

## FY2010 Consolidated Financial Results (April 1, 2009 through March 31, 2010)

April 28, 2010

Company Name	<b>AISIN SEIKI Co., Ltd.</b>	Listed on	The Tokyo and Nagoya Stock Exchange (1st division)
Code Number	7259		
U R L	<a href="http://www.aisin.com/">http://www.aisin.com/</a>		
Representative	Fumio Fujimori, President		
Contact person	Shintaro Ito, General Manager, Finance & Accounting Dept.	TEL	+81 - 566 - 24 - 8265

(Amounts less than million yen are rounded down.)

The expected date of the annual regular general meeting of shareholders	June 23, 2010
The expected filing date of financial results (Yukashoken-Hokokusho)	June 24, 2010
The expected date of dividends payment	June 24, 2010

### 1. Consolidated Results for FY2010 (Apr. 1, 2009 through Mar. 31, 2010)

#### (1) Consolidated Financial Results

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
<b>FY2010</b>	<b>2,054,474</b>	<b>-7.2</b>	<b>87,546</b>	<b>—</b>	<b>94,942</b>	<b>—</b>	<b>16,605</b>	<b>—</b>
FY2009	2,214,492	-18.0	-3,489	—	-4,965	—	-25,149	—

  

	Earnings Per Share	Fully Diluted Earnings Per Share	Return on Equity	Ratio of Ordinary Income to Total Assets	Ratio of Operating Income to Net Sales
	Yen	Yen	%	%	%
<b>FY2010</b>	<b>59.00</b>	<b>—</b>	<b>2.6</b>	<b>5.1</b>	<b>4.3</b>
FY2009	-89.36	—	-3.6	-0.3	-0.2

Note : Equity income

FY2010 : 4,600 million yen , FY2009 : 1,769 million yen

#### (2) Consolidated Financial Position

	Total Assets	Net Assets	Net assets excluding subscription rights to shares and minority interests as a percentage of total assets	Net assets excluding subscription rights to shares and minority interests per share
	Million Yen	Million Yen	%	Yen
<b>FY2010</b>	<b>1,981,988</b>	<b>871,889</b>	<b>33.1</b>	<b>2,328.68</b>
FY2009	1,731,689	814,506	35.8	2,202.86

Note : Net assets excluding subscription rights to shares and minority interests

FY2010 : 655,369 million yen , FY2009 : 620,008 million yen

#### (3) Consolidated Cash Flows

	From operating activities	From investing activities	From financing activities	Cash and cash equivalents at the end of FY
	Million Yen	Million Yen	Million Yen	Million Yen
<b>FY2010</b>	<b>303,788</b>	<b>-331,630</b>	<b>34,817</b>	<b>152,727</b>
FY2009	114,668	-223,752	75,743	143,804

### 2. Cash Dividends

	Annual Cash Dividends Per Share					Dividends total	Dividends Payout Ratio	Ratio of Total Amount of Dividends to Shareholders' Equity
	1st quarter	2nd quarter	3rd quarter	4th quarter	FY Total			
FY2009	—	30.00	—	10.00	40.00	11,259	—	1.6
<b>FY2010</b>	<b>—</b>	<b>10.00</b>	<b>—</b>	<b>20.00</b>	<b>30.00</b>	<b>8,444</b>	<b>50.8</b>	<b>1.3</b>
FY2011 (Forecast)	—	—	—	—	30.00		16.9	

At present, FY2011 quarterly dividend amount has not yet been determined.

### 3. Consolidated forecast for FY2011 (Apr. 1, 2010 through Mar. 31, 2011)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
1st Half of FY2011	1,000,000	13.5	50,000	—	52,000	—	23,000	—	81.72
FY2011	2,100,000	2.2	110,000	25.6	112,000	18.0	50,000	201.1	177.66

## 4. Others

- (1) Changes in significant subsidiaries : None
- (2) Changes in Accounting Policies and Presentation  
 ① Changes according to revision of accounting policy : Yes  
 ② Changes other than above : None
- (3) Issued and outstanding capital stock  
 ① Number of shares issued as of the respective balance sheet date  
 FY2010 : 294,674,634 shares , FY2009 : 294,674,634 shares  
 ② Number of treasury stock  
 FY2010 : 13,241,461 shares , FY2009 : 13,217,685 shares

