

# CONSOLIDATED BALANCE SHEETS (1/2)

(Millions of Yen)

	As of Sep.30, 2010	As of Mar.31, 2010
<b><u>ASSETS</u></b>		
<b>Current assets:</b>		
Cash and deposits	168,856	274,061
Trade receivables	845,212	948,200
Securities	140,008	9
Merchandise and finished products	176,280	171,699
Work in process	930,391	937,740
Raw materials and supplies	138,353	130,622
Deferred income taxes	145,792	142,720
Others	214,207	230,490
Allowance for doubtful receivables	(8,234)	(8,881)
<b>Total current assets</b>	<b>2,750,868</b>	<b>2,826,662</b>
<b>Fixed assets:</b>		
Property, plant and equipment:		
Buildings and structures	349,384	344,601
Machinery and transportation equipment	268,548	277,390
Tools, equipment and furniture	46,008	49,527
Land	166,878	163,784
Leased assets	6,079	5,871
Construction in progress	59,413	55,176
Subtotal	896,313	896,350
Intangible assets	25,824	29,149
Investments and advances:		
Investment securities	316,396	342,480
Long-term loans and advances	2,505	3,597
Deferred income taxes	10,245	9,367
Others	192,029	164,917
Allowance for doubtful accounts	(9,477)	(9,665)
Subtotal	511,700	510,697
<b>Total fixed assets</b>	<b>1,433,838</b>	<b>1,436,197</b>
<b>TOTAL ASSETS</b>	<b>4,184,707</b>	<b>4,262,859</b>

## CONSOLIDATED BALANCE SHEETS (2/2)

(Millions of Yen)

	As of Sep.30, 2010	As of Mar.31, 2010
<b><u>LIABILITIES</u></b>		
<b>Current liabilities:</b>		
Trade payables	584,905	646,538
Short-term borrowings	100,174	117,679
Current portion of long-term borrowings	91,392	109,539
Commercial papers	2,000	6,000
Current portion of bonds	14,424	20,000
Reserve for product warranties	26,266	28,636
Reserve for losses on construction contracts	26,212	24,490
Reserve for legal claims	9,552	13,941
Advance payments received on contracts	458,827	389,041
Others	235,435	199,928
<b>Total current liabilities</b>	<b>1,549,192</b>	<b>1,555,796</b>
<b>Long-term liabilities:</b>		
Debentures	330,000	344,605
Long-term borrowings	864,774	897,501
Deferred income taxes	9,699	17,886
Reserve for retirement allowance	49,356	48,542
Reserve for treatment of PCB waste	7,243	7,358
Others	69,345	62,396
<b>Total long-term liabilities</b>	<b>1,330,419</b>	<b>1,378,290</b>
<b>TOTAL LIABILITIES</b>	<b>2,879,611</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	809,110	800,199
Treasury stock	(5,031)	(5,025)
<b>Total stockholders' equity</b>	<b>1,273,626</b>	<b>1,264,721</b>
<b>Valuation, translation adjustments and others:</b>		
Net unrealized gains on investment securities	21,116	35,942
Deferred gains or losses on hedges	(2,606)	(721)
Foreign currency translation adjustments	(36,965)	(21,894)
<b>Total valuation, translation adjustments and others</b>	<b>(18,455)</b>	<b>13,327</b>
<b>Share subscription rights</b>	<b>1,509</b>	<b>1,184</b>
<b>Minority interests</b>	<b>48,414</b>	<b>49,540</b>
<b>TOTAL NET ASSETS</b>	<b>1,305,095</b>	<b>1,328,772</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>4,184,707</b>	<b>4,262,859</b>

# CONSOLIDATED STATEMENTS OF INCOME

(Millions of Yen)

