

Consolidated Balance Sheets

Thousands of yen

	30 April, 2009	30 April, 2010
Assets		
Current assets		
Cash and deposits	3,069,328	3,300,633
Notes and accounts receivable-trade	7,437,298	5,316,209
Lease investment assets	381,229	355,342
Short-term investment securities	20,425	-
Merchandise and finished goods	398,713	572,089
Work in process	146,486	140,498
Raw materials	277,708	169,313
Deferred tax assets	105,477	265,259
Advance payments-trade	283,270	3,192
Consumption taxes receivable	14,238	29,613
Other	463,770	173,092
Allowance for doubtful accounts	(36,052)	(171,267)
Total current assets	12,561,893	10,153,976
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	2,463,826	2,477,767
Accumulated depreciation	(1,353,754)	(1,417,237)
Buildings and structures, net	1,110,072	1,060,529
Machinery, equipment and vehicles	683,947	689,531
Accumulated depreciation	(433,100)	(498,962)
Machinery, equipment and vehicles, net	250,847	190,569
Land	1,674,335	1,674,335
Other	508,044	505,808
Accumulated depreciation	(431,894)	(429,503)
Other, net	76,150	76,305
Total property, plant and equipment	3,111,406	3,001,739
Intangible assets		
Goodwill	-	31,624
Other	247,661	267,324
Total intangible assets	247,661	298,948
Investments and other assets		
Investment securities	1,298,029	1,442,127
Long-term loans receivable	305,412	341,009
Deferred tax assets	205,644	328,240
Other	293,627	906,038
Allowance for doubtful accounts	(111,242)	(749,111)
Total investments and other assets	1,991,470	2,268,304
Total noncurrent assets	5,350,539	5,568,993
Total assets	17,912,432	15,722,969

Thousands of yen

	30 April, 2009	30 April, 2010
Liabilities		
Current liabilities		
Notes and accounts payable-trade	6,563,882	5,282,585
Short-term loans payable	1,180,000	1,495,921
Current portion of long-term loans payable	93,456	85,586
Income taxes payable	11,651	6,776
Accrued consumption taxes	19,631	2,435
Provision for directors' bonuses	7,400	-
Other	314,237	258,144
Total current liabilities	8,190,259	7,131,451
Noncurrent liabilities		
Long-term loans payable	90,547	74,381
Deferred tax liabilities	872	638
Provision for retirement benefits	53,684	25,698
Provision for directors' retirement benefits	72,246	69,252
Negative goodwill	100,404	77,596
Other	47,989	50,083
Total noncurrent liabilities	365,744	297,650
Total liabilities	8,556,004	7,429,101
Net assets		
Shareholders' equity		
Capital stock	1,028,078	1,028,078
Capital surplus	751,733	751,301
Retained earnings	7,789,326	6,676,276
Treasury stock	(155,305)	(155,162)
Total shareholders' equity	9,413,832	8,300,492
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	20,345	123,716
Foreign currency translation adjustment	(77,749)	(133,973)
Total Valuation and translation adjustments	(57,404)	(10,257)
Minority interests	-	3,633
Total net assets	9,356,428	8,293,868
Total liabilities and net assets	17,912,432	15,722,969

Consolidated Statements of income

Thousands of yen

	30 April, 2009	30 April, 2010
Net sales	26,719,980	14,009,334
Cost of sales	24,099,526	12,510,883
Gross profit	2,620,454	1,498,451
Selling, general and administrative expenses	2,484,194	2,224,845
Operating income (loss)	136,259	(726,394)
Non-operating income		
Interest income	11,161	21,951
Dividends income	11,455	4,547
Amortization of negative goodwill	13,002	22,807
Equity in earnings of affiliates	-	461
Rent income	30,319	20,179
Gain on sales of scraps	11,543	6,138
Subsidy income	-	16,728
Miscellaneous income	21,826	28,101
Total non-operating income	99,310	120,916
Non-operating expenses		
Interest expenses	25,582	24,857
Equity in losses of affiliates	23,458	-
Loss on sales of notes payable	16	-
Rent expenses	20,614	12,022
Foreign exchange losses	71,987	24,703
Loss on investments in partnership	6,922	4,559
Miscellaneous loss	3,572	10,379
Total non-operating expenses	152,155	76,522
Ordinary income (loss)	83,414	(681,999)
Extraordinary income		
Gain on sales of noncurrent assets	4,738	4,349
Gain on sales of investment securities	7,851	-
Reversal of provision for retirement benefits	-	24,914
Other	333	-
Total extraordinary income	12,923	29,263
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	2,430	8,998
Loss on valuation of investment securities	127,932	2,800
Provision of allowance for doubtful accounts	-	633,250
Other	428	-
Total extraordinary losses	130,791	645,049
Loss before income taxes	(34,453)	(1,297,785)
Income taxes-current	38,151	8,513
Refund of income taxes	(14,048)	-
Income taxes-deferred	170,061	(335,764)
Total income taxes	194,164	(327,251)
Minority interests in loss	(25,408)	(4,582)
Net loss	(203,208)	(965,951)