## (Reference) Non-Consolidated Results

### 1. Non-Consolidated Results for FY2010 (Apr. 1, 2009 through Mar. 31, 2010)

#### (1) Non-Consolidated Financial Results

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
<b>FY2010</b>	<b>718,981</b>	<b>0.6</b>	<b>13,883</b>	<b>—</b>	<b>21,388</b>	<b>95.5</b>	<b>9,361</b>	<b>164.2</b>
FY2009	714,766	-18.7	-15,028	—	10,941	-76.4	3,543	-89.8

  

	Earnings Per Share	Fully Diluted Earnings Per Share
	Yen	Yen
<b>FY2010</b>	<b>33.26</b>	<b>—</b>
FY2009	12.59	12.59

Note : Percentages for net sales, operating income, ordinary income and net income indicate changes from the same period of the previous year.

#### (2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Net assets excluding subscription rights to shares and minority interests as a percentage of total assets	Net assets excluding subscription rights to shares and minority interests per share
	Million Yen	Million Yen	%	Yen
<b>FY2010</b>	<b>1,172,319</b>	<b>352,147</b>	<b>29.9</b>	<b>1,245.65</b>
FY2009	927,098	331,476	35.6	1,173.96

Note : Equity capital FY2010 : 350,608 million yen , FY2009 : 330,460 million yen

### 2. Non-Consolidated forecast for FY2011 (Apr. 1, 2010 through Mar. 31, 2011)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
1st Half of FY2010	310,000	-0.3	4,500	—	10,500	—	9,000	—	31.98
FY2010	650,000	-9.6	20,000	44.1	29,000	35.6	20,000	113.6	71.06

Note : Percentages for net sales, operating income, ordinary income and net income indicate changes from the same period of the previous year.

#### (※) Explanation regarding the appropriate use of forecasts, and other statements

(Note concerning forecast)

Forecasts above are based on AISIN's plans and expectations. These are not guarantees of future performance including known and unknown risks, uncertainties and other factors that may cause actual results, performance, achievements or financial position to be materially different from the forecasts expressed or implied in this report.

(Note concerning dividend)

The Company's stable dividend policy takes into account the overall consideration of business performance, payout ratio, and other performance factors. AISIN will propose the next term dividend to shareholders at 30 yen per share. However, quarterly dividend forecast has not been determined yet because of the uncertain business environment. AISIN will propose quarterly dividend amount to shareholders after taking into consideration actual quarterly financial results.

## Consolidated financial statements (1) Consolidated balance sheets

(Million Yen)

	FY2009 (As of Mar. 31, 2009)	FY2010 (As of Mar. 31, 2010)
Assets		
Current assets		
Cash and deposits	72,586	282,538
Notes and accounts receivable-trade	199,437	312,372
Short-term investment securities	77,651	73,540
Merchandise and finished goods	62,310	69,309
Work in process	36,940	33,156
Raw materials and supplies	48,282	39,373
Deferred tax assets	49,368	58,929
Other	68,327	59,360
Allowance for doubtful accounts	-1,324	-448
Total current assets	613,581	928,135
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	542,825	557,721
Accumulated depreciation	-297,775	-314,387
Buildings and structures, net	245,050	243,333
Machinery, equipment and vehicles	1,391,874	1,360,354
Accumulated depreciation	-980,991	-1,037,690
Machinery, equipment and vehicles, net	410,882	322,663
Tools, furniture and fixtures	257,612	261,725
Accumulated depreciation	-221,509	-233,880
Tools, furniture and fixtures, net	36,102	27,845
Land	100,429	103,320
Lease assets	507	821
Accumulated depreciation	-100	-221
Lease assets, net	407	599
Construction in progress	48,699	23,759
Total property, plant and equipment	841,571	721,520
Intangible assets		
Total intangible assets	18,905	15,458
Investments and other assets		
Investment securities	190,406	244,855
Deferred tax assets	30,597	37,493
Other	37,179	34,991
Allowance for doubtful accounts	-552	-466
Total investments and other assets	257,631	316,874
Total noncurrent assets	1,118,108	1,053,853
Total assets	1,731,689	1,981,988

