

CONSOLIDATED BALANCE SHEETS (1/2)

(Millions of Yen)

| | As of Dec.31, 2009 | As of Mar.31, 2009 |
|--|-----------------------|-----------------------|
| <u>ASSETS</u> | | |
| Current assets: | | |
| Cash and deposits | 259,766 | 435,038 |
| Trade receivables | 908,352 | 1,082,569 |
| Securities | 9 | 3,010 |
| Merchandise and finished products | 184,268 | 170,754 |
| Work in process | 1,081,296 | 959,138 |
| Raw materials and supplies | 134,745 | 138,724 |
| Deferred income taxes | 142,753 | 136,341 |
| Others | 308,344 | 245,100 |
| Allowance for doubtful receivables | (7,267) | (5,617) |
| Total current assets | 3,012,270 | 3,165,059 |
| Fixed assets: | | |
| Property, plant and equipment: | | |
| Buildings and structures | 338,901 | 331,063 |
| Machinery and transportation equipment | 269,487 | 282,371 |
| Tools, equipment and furniture | 51,542 | 65,916 |
| Land | 163,700 | 157,986 |
| Leased assets | 5,759 | 3,044 |
| Construction in progress | 70,619 | 51,966 |
| Subtotal | 900,010 | 892,347 |
| Intangible assets | 29,716 | 30,991 |
| Investments and advances: | | |
| Investment securities | 330,745 | 274,195 |
| Long-term loans and advances | 2,589 | 2,505 |
| Deferred income taxes | 9,762 | 9,372 |
| Others | 148,983 | 162,274 |
| Allowance for doubtful accounts | (9,086) | (10,533) |
| Subtotal | 482,995 | 437,814 |
| Total fixed assets | 1,412,722 | 1,361,153 |
| TOTAL ASSETS | 4,424,993 | 4,526,213 |

CONSOLIDATED BALANCE SHEETS (2/2)

(Millions of Yen)

| | As of Dec.31, 2009 | As of Mar.31, 2009 |
|--|-----------------------|-----------------------|
| <u>LIABILITIES</u> | | |
| Current liabilities: | | |
| Trade payables | 602,547 | 699,648 |
| Short-term borrowings | 113,709 | 248,734 |
| Current portion of long-term borrowings | 112,089 | 108,267 |
| Commercial papers | 95,000 | 115,000 |
| Current portion of bonds | 40,000 | 20,300 |
| Reserve for product warranties | 29,090 | 23,872 |
| Reserve for losses on construction contracts | 21,288 | 37,911 |
| Reserve for legal claims | 13,591 | 23,300 |
| Advance payments received on contracts | 503,047 | 479,004 |
| Others | 229,370 | 238,853 |
| Total current liabilities | 1,759,737 | 1,994,892 |
| Long-term liabilities: | | |
| Debentures | 344,510 | 264,601 |
| Long-term borrowings | 874,272 | 855,956 |
| Deferred income taxes | 17,382 | 7,519 |
| Reserve for retirement allowance | 50,422 | 50,776 |
| Reserve for treatment of PCB waste | 3,823 | 4,293 |
| Others | 63,929 | 64,921 |
| Total long-term liabilities | 1,354,342 | 1,248,068 |
| TOTAL LIABILITIES | 3,114,080 | 3,242,961 |
| <u>NET ASSETS</u> | | |
| Stockholders' equity: | | |
| Common stock | 265,608 | 265,608 |
| Capital surplus | 203,938 | 203,928 |
| Retained earnings | 790,329 | 788,948 |
| Treasury stock | (5,044) | (5,041) |
| Total stockholders' equity | 1,254,831 | 1,253,443 |
| Valuation, translation adjustments and others: | | |
| Net unrealized gains on investment securities | 30,817 | 17,313 |
| Deferred gains or losses on hedges | (852) | 323 |
| Foreign currency translation adjustments | (25,423) | (29,482) |
| Total valuation, translation adjustments and others | 4,541 | (11,845) |
| Share subscription rights | 1,184 | 881 |
| Minority interests | 50,355 | 40,772 |
| TOTAL NET ASSETS | 1,310,913 | 1,283,251 |
| TOTAL LIABILITIES AND NET ASSETS | 4,424,993 | 4,526,213 |

CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

| | FY2008 First 9 Months (From Apr.1 to Dec.31, 2008) | FY2009 First 9 Months (From Apr.1 to Dec.31, 2009) |
|--|--|--|
| Net sales | 2,379,652 | 1,999,312 |
| Cost of sales | 2,040,951 | 1,703,758 |
| Gross profit | 338,701 | 295,553 |
| Selling, general and administrative expenses: | | |
| Provision of allowance for doubtful accounts | - | 2,346 |
| Directors' compensations, salaries and allowances | 92,063 | 93,267 |
| Research and development expenses | 34,594 | 41,792 |
| Expenses for inquiries | 17,775 | 21,589 |
| Others | 93,704 | 90,492 |
| Total selling, general and administrative expenses | 238,138 | 249,487 |
| Operating income | 100,563 | 46,065 |
| Non-operating income: | | |
| Interest income | 4,552 | 2,895 |
| Dividend income | 8,165 | 2,926 |
| Others | 3,047 | 5,106 |
| Total non-operating income | 15,765 | 10,929 |
| Non-operating expenses: | | |
| Interest expense | 14,856 | 16,790 |
| Equity in losses of unconsolidated subsidiaries and affiliates | 746 | 7,407 |
| Foreign exchange loss | 3,354 | 750 |
| Loss on disposal of fixed assets | 3,966 | 4,003 |
| Others | 6,805 | 10,125 |
| Total non-operating expenses | 29,728 | 39,077 |
| Ordinary income | 86,600 | 17,917 |
| Extraordinary gain: | | |
| Gain on sales of fixed assets | 2,712 | - |
| Gain on sales of investment securities | 14,146 | - |
| Total extraordinary gain | 16,859 | - |
| Extraordinary loss: | | |
| Business structure improvement expenses | - | 2,526 |
| Effect of the application of the accounting standard for measurement of inventories | 33,436 | - |
| Loss on legal claims | 10,146 | - |
| Total extraordinary loss | 43,582 | 2,526 |
| Income before income taxes and minority interests | 59,876 | 15,391 |
| Income taxes | 31,306 | 14,488 |
| Minority interests in income(loss) after taxes | 717 | (3,390) |
| Net income | 27,853 | 4,293 |

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of Yen)

| | FY2008 First 9 Months (From Apr.1 to Dec.31,2008) | FY2009 First 9 Months (From Apr.1 to Dec.31,2009) |
|---|---|---|
| Cash flows from operating activities: | | |
| Income before income taxes and minority interests | 59,876 | 15,391 |
| Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities | | |
| Depreciation and amortization | 110,977 | 101,103 |
| Increase in reserve for retirement allowance | 5,297 | 1,240 |
| Interest and dividend income | (12,718) | (5,822) |
| Interest expense | 14,856 | 16,790 |
| Equity in losses of unconsolidated subsidiaries and affiliates | 746 | 7,407 |
| Gain on sales of investment securities | (14,146) | - |
| Gain on sales of fixed assets | (2,712) | - |
| Loss on disposal of fixed assets | 3,966 | 4,003 |
| Loss on legal claims | 10,146 | - |
| Business structure improvement expenses | - | 2,526 |
| (Increase) decrease in receivables | 13,060 | 171,122 |
| (Increase) decrease in inventories and advances to suppliers | (265,870) | (144,870) |
| (Increase) decrease in other assets | (62,685) | (28,564) |
| Increase (decrease) in payables | (7,189) | (97,666) |
| Increase (decrease) in advance payments received on contracts | 66,929 | 25,554 |
| Increase (decrease) in other liabilities | 62,719 | (22,424) |
| Others | 2,958 | (2,168) |
| Subtotal | (13,787) | 43,624 |
| Interest and dividends received | 13,674 | 7,176 |
| Interest paid | (14,435) | (15,751) |
| Payments for income taxes | (77,925) | (40,957) |
| Net cash used in operating activities | (92,474) | (5,908) |
| Cash flows from investing activities: | | |
| Net (increase) decrease in time deposits | 2,518 | (1,489) |
| Purchases of marketable securities | (257) | - |
| Proceeds from sales and redemption of marketable securities | 567 | - |
| Purchases of property, plant, equipment and intangible assets | (123,833) | (138,566) |
| Proceeds from sales of property, plant, equipment and intangible assets | 3,779 | 21,001 |
| Purchases of investment securities | (24,681) | (38,627) |
| Proceeds from sales and redemption of investment securities | 50,637 | 2,146 |
| Disbursement of long-term loans | (1,448) | (467) |
| Collection of long-term loans | 4,910 | 6,955 |
| Others | 80 | (203) |
| Net cash used in investing activities | (87,727) | (149,249) |
| Cash flows from financing activities: | | |
| Net increase (decrease) in short-term borrowings and commercial papers | 173,198 | (155,364) |
| Proceeds from long-term borrowings | 92,062 | 144,881 |
| Repayment of long-term borrowings | (75,192) | (111,755) |
| Proceeds from issuance of bonds | - | 100,000 |
| Payment for redemption of bonds | (40,150) | (350) |
| Proceeds from issuance of stock to minority stockholders of subsidiaries | 23,488 | 13,971 |
| Dividends paid to stockholders | (19,597) | (16,386) |
| Dividends paid to minority stockholders of subsidiaries | (501) | (806) |
| Others | (156) | (2,157) |
| Net cash provided by (used in) financing activities | 153,152 | (27,968) |
| Effect of exchange rate changes on cash and cash equivalents | (13,034) | 3,526 |
| Net decrease in cash and cash equivalents | (40,084) | (179,600) |
| Cash and cash equivalents at beginning of year | 262,852 | 425,913 |
| Cash and cash equivalents at end of period | 222,767 | 246,313 |