

# CONSOLIDATED BALANCE SHEETS (1/2)

(Millions of Yen)

	As of Jun.30, 2010	As of Mar.31, 2010
<b><u>ASSETS</u></b>		
<b>Current assets:</b>		
Cash and deposits	175,131	274,061
Trade receivables	790,566	948,200
Securities	140,009	9
Merchandise and finished products	184,174	171,699
Work in process	929,663	937,740
Raw materials and supplies	128,858	130,622
Deferred income taxes	144,206	142,720
Others	255,778	230,490
Allowance for doubtful receivables	(8,339)	(8,881)
<b>Total current assets</b>	<b>2,740,048</b>	<b>2,826,662</b>
<b>Fixed assets:</b>		
Property, plant and equipment:		
Buildings and structures	349,306	344,601
Machinery and transportation equipment	272,959	277,390
Tools, equipment and furniture	48,824	49,527
Land	167,150	163,784
Leased assets	6,035	5,871
Construction in progress	53,992	55,176
Subtotal	898,268	896,350
Intangible assets	27,374	29,149
Investments and advances:		
Investment securities	320,070	342,480
Long-term loans and advances	3,560	3,597
Deferred income taxes	9,319	9,367
Others	197,484	164,917
Allowance for doubtful accounts	(9,260)	(9,665)
Subtotal	521,175	510,697
<b>Total fixed assets</b>	<b>1,446,818</b>	<b>1,436,197</b>
<b>TOTAL ASSETS</b>	<b>4,186,866</b>	<b>4,262,859</b>

## CONSOLIDATED BALANCE SHEETS (2/2)

(Millions of Yen)

	As of Jun.30, 2010	As of Mar.31, 2010
<b><u>LIABILITIES</u></b>		
<b>Current liabilities:</b>		
Trade payables	602,209	646,538
Short-term borrowings	107,553	117,679
Current portion of long-term borrowings	81,931	109,539
Commercial papers	4,000	6,000
Current portion of bonds	-	20,000
Reserve for product warranties	27,543	28,636
Reserve for losses on construction contracts	22,714	24,490
Reserve for legal claims	11,465	13,941
Advance payments received on contracts	430,954	389,041
Asset retirement obligations	6	-
Others	215,204	199,928
<b>Total current liabilities</b>	<b>1,503,583</b>	<b>1,555,796</b>
<b>Long-term liabilities:</b>		
Debentures	344,652	344,605
Long-term borrowings	888,496	897,501
Deferred income taxes	12,004	17,886
Reserve for retirement allowance	50,402	48,542
Reserve for treatment of PCB waste	7,310	7,358
Asset retirement obligations	3,392	-
Others	62,357	62,396
<b>Total long-term liabilities</b>	<b>1,368,617</b>	<b>1,378,290</b>
<b>TOTAL LIABILITIES</b>	<b>2,872,200</b>	<b>2,934,087</b>
<b><u>NET ASSETS</u></b>		
<b>Stockholders' equity:</b>		
Common stock	265,608	265,608
Capital surplus	203,938	203,938
Retained earnings	802,217	800,199
Treasury stock	(5,030)	(5,025)
<b>Total stockholders' equity</b>	<b>1,266,734</b>	<b>1,264,721</b>
<b>Valuation, translation adjustments and others:</b>		
Net unrealized gains on investment securities	25,255	35,942
Deferred gains or losses on hedges	(1,682)	(721)
Foreign currency translation adjustments	(25,706)	(21,894)
<b>Total valuation, translation adjustments and others</b>	<b>(2,134)</b>	<b>13,327</b>
<b>Share subscription rights</b>	<b>1,184</b>	<b>1,184</b>
<b>Minority interests</b>	<b>48,880</b>	<b>49,540</b>
<b>TOTAL NET ASSETS</b>	<b>1,314,665</b>	<b>1,328,772</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>4,186,866</b>	<b>4,262,859</b>

# CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	FY2009 First 3 Months (From Apr.1 to Jun.30, 2009)	FY2010 First 3 Months (From Apr.1 to Jun.30, 2010)
<b>Net sales</b>	<b>603,331</b>	<b>664,124</b>
Cost of sales	521,554	546,090
<b>Gross profit</b>	<b>81,777</b>	<b>118,034</b>
<b>Selling, general and administrative expenses:</b>		
Provision of allowance for doubtful accounts	-	399
Directors' compensations, salaries and allowances	30,892	30,171
Research and development expenses	10,446	10,492
Expenses for inquiries	7,102	8,117
Others	29,531	29,766
<b>Total selling, general and administrative expenses</b>	<b>77,973</b>	<b>78,947</b>
<b>Operating income</b>	<b>3,804</b>	<b>39,086</b>
<b>Non-operating income:</b>		
Interest income	1,156	873
Dividend income	1,662	1,473
Equity in earnings of unconsolidated subsidiaries and affiliates	-	969
Foreign exchange gain	3,888	-
Others	2,997	3,392
<b>Total non-operating income</b>	<b>9,705</b>	<b>6,708</b>
<b>Non-operating expenses:</b>		
Interest expense	5,516	5,763
Equity in losses of unconsolidated subsidiaries and affiliates	6,814	-
Foreign exchange loss	-	9,100
Loss on disposal of fixed assets	1,096	959
Others	3,312	1,799
<b>Total non-operating expenses</b>	<b>16,739</b>	<b>17,623</b>
<b>Ordinary income(loss)</b>	<b>(3,229)</b>	<b>28,172</b>
<b>Extraordinary gain:</b>		
Gain on sales of investment securities	-	2,666
<b>Total extraordinary gain</b>	<b>-</b>	<b>2,666</b>
<b>Extraordinary loss:</b>		
Loss on revaluation of investment securities	-	4,175
Effect of the application of the accounting standard for asset retirement obligations	-	2,012
<b>Total extraordinary loss</b>	<b>-</b>	<b>6,187</b>
<b>Income(Loss) before income taxes and minority interests</b>	<b>(3,229)</b>	<b>24,651</b>
Income taxes	5,943	14,925
<b>Income before minority interests</b>	<b>-</b>	<b>9,725</b>
Minority interests in loss after taxes	(905)	(748)
<b>Net income(loss)</b>	<b>(8,267)</b>	<b>10,474</b>

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of Yen)

	FY2009 First 3 Months (From Apr.1 to Jun.30,2009)	FY2010 First 3 Months (From Apr.1 to Jun.30,2010)
<b>Cash flows from operating activities:</b>		
Income (Loss) before income taxes and minority interests	(3,229)	24,651
Adjustments to reconcile income (loss) before income taxes and minority interests to net cash provided by operating activities		
Depreciation and amortization	32,275	30,498
Increase in reserve for retirement allowance	802	946
Interest and dividend income	(2,819)	(2,347)
Interest expense	5,516	5,763
Equity in losses (earnings) of unconsolidated subsidiaries and affiliates	6,814	(969)
Gain on sales of investment securities	-	(2,666)
Loss on revaluation of investment securities	-	4,175
Loss on disposal of fixed assets	1,096	959
Effect of the application of the accounting standard for asset retirement obligations	-	2,012
(Increase) decrease in receivables	247,071	163,954
(Increase) decrease in inventories and advances to suppliers	(91,796)	6,988
(Increase) decrease in other assets	(45,142)	(72,487)
Increase (decrease) in payables	(79,533)	(59,025)
Increase (decrease) in advance payments received on contracts	85,739	41,078
Increase (decrease) in other liabilities	10,233	26,030
Others	(2,156)	2,352
Subtotal	<b>164,872</b>	<b>171,914</b>
Interest and dividends received	3,109	2,745
Interest paid	(4,667)	(5,429)
Payments for income taxes	(12,028)	(13,340)
Net cash provided by operating activities	<b>151,285</b>	<b>155,889</b>
<b>Cash flows from investing activities:</b>		
Net (increase) decrease in time deposits	(3,253)	(843)
Purchases of property, plant, equipment and intangible assets	(45,980)	(36,410)
Proceeds from sales of property, plant, equipment and intangible assets	18,263	30
Purchases of investment securities	(34,196)	(6,775)
Proceeds from sales and redemption of investment securities	1,019	4,145
Disbursement of long-term loans	(2,801)	(282)
Collection of long-term loans	5,578	764
Others	(493)	-
Net cash used in investing activities	<b>(61,864)</b>	<b>(39,373)</b>
<b>Cash flows from financing activities:</b>		
Net increase (decrease) in short-term borrowings and commercial papers	(194,702)	(12,397)
Proceeds from long-term borrowings	55,874	5,500
Repayment of long-term borrowings	(25,476)	(39,741)
Payment for redemption of bonds	(350)	(20,000)
Proceeds from issuance of stock to minority stockholders of subsidiaries	13,406	441
Dividends paid to stockholders	(9,545)	(6,402)
Dividends paid to minority stockholders of subsidiaries	(432)	(590)
Others	(351)	(561)
Net cash provided by (used in) financing activities	<b>(161,578)</b>	<b>(73,752)</b>
Effect of exchange rate changes on cash and cash equivalents	<b>4,432</b>	<b>(1,850)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(67,725)</b>	<b>40,913</b>
Cash and cash equivalents at beginning of year	<b>425,913</b>	<b>261,373</b>
Increase in cash and cash equivalents from newly consolidated subsidiaries	-	<b>275</b>
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	<b>(1,031)</b>
Cash and cash equivalents at end of period	<b>358,188</b>	<b>301,530</b>