(Million Yen)

	FY2009 (As of Mar. 31, 2009)	FY2010 (As of Mar. 31, 2010)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	194,397	296,788
Short-term loans payable	36,960	35,768
Current portion of bonds	—	10,000
Lease obligations	133	212
Accrued expenses	132,736	144,846
Income taxes payable	—	30,568
Provision for product warranties	19,153	19,378
Other provision	729	1,370
Other	71,570	58,504
Total current liabilities	<u>455,682</u>	<u>597,436</u>
Noncurrent liabilities		
Bonds payable	69,989	79,990
Long-term loans payable	287,985	313,631
Lease obligations	311	499
Deferred tax liabilities	8,882	20,905
Provision for retirement benefits	84,485	87,911
Provision for directors' retirement benefits	6,260	6,090
Other	3,584	3,631
Total noncurrent liabilities	<u>461,499</u>	<u>512,662</u>
Total liabilities	<u>917,182</u>	<u>1,110,099</u>
Net assets		
Shareholders' equity		
Capital stock	45,049	45,049
Capital surplus	58,831	58,831
Retained earnings	535,242	546,218
Treasury stock	-20,724	-20,783
Total shareholders' equity	<u>618,398</u>	<u>629,315</u>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	41,843	58,845
Deferred gains or losses on hedges	-1,330	-1,337
Foreign currency translation adjustment	-38,902	-31,454
Total valuation and translation adjustments	<u>1,610</u>	<u>26,053</u>
Subscription rights to shares	1,016	1,538
Minority interests	193,481	214,981
Total net assets	<u>814,506</u>	<u>871,889</u>
Total liabilities and net assets	<u>1,731,689</u>	<u>1,981,988</u>

## (2) Consolidated statements of income

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Net sales	2,214,492	2,054,474
Cost of sales	2,023,144	1,791,771
Gross profit	191,348	262,703
Selling, general and administrative expenses		
Freightage and packing expenses	32,364	28,715
Provision for product warranties	3,396	5,353
Salaries and allowances	51,688	48,750
Provision for directors' bonuses	683	1,212
Provision for directors' retirement benefits	1,261	949
Other	105,443	90,174
Total selling, general and administrative expenses	194,837	175,156
Operating income (loss)	-3,489	87,546
Non-operating income		
Interest income	1,170	562
Dividends income	5,334	2,108
Equity in earnings of affiliates	1,769	4,600
Other	11,357	17,673
Total non-operating income	19,631	24,944
Non-operating expenses		
Interest expenses	3,888	6,066
Loss on sales and retirement of noncurrent assets	5,428	3,609
Other	11,791	7,872
Total non-operating expenses	21,108	17,549
Ordinary income (loss)	-4,965	94,942
Extraordinary loss		
Impairment loss	10,017	37,276
Total extraordinary losses	10,017	37,276
Income (loss) before income taxes and minority interests	-14,983	57,665
Income taxes-current	11,203	34,598
Income taxes-deferred	5,199	-15,172
Total income taxes	16,402	19,425
Minority interests in income (loss)	-6,235	21,634
Net income (loss)	-25,149	16,605

### (3) Consolidated statements of changes in shareholders' equity

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	45,049	45,049
Balance at the end of current period	45,049	45,049
Capital surplus		
Balance at the end of previous period	58,825	58,831
Changes of items during the period		
Disposal of treasury stock	5	-0
Total changes of items during the period	5	-0
Balance at the end of current period	58,831	58,831
Retained earnings		
Balance at the end of previous period	578,969	535,242
Changes of items during the period		
Dividends from surplus	-18,577	-5,629
Net income (loss)	-25,149	16,605
Total changes of items during the period	-43,727	10,975
Balance at the end of current period	535,242	546,218
Treasury stock		
Balance at the end of previous period	-20,738	-20,724
Changes of items during the period		
Purchase of treasury stock	-20	-60
Disposal of treasury stock	35	1
Total changes of items during the period	14	-58
Balance at the end of current period	-20,724	-20,783
Total shareholders' equity		
Balance at the end of previous period	662,106	618,398
Changes of items during the period		
Dividends from surplus	-18,577	-5,629
Net income (loss)	-25,149	16,605
Purchase of treasury stock	-20	-60
Disposal of treasury stock	40	1
Total changes of items during the period	-43,707	10,917
Balance at the end of current period	618,398	629,315