Consolidated Statements of changes in net assets

Thousands of yen

	30 April, 2009	30 April, 2010
Shareholders' equity		
Capital stock		
Balance at the end of previous period	1,028,078	1,028,078
Changes of items during the period		
Total changes of items during the period	-	-
Balance at the end of current period	1,028,078	1,028,078
Capital surplus		
Balance at the end of previous period	751,733	751,733
Changes of items during the period		
Disposal of treasury stock	-	(431)
Total changes of items during the period	-	(431)
Balance at the end of current period	751,733	751,301
Retained earnings		
Balance at the end of previous period	8,171,008	7,789,326
Changes of items during the period		
Dividends from surplus	(177,326)	(130,601)
Net loss	(203,208)	(965,951)
Employees' encouragement and welfare fund	(1,146)	(345)
Change of scope of consolidation	-	(16,152)
Total changes of items during the period	(381,682)	(1,113,050)
Balance at the end of current period	7,789,326	6,676,276
Treasury stock		
Balance at the end of previous period	(153,223)	(155,305)
Changes of items during the period		
Purchase of treasury stock	(2,081)	(1,729)
Disposal of treasury stock	-	1,871
Total changes of items during the period	(2,081)	142
Balance at the end of current period	(155,305)	(155,162)
Total shareholders' equity		
Balance at the end of previous period	9,797,595	9,413,832
Changes of items during the period		
Dividends from surplus	(177,326)	(130,601)
Net loss	(203,208)	(965,951)
Purchase of treasury stock	(2,081)	(1,729)
Disposal of treasury stock	-	1,439
Employees' encouragement and welfare fund	(1,146)	(345)
Change of scope of consolidation	-	(16,152)
Total changes of items during the period	(383,763)	(1,113,339)
Balance at the end of current period	9,413,832	8,300,492

Thousands of yen

	30 April, 2009	30 April, 2010
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the end of previous period	181,524	20,345
Changes of items during the period		
Net changes of items other than shareholders' equity	(161,179)	103,371
Total changes of items during the period	(161,179)	103,371
Balance at the end of current period	20,345	123,716
Foreign currency translation adjustment		
Balance at the end of previous period	(51,856)	(77,749)
Changes of items during the period		
Net changes of items other than shareholders' equity	(25,893)	(56,224)
Total changes of items during the period	(25,893)	(56,224)
Balance at the end of current period	(77,749)	(133,973)
Total valuation and translation adjustments		
Balance at the end of previous period	129,668	(57,404)
Changes of items during the period		
Net changes of items other than shareholders' equity	(187,072)	47,146
Total changes of items during the period	(187,072)	47,146
Balance at the end of current period	(57,404)	(10,257)
Minority interests		
Balance at the end of previous period	210,156	-
Changes of items during the period		
Net changes of items other than shareholders' equity	(210,156)	3,633
Total changes of items during the period	(210,156)	3,633
Balance at the end of current period	-	3,633
Total net assets		
Balance at the end of previous period	10,137,420	9,356,428
Changes of items during the period		
Dividends from surplus	(177,326)	(130,601)
Net loss	(203,208)	(965,951)
Purchase of treasury stock	(2,081)	(1,729)
Disposal of treasury stock	-	1,439
Employees' encouragement and welfare fund	(1,146)	(345)
Change of scope of consolidation	-	(16,152)
Net changes of items other than shareholders' equity	(397,229)	50,779
Total changes of items during the period	(780,992)	(1,062,560)
Balance at the end of current period	9,356,428	8,293,868

