

3. Consolidated Forecasts for the Fiscal Year Ending September 30, 2018
(October 1, 2017 - September 30, 2018)

(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	54,500	10.1	5,800	14.9	5,800	11.1	3,800	6.4	464.63

Note : Revisions of the Consolidated forecast since the latest announcement: Yes

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)

June. 2018: 8,615,269 shares Sept. 2017: 8,615,269 shares

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

June. 2018: 423,352 shares Sept. 2017: 436,651 shares

3) Average number of shares in the fiscal year

June. 2018: 8,188,455 shares June. 2017: 8,369,245 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, 1), 2) and 3) 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 : 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.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of Yen)

	As of September 30, 2017	As of June 30, 2018
Assets		
Current Assets		
Cash and deposits	17,446	17,884
Notes and accounts receivable-trade	11,761	12,312
Finished goods	2,637	3,217
Work in process	2,100	2,428
Raw materials and supplies	1,637	1,953
Deferred tax assets	630	613
Others	1,083	1,299
Allowance for doubtful accounts	(175)	(174)
Total Current Assets	37,122	39,535
Non-Current Assets		
Property, plant and equipment		
Buildings and structures	16,904	16,580
Machinery, equipment and vehicles	10,728	10,438
Land	4,476	4,892
Construction in progress	25	263
Other	2,013	2,078
Accumulated depreciation & Impairment Loss	(17,062)	(17,130)
Total property, plant and equipment	17,086	17,123
Intangible assets		
Goodwill	114	81
Other	226	213
Total intangible assets	341	294
Investments and other assets		
Investment securities	1,661	1,756
Deferred tax assets	396	150
Other	238	218
Allowance for doubtful accounts	(7)	(7)
Total investments and other assets	2,289	2,118
Total Non-Current Assets	19,717	19,536
TOTAL ASSETS	56,840	59,072

(Millions of Yen)

	As of September 30, 2017	As of June 30, 2018
Liability		
Current Liabilities		
Notes and accounts payable-trade	5,577	6,636
Current portion of long-term loans payable	294	464
Accrued expenses	2,512	2,839
Income taxes payable	832	220
Deferred tax liabilities	99	322
Advances received	4,919	5,061
Provision for bonuses	427	223
Provision for directors' bonuses	68	32
Provision for product warranties	616	473
Provision for point card certificates	65	69
Provision for loss on factory reconstruction	102	111
Other	1,139	1,406
Total Current Liabilities	16,656	17,862
Non-Current Liabilities		
Long-term loans payable	1,657	1,225
Provision for loss on factory reconstruction	63	84
Net defined benefit liability	4,250	4,116
Deferred tax liabilities	82	143
Other	163	90
Total Non-Current Liabilities	6,217	5,661
Total Liabilities	22,874	23,523
Net Assets		
Shareholders' Equity		
Capital stock	14,496	14,496
Capital surplus	5,146	5,124
Retained earnings	19,514	21,967
Treasury stock	(1,925)	(1,869)
Total Shareholders' Equity	37,232	39,718
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	309	341
Deferred gains or losses on hedges	28	(84)
Foreign currency translation adjustment	(3,185)	(4,017)
Remeasurements of defined benefit plans	(525)	(489)
Total accumulated other comprehensive income	(3,372)	(4,249)
Subscription rights to shares	105	79
Total Net Assets	33,965	35,548
Total Liabilities and Net Assets	56,840	59,072

(2) Consolidated Statements of Income

(Millions of Yen)

	Oct. 1, 2016 - June. 30, 2017	Oct. 1, 2017- June. 30, 2018
Net sales	34,993	41,654
Cost of sales	22,511	26,094
Gross profit	12,481	15,559
Selling, general and administrative expenses	9,453	10,592
Operating profit	3,028	4,966
Non-operating income		
Interest income	13	21
Dividends income	20	21
Equity in earnings of affiliates	22	45
Foreign exchange gains	145	—
Other	34	56
Total non-operating Income	235	145
Non-operating expenses		
Interest expenses	14	10
Foreign exchange losses	—	11
Loss on valuation of derivatives	1	7
Others	40	34
Total non-operating Expenses	56	63
Ordinary profit	3,207	5,048
Extraordinary income		
Gain on sales of non-current assets	19	19
Gain on transfer of business	—	50
Total extraordinary income	19	69
Extraordinary loss		
Loss on sales and retirement of non-current assets	2	19
Provision for loss on factory reconstruction	—	50
Others	—	4
Total extraordinary loss	2	74
Income before income taxes	3,224	5,043
Income taxes	939	1,771
Net income	2,285	3,271
Profit attributable to owners of parent	2,285	3,271

(3) Consolidated Statements of Comprehensive Income

(Millions of Yen)

	Oct. 1, 2016 - June. 30, 2017	Oct. 1, 2017 - June. 30, 2018
Income before minority interests	2,285	3,271
Other comprehensive income		
Valuation difference on available-for-sale securities	281	32
Deferred gains or losses on hedges	32	(113)
Foreign currency translation adjustment	2,240	(831)
Remeasurements of defined benefit plans	(30)	35
Total other comprehensive income	2,523	(877)
Comprehensive income	4,809	2,394
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	4,809	2,394
Comprehensive income attributable to minority interests	—	—