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	88,130	41,843
Changes of items during the period		
Net changes of items other than shareholders' equity	-46,286	17,001
Total changes of items during the period	-46,286	17,001
Balance at the end of current period	41,843	58,845
Deferred gains or losses on hedges		
Balance at the end of previous period	-1,184	-1,330
Changes of items during the period		
Net changes of items other than shareholders' equity	-145	-6
Total changes of items during the period	-145	-6
Balance at the end of current period	-1,330	-1,337
Foreign currency translation adjustment		
Balance at the end of previous period	18,071	-38,902
Changes of items during the period		
Net changes of items other than shareholders' equity	-56,974	7,448
Total changes of items during the period	-56,974	7,448
Balance at the end of current period	-38,902	-31,454
Total valuation and translation adjustments		
Balance at the end of previous period	105,016	1,610
Changes of items during the period		
Net changes of items other than shareholders' equity	-103,406	24,442
Total changes of items during the period	-103,406	24,442
Balance at the end of current period	1,610	26,053
Subscription rights to shares		
Balance at the end of previous period	601	1,016
Changes of items during the period		
Net changes of items other than shareholders' equity	414	522
Total changes of items during the period	414	522
Balance at the end of current period	1,016	1,538
Minority interests		
Balance at the end of previous period	226,867	193,481
Changes of items during the period		
Net changes of items other than shareholders' equity	-33,386	21,500
Total changes of items during the period	-33,386	21,500
Balance at the end of current period	193,481	214,981

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Total net assets		
Balance at the end of previous period	994,592	814,506
Changes of items during the period		
Dividends from surplus	-18,577	-5,629
Net income (loss)	-25,149	16,605
Purchase of treasury stock	-20	-60
Disposal of treasury stock	40	1
Net changes of items other than shareholders' equity	-136,377	46,465
Total changes of items during the period	-180,085	57,382
Balance at the end of current period	814,506	871,889



#### (4) Consolidated statements of cash flows

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	-14,983	57,665
Depreciation and amortization	182,057	169,667
Impairment loss	10,017	37,276
Decrease (increase) in notes and accounts receivable-trade	151,900	-111,593
Decrease (increase) in inventories	11,101	6,032
Increase (decrease) in notes and accounts payable-trade	-149,969	104,381
Other	-7,235	30,132
Subtotal	<u>182,887</u>	<u>293,563</u>
Interest and dividends income received	8,965	3,166
Interest expenses paid	-3,400	-5,878
Income taxes paid	-73,783	12,936
Net cash provided by (used in) operating activities	<u>114,668</u>	<u>303,788</u>
Net cash provided by (used in) investing activities		
Decrease (increase) in time deposits and securities	2,533	-197,514
Purchase of property, plant and equipment	-231,175	-105,713
Proceeds from sales of property, plant and equipment	8,878	5,290
Purchase of investment securities	-14,755	-38,309
Proceeds from sales and redemption of investment securities	16,189	8,328
Other	-5,423	-3,713
Net cash provided by (used in) investing activities	<u>-223,752</u>	<u>-331,630</u>
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	5,175	-6,871
Proceeds from long-term loans payable	81,893	59,785
Repayment of long-term loans payable	-14,647	-29,591
Proceeds from issuance of bonds	30,000	20,000
Cash dividends paid	-18,573	-5,634
Cash dividends paid to minority shareholders	-8,439	-2,645
Other	334	-224
Net cash provided by (used in) financing activities	<u>75,743</u>	<u>34,817</u>
Effect of exchange rate change on cash and cash equivalents	<u>-13,100</u>	<u>1,947</u>
Net increase (decrease) in cash and cash equivalents	<u>-46,440</u>	<u>8,923</u>
Cash and cash equivalents at beginning of period	<u>190,245</u>	<u>143,804</u>
Cash and cash equivalents at end of period	<u>143,804</u>	<u>152,727</u>

## (5) Segment information

### 【Industry segments】

AISIN's main business is manufacturing and selling of automotive parts. Over 90% of sales, operating income and assets derive from this segment.