	FY2009 First 6 Months (From Apr.1 to Sep.30, 2009)	FY2010 First 6 Months (From Apr.1 to Sep.30, 2010)
<b>Net sales</b>	<b>1,321,639</b>	<b>1,356,810</b>
Cost of sales	1,137,434	1,125,834
<b>Gross profit</b>	<b>184,205</b>	<b>230,975</b>
<b>Selling, general and administrative expenses:</b>		
Provision of allowance for doubtful accounts	1,919	1,420
Directors' compensations, salaries and allowances	59,437	60,143
Research and development expenses	23,589	25,398
Expenses for inquiries	14,589	16,188
Others	59,559	63,252
<b>Total selling, general and administrative expenses</b>	<b>159,095</b>	<b>166,403</b>
<b>Operating income</b>	<b>25,109</b>	<b>64,572</b>
<b>Non-operating income:</b>		
Interest income	1,765	2,186
Dividend income	1,922	1,849
Equity in earnings of unconsolidated subsidiaries and affiliates	-	3,386
Others	4,243	3,977
<b>Total non-operating income</b>	<b>7,932</b>	<b>11,399</b>
<b>Non-operating expense:</b>		
Interest expense	11,008	11,583
Equity in losses of unconsolidated subsidiaries and affiliates	9,316	-
Foreign exchange loss	1,832	14,000
Loss on disposal of fixed assets	2,275	2,246
Others	5,961	4,733
<b>Total non-operating expense</b>	<b>30,394</b>	<b>32,563</b>
<b>Ordinary income</b>	<b>2,647</b>	<b>43,409</b>
<b>Extraordinary gain:</b>		
Gain on sales of investment securities	-	2,812
<b>Total extraordinary gain</b>	<b>-</b>	<b>2,812</b>
<b>Extraordinary loss:</b>		
Loss on revaluation of investment securities	-	4,192
Effect of the application of the accounting standard for asset retirement obligations	-	2,012
Business structure improvement expenses	2,096	-
<b>Total extraordinary loss</b>	<b>2,096</b>	<b>6,205</b>
<b>Income before income taxes and minority interests</b>	<b>551</b>	<b>40,015</b>
Income taxes	4,918	23,383
<b>Income before minority interests</b>	<b>-</b>	<b>16,632</b>
Minority interests in loss after taxes	(1,263)	(738)
<b>Net income(loss)</b>	<b>(3,104)</b>	<b>17,370</b>

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of Yen)

	FY2009 First 6 Months (From Apr.1 to Sep.30,2009)	FY2010 First 6 Months (From Apr.1 to Sep.30,2010)
<b>Cash flows from operating activities:</b>		
Income before income taxes and minority interests	551	40,015
Adjustments to reconcile income before income taxes and minority interests to net cash provided by operating activities		
Depreciation and amortization	65,734	62,561
Decrease in reserve for retirement allowance	(127)	(15)
Interest and dividend income	(3,688)	(4,035)
Interest expense	11,008	11,583
Equity in losses (earnings) of unconsolidated subsidiaries and affiliates	9,316	(3,386)
Gain on sales of investment securities	-	(2,812)
Loss on revaluation of investment securities	-	4,192
Loss on disposal of fixed assets	2,275	2,246
Effect of the application of the accounting standard for asset retirement obligations	-	2,012
Business structure improvement expenses	2,096	-
(Increase) decrease in receivables	253,136	98,825
(Increase) decrease in inventories and advances to suppliers	(108,907)	10,521
(Increase) decrease in other assets	(10,902)	(44,772)
Increase (decrease) in payables	(109,685)	(66,705)
Increase (decrease) in advance payments received on contracts	29,456	72,943
Increase (decrease) in other liabilities	(43,926)	36,848
Others	(2,883)	921
Subtotal	<b>93,453</b>	<b>220,946</b>
Interest and dividends received	4,712	5,022
Interest paid	(10,775)	(11,732)
Payments for income taxes	(21,083)	(5,272)
Net cash provided by operating activities	<b>66,307</b>	<b>208,963</b>
<b>Cash flows from investing activities:</b>		
Net (increase) decrease in time deposits	(1,237)	(929)
Purchases of property, plant, equipment and intangible assets	(100,194)	(70,033)
Proceeds from sales of property, plant, equipment and intangible assets	18,865	739
Purchases of investment securities	(35,551)	(12,481)
Proceeds from sales and redemption of investment securities	1,155	4,249
Disbursement of long-term loans	(1,075)	(743)
Collection of long-term loans	4,731	1,908
Others	(493)	(915)
Net cash used in investing activities	<b>(113,801)</b>	<b>(78,207)</b>
<b>Cash flows from financing activities:</b>		
Net increase (decrease) in short-term borrowings and commercial papers	(261,522)	(17,418)
Proceeds from long-term borrowings	140,262	5,768
Repayment of long-term borrowings	(87,176)	(51,241)
Payment for redemption of bonds	(350)	(20,000)
Proceeds from issuance of stock to minority stockholders of subsidiaries	13,886	441
Dividends paid to stockholders	(10,009)	(6,680)
Dividends paid to minority stockholders of subsidiaries	(710)	(598)
Others	(1,058)	(773)
Net cash provided by (used in) financing activities	<b>(206,677)</b>	<b>(90,503)</b>
Effect of exchange rate changes on cash and cash equivalents	<b>3,907</b>	<b>(5,381)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(250,263)</b>	<b>34,871</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	-	275
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(1,031)
Cash and cash equivalents at end of period	<b>175,649</b>	<b>295,488</b>