Consolidated Statements of cash flows

Thousands of yen

	30 April, 2009	30 April, 2010
Net cash provided by (used in) operating activities		
Loss before income taxes	(34,453)	(1,297,785)
Depreciation and amortization	242,428	233,156
Amortization of goodwill	-	9,487
Amortization of negative goodwill	(13,002)	(22,807)
Increase (decrease) in allowance for doubtful accounts	65,577	773,079
Increase (decrease) in provision for directors' bonuses	(24,700)	(7,400)
Increase (decrease) in provision for retirement benefits	(43,988)	(27,986)
Increase (decrease) in provision for directors' retirement benefits	(36,445)	(2,994)
Interest and dividends income	(22,617)	(26,498)
Interest expenses	25,582	24,857
Foreign exchange losses (gains)	11,614	12,720
Equity in (earnings) losses of affiliates	23,458	(461)
Loss (gain) on sales of investment securities	(7,851)	-
Loss (gain) on sales of noncurrent assets	(4,694)	826
Loss on retirement of noncurrent assets	2,386	3,822
Loss (gain) on valuation of investment securities	127,932	2,800
Other loss (gain)	9,349	7,255
Decrease (increase) in notes and accounts receivable-trade	7,772,677	1,511,590
Decrease (increase) in inventories	196,582	(60,375)
Decrease (increase) in lease investment assets	172,506	18,759
Decrease (increase) in consumption taxes refund receivable	2,127	(15,375)
Decrease (increase) in other assets	(198,418)	364,781
Increase (decrease) in notes and accounts payable-trade	(6,225,482)	(1,319,211)
Increase (decrease) in accrued consumption taxes	18,246	(17,195)
Increase (decrease) in other liabilities	(98,060)	(63,511)
Subtotal	1,960,756	101,534
Interest and dividends income received	23,986	27,012
Interest expenses paid	(25,227)	(24,888)
Income taxes (paid) refund	(371,116)	146,313
Net cash provided by (used in) operating activities	1,588,399	249,972

	Thousands of yen	
	30 April, 2009	30 April, 2010
Net cash provided by (used in) investing activities		
Payments into time deposits	(40,000)	(40,000)
Proceeds from withdrawal of time deposits	40,000	40,000
Purchase of property, plant and equipment	(114,429)	(58,647)
Proceeds from sales of property, plant and equipment	64,342	7,050
Purchase of intangible assets	(92,267)	(70,270)
Proceeds from sales of intangible assets	-	644
Purchase of investment securities	(203,412)	(147,788)
Proceeds from sales of investment securities	16,455	-
Purchase of investments in subsidiaries	(80,221)	-
Payments of short-term loans receivable	(31,200)	(66,550)
Collection of short-term loans receivable	11,735	85,865
Payments of long-term loans receivable	(30,224)	(22)
Collection of long-term loans receivable	22,990	6,573
Payments for guarantee deposits	(10,805)	(1,709)
Proceeds from collection of guarantee deposits	8,435	21,853
Repayments of guarantee deposits received	(5,289)	(2,591)
Proceeds from guarantee deposits received	3,055	1,268
Other payments	(90)	(10)
Other proceeds	6,597	1,577
Net cash provided by (used in) investing activities	(434,331)	(222,758)
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	14,297,000	2,891,803
Decrease in short-term loans payable	(14,307,980)	(2,575,000)
Proceeds from long-term loans payable	-	100,000
Repayment of long-term loans payable	(93,456)	(124,036)
Purchase of treasury stock	(2,081)	(396)
Cash dividends paid	(177,326)	(130,601)
Net cash provided by (used in) financing activities	(283,844)	161,770
Effect of exchange rate change on cash and cash equivalents	(1,602)	(1,920)
Net increase (decrease) in cash and cash equivalents	868,620	187,064
Cash and cash equivalents at beginning of period	2,180,707	3,049,328
Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	-	44,241
Cash and cash equivalents at end of period	3,049,328	3,280,633