Therefore information of industry segments is omitted.

### 【Geographical segments】

FY2009(Apr. 1, 2008 through Mar. 31, 2009)

(Million Yen)

	Japan	North America	Europe	Asia and Others	Total	Eliminations	Consolidated
Net sales							
(1) Customers	1,508,976	304,836	163,204	237,475	2,214,492	—	2,214,492
(2) Inter-segment	255,865	11,737	7,359	9,084	284,046	-284,046	—
Total	1,764,842	316,573	170,563	246,559	2,498,539	-284,046	2,214,492
Operating Costs & Expenses	1,801,195	323,924	169,138	211,846	2,506,105	-288,122	2,217,982
Operating Income or Loss	-36,353	-7,350	1,425	34,713	-7,565	4,076	-3,489
Assets	1,514,940	190,751	76,883	172,971	1,955,547	-223,857	1,731,689

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America	:	U.S.A., Mexico
Europe	:	Belgium, Czech
Asia and Others	:	China, Thailand

FY2010 (Apr. 1, 2009 through Mar. 31, 2010)

(Million Yen)

	Japan	North America	Europe	Asia and Others	Total	Eliminations	Consolidated
Net sales							
(1) Customers	1,505,919	219,059	134,121	195,374	2,054,474	—	2,054,474
(2) Inter-segment	221,237	13,888	6,548	6,295	247,970	-247,970	—
Total	1,727,157	232,947	140,669	201,669	2,302,444	-247,970	2,054,474
Operating Costs & Expenses	1,663,396	235,773	139,330	174,826	2,213,326	-246,398	1,966,927
Operating Income or Loss	63,760	-2,825	1,339	26,843	89,117	-1,571	87,546
Assets	1,545,197	180,962	84,149	195,576	2,005,886	-23,897	1,981,988

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America	:	U.S.A., Mexico
Europe	:	Belgium, Czech
Asia and Others	:	China, Thailand

【Sales by customer location】

FY2009 (Apr. 1, 2008 through Mar. 31, 2009)

(Million Yen)

	North America	Europe	Asia and Others	Total
Overseas sales	343,750	190,669	342,913	877,333
Net sales	—	—	—	2,214,492
Overseas sales ratio to net sales(%)	15.5	8.6	15.5	39.6

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America : U.S.A., Canada

Europe : Germany, Sweden

Asia and Others : China, Thailand, South Korea

FY2010 (Apr. 1, 2009 through Mar. 31, 2010)

(Million Yen)

	North America	Europe	Asia and Others	Total
Overseas sales	250,000	152,427	348,766	751,194
Net sales	—	—	—	2,054,474
Overseas sales ratio to net sales(%)	12.2	7.4	17.0	36.6

Note: 1. Geographical segments are determined according to geographical closeness.

2. Main countries are

North America : U.S.A., Canada

Europe : Germany, Sweden

Asia and Others : China, Thailand, South Korea

(6) Amounts per share

	FY2009 (Apr. 2008 through Mar. 2009)	FY2010 (Apr. 2009 through Mar. 2010)
(1) Net assets excluding share subscription warrant and minority interest per share (Yen)	2,202.86	2,328.68
(2) Earnings per share (Yen)	-89.36	59.00
(3) Fully diluted earnings per share (Yen)	—	—

Note : Bases for calculation

1. Net assets excluding share subscription warrant and minority interest per share

	FY2009 (As of Mar. 31. 2009)	FY2010 (As of Mar. 31. 2010)
Total net assets (in Million Yen)	814,506	871,889
Amounts deducted from total net assets (in Million Yen)	194,498	216,520
Subscription warrant	(1,016)	(1,538)
Minority interests	(193,481)	(214,981)
Total net assets related to common stock (in Million Yen)	620,008	655,369
Number of common stocks used to determine equity per share (thousand shares)	281,456	281,433

2. Earnings Per Share and Fully Diluted Earnings Per Share

	FY2009 (Apr. 2008 through Mar. 2009)	FY2010 (Apr. 2009 through Mar. 2010)
Earnings per share		
Net income or loss	-25,149	16,605
Amount that doesn't belong to the common stockholders (in Million Yen)	—	—
Net income or loss related to common stock (in Million Yen)	-25,149	16,605
Number of average common Stocks (thousand shares)	281,456	281,453
Fully diluted earnings per share		
Adjustment in net income (in Million Yen)	—	—
Increase in common stocks (thousand shares)	—	—
Subscription warrant (thousand shares)	—	—

