28,690	31,298
Total Liabilities and Net Assets	47,880	52,567

## (2) Consolidated Statements of Income

(Millions of Yen)

	Oct. 1, 2015 - Mar. 31, 2016	Oct. 1, 2016- Mar. 31, 2017
Net sales	21,221	23,087
Cost of sales	13,655	14,672
Gross profit	7,565	8,415
Selling, general and administrative expenses	6,172	6,243
Operating profit	1,393	2,171
Non-operating income		
Interest income	21	9
Dividends income	11	11
Equity in earnings of affiliates	8	14
Foreign exchange gains	—	129
Gain on reversal of Litigation expense	32	—
Other	42	25
Total non-operating Income	117	189
Non-operating expenses		
Interest expenses	18	9
Foreign exchange losses	28	—
Loss on valuation of derivatives	53	22
Others	34	27
Total non-operating Expenses	134	59
Ordinary profit	1,376	2,301
Extraordinary income		
Gain on sales of non-current assets	59	10
Total extraordinary income	59	10
Extraordinary loss		
Loss on sales and retirement of non-current assets	7	—
Total extraordinary loss	7	—
Income (loss) before income taxes	1,428	2,312
Income taxes	469	676
Net income (loss)	959	1,635
Profit (loss) attributable to owners of parent	959	1,635

(3) Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Oct. 1, 2015 - Mar. 31, 2016	Oct. 1, 2016 - Mar. 31, 2017
Income before minority interests	959	1,635
Other comprehensive income		
Valuation difference on available-for-sale securities	(250)	184
Deferred gains or losses on hedges	44	(13)
Foreign currency translation adjustment	(1,137)	1,214
Remeasurements of defined benefit plans	48	(0)
Total other comprehensive income	(1,293)	1,384
Comprehensive income	(334)	3,020
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(334)	3,020
Comprehensive income attributable to minority interests	—	—

## (4) Consolidated Statements of Cash Flows

(Millions of Yen)

	Oct. 1, 2015 - Mar. 31, 2016	Oct. 1, 2016 - Mar. 31, 2017
Cash flows from operating activities;		
Income before income taxes	1,428	2,312
Depreciation and amortization	507	488
Amortization of goodwill	24	21
Increase (decrease) in allowance for doubtful accounts	39	(24)
Increase (decrease) in provision for bonuses	(41)	(86)
Increase (decrease) in provision for directors' bonuses	(18)	(13)
Increase (decrease) in provision for product warranties	53	(102)
Increase (decrease) in provision for point card certificates	5	8
Increase (decrease) in net defined benefit liability	99	160
Interest and dividends income	(33)	(20)
Interest expenses	18	9
Equity in (earnings) losses of affiliates	(8)	(14)
Loss (gain) on valuation of derivatives	53	22
Loss (gain) on sales and retirement of non-current assets	(52)	(10)
Decrease (increase) in notes and accounts receivable-trade	525	107
Decrease (increase) in inventories	(833)	(310)
Increase (decrease) in notes and accounts payable-trade	(216)	869
Increase (decrease) in advances received	1,055	1,080
Increase (decrease) in accounts payable - other	(340)	(27)
Increase (decrease) in accrued expenses	(247)	(237)
Other	(282)	(215)
Sub total	1,733	4,018
Interests and dividends income received	35	19
Interest expenses paid	(18)	(9)
Income taxes paid	(285)	(924)
Net cash provided by (used in) operating activities	1,465	3,103
Cash flows from investing activities;		
Payments into time deposits	—	(932)
Proceeds from redemption of securities	120	—
Purchase of securities	(177)	(0)
Proceeds from sales of property, plant and Equipment	126	21
Purchase of property, plant and equipment	(279)	(415)
Purchase of intangible assets	(34)	(46)
Collection of short-term loans receivable	879	—
Proceeds from sales of shares of subsidiaries	443	—
Other	5	—
Net cash provided by (used in) investing activities	1,083	(1,374)

(Millions of Yen)

	Oct. 1, 2015 - Mar. 31, 2016	Oct. 1, 2016 - Mar. 31, 2017
Cash flows from financing activities;		
Net increase (decrease) in short-term loans payable	39	—
Proceeds from long-term loans payable	1,400	—
Repayment of long-term loans payable	(1,715)	(215)
Cash dividends paid	(313)	(418)
Other	(2)	(3)
Net cash provided by (used in) financing activities	(592)	(636)
Effect of exchange rate change on cash and cash equivalents	(366)	469
Net increase (decrease) in cash and cash equivalents	1,589	1,562
Cash and cash equivalents at beginning of period	10,007	12,560
Cash and cash equivalents at end of period	11,597	14,122