Consolidated Statements of Operations

	Year ended March 31			
	2008	2007	2006	**2008**
		(Millions of yen)		*(Thousands of U.S. dollars)*
Net sales	**¥246,806**	¥181,041	¥184,176	**$2,463,380**
Cost of sales	**205,058**	148,200	147,123	**2,046,695**
Gross profit	**41,747**	32,841	37,053	**416,684**
Selling, general and administrative expenses (Notes 14 and 19)	**36,281**	29,768	31,824	**362,131**
Operating income	**5,465**	3,072	5,228	**54,553**
Other income:				
Interest and dividend income	**323**	336	270	**3,232**
Exchange gains, net	**394**	—	—	**3,933**
Gain on reversal of allowance for doubtful accounts	**431**	—	—	**4,308**
Gain on sales of property, plant and equipment	**358**	259	2,000	**3,578**
Gain on reversal of patent fee for prior years	**305**	—	—	**3,045**
Equity in earnings of affiliates	**102**	22	222	**1,025**
Other	**975**	476	2,698	**9,733**
	2,891	1,095	5,192	**28,856**
Other expenses:				
Interest expenses	**795**	867	835	**7,936**
Exchange losses, net	**—**	9	327	**—**
Loss on sales and disposal of property, plant and equipment	**614**	341	812	**6,133**
Purification cost for land	**—**	1,436	—	**—**
Impairment loss on fixed assets (Note 5)	**364**	113	1,335	**3,641**
Accrued retirement benefit for directors and corporate auditors	**307**	—	—	**3,072**
Provision for warranty costs	**303**	—	—	**3,024**
Loss on devaluation of investments in securities	**296**	16	54	**2,962**
Additional severance costs	**31**	112	417	**317**
Other	**1,344**	1,103	2,102	**13,417**
	4,058	4,000	5,886	**40,506**
Income before income taxes and minority interests	**4,298**	167	4,534	**42,903**
Income taxes (Note 13):				
Current	**1,777**	651	588	**17,738**
Deferred	**1,126**	287	(1,925)	**11,239**
	2,903	938	(1,337)	**28,978**
Income/(loss) before minority interests	**1,395**	(770)	5,871	**13,925**
Minority interests in subsidiaries	**17**	13	8	**171**
Net income/(loss)	**¥ 1,378**	¥ (784)	¥ 5,862	**$ 13,754**

The accompanying notes are an integral part of these consolidated financial statements.

Consolidated Statements of Net Assets

	Shareholders' equity						Valuation, translation adjustments and other						
	Number of common shares outstanding	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains on revaluation of land	Net deferred gains/(losses) on hedge	Net unrealized gains on other securities	Foreign currency translation adjustments	Total valuation, translation adjustments and other	Minority interests in subsidiaries	Total net assets
	(Thousands)						*(Millions of yen)*						
Balance at March 31, 2005	282,744	¥26,100	¥2,669	¥2,934	¥(29)	¥31,674	¥2,272	—	¥813	¥(8,031)	¥(4,944)	¥148	¥26,878
Changes in:													
Net income	—	—	—	5,862	—	5,862	—	—	—	—	—	—	5,862
Accounting standard for overseas subsidiary	—	—	—	(1,331)	—	(1,331)	—	—	—	1,367	1,367	—	35
Treasury stock	—	—	—	—	(10)	(10)	—	—	—	—	—	—	(10)
Items other than shareholders' equity	—	—	—	1,017	—	1,017	(1,028)	—	104	1,771	847	28	1,893
Balance at March 31, 2006	282,744	26,100	2,669	8,483	(39)	37,213	1,244	—	918	(4,891)	(2,728)	176	34,661
Changes in:													
Net loss	—	—	—	(784)	—	(784)	—	—	—	—	—	—	(784)
Dividends	—	—	—	(564)	—	(564)	—	—	—	—	—	—	(564)
Treasury stock	—	—	—	—	(43)	(43)	—	—	—	—	—	—	(43)
Items other than shareholders' equity	—	—	—	215	—	215	(215)	7	(295)	1,225	721	27	963
Balance at March 31, 2007	282,744	26,100	2,669	7,349	(83)	36,035	1,029	7	622	(3,666)	(2,007)	203	34,231
Changes in:													
Net income	**—**	**—**	**—**	**1,378**	**—**	**1,378**	**—**	**—**	**—**	**—**	**—**	**—**	**1,378**
Dividends	**—**	**—**	**—**	**(564)**	**—**	**(564)**	**—**	**—**	**—**	**—**	**—**	**—**	**(564)**
Treasury stock	**—**	**—**	**—**	**—**	**(10)**	**(10)**	**—**	**—**	**—**	**—**	**—**	**—**	**(10)**
Items other than shareholders' equity	**—**	**—**	**—**	**216**	**—**	**216**	**(216)**	**(13)**	**(489)**	**(2,404)**	**(3,124)**	**(0)**	**(2,909)**
Balance at March 31, 2008	**282,744**	**¥26,100**	**¥2,669**	**¥8,379**	**¥(94)**	**¥37,054**	**¥ 813**	**¥ (6)**	**¥132**	**¥(6,071)**	**¥(5,132)**	**¥202**	**¥32,125**

	Shareholders' equity						Valuation, translation adjustments and other						
	Number of common shares outstanding	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity	Net unrealized gains on revaluation of land	Net deferred gains/(losses) on hedge	Net unrealized gain on other securities	Foreign currency translation adjustments	Total valuation, translation adjustments and other	Minority interests in subsidiaries	Total net assets
	(Thousands)						*(Thousands of U.S. dollars)*						
Balance at March 31, 2007	282,744	$260,508	$26,645	$73,355	$(835)	$359,673	$10,272	$ 71	$6,212	$(36,596)	$(20,039)	$2,034	$339,643
Changes in:													
Net income	**—**	**—**	**—**	**13,754**	**—**	**13,754**	**—**	**—**	**—**	**—**	**—**	**—**	**13,754**
Dividends	**—**	**—**	**—**	**(5,634)**	**—**	**(5,634)**	**—**	**—**	**—**	**—**	**—**	**—**	**(5,634)**
Treasury stock	**—**	**—**	**—**	**—**	**(106)**	**(106)**	**—**	**—**	**—**	**—**	**—**	**—**	**(106)**
Items other than shareholders' equity	**—**	**—**	**—**	**2,157**	**—**	**2,157**	**(2,157)**	**(139)**	**(4,887)**	**(24,001)**	**(31,185)**	**(9)**	**(29,037)**
Balance at March 31, 2008	**282,744**	**$260,508**	**$26,645**	**$83,633**	**$(941)**	**$369,845**	**$ 8,115**	**$ (67)**	**$1,324**	**$(60,597)**	**$(51,224)**	**$2,024**	**$320,645**

The accompanying notes are an integral part of these consolidated financial statements.