## Non-Consolidated financial statements (1) Balance sheets

	(Million Yen)	
	FY2009	FY2010
	(As of Mar. 31. 2009)	(As of Mar. 31. 2010)
Assets		
Current assets		
Cash and deposits	14,272	198,818
Notes receivable-trade	1,567	2,235
Accounts receivable-trade	84,254	139,480
Short-term investment securities	74,952	70,589
Merchandise and finished goods	4,974	6,259
Work in process	8,647	8,474
Raw materials and supplies	5,394	3,417
Prepaid expenses	98	190
Deferred tax assets	14,958	19,280
Accounts receivable-other	8,677	-
Income taxes receivable	9,749	-
Short-term loans receivable	110,301	82,959
Other	1,209	9,150
Allowance for doubtful accounts	-260	-218
Total current assets	<u>338,798</u>	<u>540,637</u>
Noncurrent assets		
Property, plant and equipment		
Buildings	131,319	142,684
Accumulated depreciation	-76,881	-81,524
Buildings, net	<u>54,438</u>	<u>61,160</u>
Structures	37,640	37,792
Accumulated depreciation	-24,067	-25,514
Structures, net	<u>13,572</u>	<u>12,278</u>
Machinery and equipment	288,409	288,542
Accumulated depreciation	-218,509	-232,973
Machinery and equipment, net	<u>69,899</u>	<u>55,569</u>
Vehicles	4,534	4,626
Accumulated depreciation	-3,647	-3,907
Vehicles, net	<u>887</u>	<u>718</u>
Tools, furniture and fixtures	88,553	90,231
Accumulated depreciation	-79,525	-83,622
Tools, furniture and fixtures, net	<u>9,027</u>	<u>6,608</u>
Land	31,145	32,222
Lease assets	551	1,873
Accumulated depreciation	-94	-266
Lease assets, net	<u>457</u>	<u>1,606</u>
Construction in progress	12,366	4,390
Total property, plant and equipment	<u>191,794</u>	<u>174,554</u>

(Million Yen)

	FY2009 (As of Mar. 31. 2009)	FY2010 (As of Mar. 31. 2010)
Intangible assets		
Goodwill	3,106	2,218
Patent right	2	2
Right of trademark	47	42
Software	3,648	3,770
Lease assets	47	95
Other	92	87
Total intangible assets	6,944	6,216
Investments and other assets		
Investment securities	47,448	81,855
Stocks of subsidiaries and affiliates	227,348	241,687
Investments in capital	2,610	1,701
Investments in capital of subsidiaries and affiliates	24,953	24,953
Long-term loans receivable	9	9
Long-term loans receivable from employees	651	586
Long-term loans receivable from subsidiaries and affiliates	83,156	102,603
Long-term prepaid expenses	7,131	6,380
Other	1,099	1,053
Allowance for doubtful accounts	-4,849	-9,920
Total investments and other assets	389,561	450,911
Total noncurrent assets	588,300	631,682
Total assets	927,098	1,172,319
Liabilities		
Current liabilities		
Notes payable-trade	447	434
Accounts payable-trade	62,409	104,196
Short-term loans payable	20,000	23,825
Current portion of bonds	—	10,000
Lease obligations	163	234
Accounts payable-other	15,954	12,760
Accrued expenses	40,372	44,417
Income taxes payable	—	3,614
Advances received	725	1,367
Deposits received	40,971	151,257
Deposits received from employees	7,142	7,707
Provision for product warranties	9,025	10,406
Provision for directors' bonuses	—	200
Other	42	53
Total current liabilities	197,254	370,476

(Million Yen)

	FY2009 (As of Mar. 31. 2009)	FY2010 (As of Mar. 31. 2010)
Noncurrent liabilities		
Bonds payable	69,989	79,990
Long-term loans payable	285,893	312,853
Lease obligations	322	1,381
Deferred tax liabilities	2,501	16,444
Provision for retirement benefits	34,836	34,679
Provision for directors' retirement benefits	2,554	2,128
Other	2,270	2,216
Total noncurrent liabilities	<u>398,367</u>	<u>449,695</u>
Total liabilities	<u>595,622</u>	<u>820,171</u>
Net assets		
Shareholders' equity		
Capital stock	45,049	45,049
Capital surplus		
Legal capital surplus	62,926	62,926
Total capital surpluses	<u>62,926</u>	<u>62,926</u>
Retained earnings		
Legal retained earnings	10,285	10,285
Other retained earnings		
Reserve for special depreciation	235	201
Reserve for advanced depreciation of noncurrent assets	2,453	2,304
General reserve	112,500	112,500
Retained earnings brought forward	112,938	116,851
Total earned surpluses	<u>238,412</u>	<u>242,141</u>
Treasury stock	<u>-56,007</u>	<u>-56,063</u>
Total shareholders' equity	<u>290,381</u>	<u>294,054</u>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	41,416	57,886
Deferred gains or losses on hedges	-1,337	-1,332
Total valuation and translation adjustments	<u>40,079</u>	<u>56,554</u>
Subscription rights to shares	<u>1,016</u>	<u>1,538</u>
Total net assets	<u>331,476</u>	<u>352,147</u>
Total liabilities and net assets	<u>927,098</u>	<u>1,172,319</u>

## (2) Statements of income

	(Million Yen)	
	FY2009	FY2010
	(Apr. 1, 2008 through Mar. 31, 2009)	(Apr. 1, 2009 through Mar. 31, 2010)
Net sales	714,766	718,981
Cost of sales		
Cost of finished goods sold		
Beginning finished goods	6,620	4,974
Cost of products manufactured	678,890	653,298
Total	685,510	658,273
Finished goods transfer to other account	1,388	1,121
Ending finished goods	4,974	6,259
Cost of finished goods sold	679,147	650,891
Other cost	6	2
Total cost of sales	679,153	650,893
Gross profit	35,613	68,088
Selling, general and administrative expenses		
Freightage and packing expenses	10,106	9,651
Provision of allowance for doubtful accounts	72	0
Provision for product warranties	2,246	4,184
Product repair expenses	1,881	—
Salaries and allowances	13,567	14,350
Provision for directors' bonuses	—	200
Retirement benefit expenses	877	1,317
Provision for directors' retirement benefits	270	40
Legal and employee benefits expenses	3,613	4,322
Depreciation	1,911	1,888
Rent expenses	2,435	—
Research and development expenses	3,999	4,536
Other	9,659	13,711
Total selling, general and administrative expenses	50,641	54,204
Operating income (loss)	-15,028	13,883
Non-operating income		
Interest income	3,415	2,227
Interest on securities	253	244
Dividends income	30,130	11,090
Rent income on noncurrent assets	1,014	—
Gain on sales of securities	598	—
Other	813	2,944
Total non-operating income	36,226	16,507



(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Non-operating expenses		
Interest expenses	3,633	4,694
Interest on bonds	702	1,238
Loss on sales and retirement of noncurrent assets	984	—
Loss on valuation of securities	1,324	—
Foreign exchange losses	1,516	—
Other	2,095	3,069
Total non-operating expenses	10,257	9,002
Ordinary income	10,941	21,388
Extraordinary loss		
Impairment loss	1,574	1,288
Provision of allowance for doubtful accounts for subsidiaries and affiliates	4,720	5,055
Loss on valuation of stocks of subsidiaries and affiliates	1,711	2,104
Total extraordinary losses	8,005	8,448
Income before income taxes	2,935	12,940
Income taxes—current	100	4,300
Income taxes—deferred	-707	-721
Total income taxes	-607	3,578
Net income	3,543	9,361

## (3) Statements of changes in shareholders' equity

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Shareholders' equity		
Capital stock		
Balance at the end of previous period	45,049	45,049
Balance at the end of current period	45,049	45,049
Capital surplus		
Legal capital surplus		
Balance at the end of previous period	62,926	62,926
Balance at the end of current period	62,926	62,926
Total capital surplus		
Balance at the end of previous period	62,926	62,926
Balance at the end of current period	62,926	62,926
Retained earnings		
Legal retained earnings		
Balance at the end of previous period	10,285	10,285
Balance at the end of current period	10,285	10,285
Other retained earnings		
Reserve for special depreciation		
Balance at the end of previous period	371	235
Changes of items during the period		
Provision of reserve for special depreciation	9	77
Reversal of reserve for special depreciation	-145	-110
Total changes of items during the period	-136	-33
Balance at the end of current period	235	201
Reserve for advanced depreciation of noncurrent assets		
Balance at the end of previous period	2,613	2,453
Changes of items during the period		
Reversal of reserve for advanced depreciation of noncurrent assets	-159	-149
Total changes of items during the period	-159	-149
Balance at the end of current period	2,453	2,304
General reserve		
Balance at the end of previous period	112,500	112,500
Balance at the end of current period	112,500	112,500

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
<b>Retained earnings brought forward</b>		
Balance at the end of previous period	127,714	112,938
Changes of items during the period		
Provision of reserve for special depreciation	-9	-77
Reversal of reserve for special depreciation	145	110
Reversal of reserve for advanced depreciation of noncurrent assets	159	149
Dividends from surplus	-18,577	-5,629
Net income	3,543	9,361
Disposal of treasury stock	-37	-1
Total changes of items during the period	<u>-14,776</u>	<u>3,912</u>
Balance at the end of current period	<u>112,938</u>	<u>116,851</u>
<b>Total retained earnings</b>		
Balance at the end of previous period	253,484	238,412
Changes of items during the period		
Provision of reserve for special depreciation	—	—
Reversal of reserve for special depreciation	—	—
Reversal of reserve for advanced depreciation of noncurrent assets	—	—
Dividends from surplus	-18,577	-5,629
Net income	3,543	9,361
Disposal of treasury stock	-37	-1
Total changes of items during the period	<u>-15,072</u>	<u>3,729</u>
Balance at the end of current period	<u>238,412</u>	<u>242,141</u>
<b>Treasury stock</b>		
Balance at the end of previous period	-56,081	-56,007
Changes of items during the period		
Purchase of treasury stock	-20	-60
Disposal of treasury stock	95	4
Total changes of items during the period	<u>74</u>	<u>-55</u>
Balance at the end of current period	<u>-56,007</u>	<u>-56,063</u>
<b>Total shareholders' equity</b>		
Balance at the end of previous period	305,379	290,381
Changes of items during the period		
Dividends from surplus	-18,577	-5,629
Net income	3,543	9,361
Purchase of treasury stock	-20	-60
Disposal of treasury stock	57	2
Total changes of items during the period	<u>-14,998</u>	<u>3,673</u>
Balance at the end of current period	<u>290,381</u>	<u>294,054</u>

(Million Yen)

	FY2009 (Apr. 1, 2008 through Mar. 31, 2009)	FY2010 (Apr. 1, 2009 through Mar. 31, 2010)
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	86,333	41,416
Changes of items during the period		
Net changes of items other than shareholders' equity	-44,916	16,469
Total changes of items during the period	-44,916	16,469
Balance at the end of current period	41,416	57,886
Deferred gains or losses on hedges		
Balance at the end of previous period	-1,184	-1,337
Changes of items during the period		
Net changes of items other than shareholders' equity	-152	5
Total changes of items during the period	-152	5
Balance at the end of current period	-1,337	-1,332
Total valuation and translation adjustments		
Balance at the end of previous period	85,148	40,079
Changes of items during the period		
Net changes of items other than shareholders' equity	-45,069	16,474
Total changes of items during the period	-45,069	16,474
Balance at the end of current period	40,079	56,554
Subscription rights to shares		
Balance at the end of previous period	601	1,016
Changes of items during the period		
Net changes of items other than shareholders' equity	414	522
Total changes of items during the period	414	522
Balance at the end of current period	1,016	1,538
Total net assets		
Balance at the end of previous period	391,129	331,476
Changes of items during the period		
Dividends from surplus	-18,577	-5,629
Net income	3,543	9,361
Purchase of treasury stock	-20	-60
Disposal of treasury stock	57	2
Net changes of items other than shareholders' equity	-44,654	16,997
Total changes of items during the period	-59,653	20,670
Balance at the end of current period	331,476	352,147