

(Japan GAAP)
Consolidated Balance Sheet

(Thousands of yen)

Account Item	Ended March 31, 2015	Ended March 31, 2016
Assets		
Current assets		
Cash and deposits	8,546,525	8,148,396
Notes and accounts receivable – trade	31,932,805	33,393,141
Work in process	246,460	497,791
Other inventories	186,561	77,947
Deferred tax assets	740,973	968,213
Other	3,211,631	3,136,590
Allowance for doubtful accounts	(363,236)	(354,600)
Total current assets	44,501,721	45,867,479
Non-current assets		
Property, plant and equipment		
Buildings and structures	5,442,621	4,390,770
Accumulated depreciation	(2,735,566)	(2,333,597)
Buildings and structures, net	2,707,054	2,057,173
Machinery, equipment and vehicles	8,591,203	9,087,284
Accumulated depreciation	(4,912,617)	(5,338,914)
Machinery, equipment and vehicles, net	3,678,585	3,748,369
Tools, furniture and fixtures	5,453,558	5,647,143
Accumulated depreciation	(3,207,149)	(3,874,988)
Tools, furniture and fixtures, net	2,246,409	1,772,155
Land	5,357,000	4,566,750
Leased assets	573,187	449,760
Accumulated depreciation	(472,908)	(445,350)
Leased assets, net	100,278	4,410
Construction in progress	310,652	47,038
Total property, plant and equipment	14,399,981	12,195,897
Intangible assets		
Goodwill	131,117	109,559
Software	3,474,720	4,303,886
Software in progress	1,983,418	628,098
Leased assets	15,613	5,351
Other	269,984	234,565
Total intangible assets	5,874,855	5,281,460
Investments and other assets		
Investment securities	1,609,454	1,026,339
Net defined benefit asset	350,381	—
Claims provable in bankruptcy, claims provable in rehabilitation and other	173,284	160,971
Other	1,992,392	1,830,853
Allowance for doubtful accounts	(526,096)	(417,508)
Total investments and other assets	3,599,416	2,600,656
Total non-current assets	23,874,253	20,078,014
Total assets	68,375,974	65,945,494
Liabilities		
Current liabilities		
Notes and accounts payable – trade	4,279,088	4,055,465
Short-term loans payable	21,891,672	21,074,123
Current portion of long-term loans payable	29,205	32,196
Lease obligations	39,287	16,038
Income taxes payable	127,021	332,277
Advances received	1,738,361	1,593,970
Provision for bonuses	499,363	519,501
Provision for directors' bonuses	12,500	8,000
Provision for loss on construction contracts	450,275	484,975
Provision for loss on contract	—	739,130
Other	3,609,924	2,839,133
Total current liabilities	32,676,701	31,694,813
Non-current liabilities		
Long-term loans payable	18,120,881	18,076,501
Lease obligations	21,262	4,569
Long-term accounts payable – other	32,044	14,972
Deferred tax liabilities	568,205	443,993
Net defined benefit liability	252,489	532,557
Other	146,991	84,158
Total non-current liabilities	19,141,875	19,156,752
Total liabilities	51,818,577	50,851,565
Net assets		
Shareholders' equity		
Capital stock	8,758,481	8,758,481
Capital surplus	—	55
Retained earnings	6,267,498	5,777,480
Treasury shares	(529,421)	(540,120)
Total shareholders' equity	14,496,558	13,995,897
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	337,047	96,336
Foreign currency translation adjustment	942,102	713,518
Remeasurements of defined benefit plans	386,125	(112,251)
Total accumulated other comprehensive income	1,665,275	697,603
Non-controlling interests	395,562	400,427
Total net assets	16,557,396	15,093,928
Total liabilities and net assets	68,375,974	65,945,494

Consolidated Profit and Loss Statements

(Thousands of yen)

Account Item	from April 1, 2014 to March 31, 2015	from April 1, 2015 to March 31, 2016
Net sales	53,499,186	52,767,237
Cost of sales	40,853,196	41,695,039
Gross profit	12,645,990	11,072,198
Selling, general and administrative expenses	10,120,575	10,054,213
Operating income	2,525,415	1,017,984
Non-operating income		
Interest income	51,739	22,103
Dividend income	24,790	25,842
Rent income	166,110	59,755
Share of profit of entities accounted for using equity method	—	36,442
Foreign exchange gains	112,135	—
Miscellaneous income	89,322	93,734
Total non-operating income	444,098	237,878
Non-operating expenses		
Interest expenses	197,627	145,483
Share of loss of entities accounted for using equity method	8,532	—
Rent expenses	88,163	64,969
Provision of allowance for doubtful accounts	12,084	43,532
Bad debts expenses	5,350	—
Foreign exchange losses	—	105,591
Miscellaneous expenses	55,693	96,266
Total non-operating expenses	367,451	455,843
Ordinary income	2,602,061	800,019
Extraordinary income		
Gain on sales of non-current assets	24,911	224,925
Gain on sales of investment securities	11,347	205,061
Total extraordinary income	36,258	429,986
Extraordinary losses		
Loss on sales and retirement of non-current assets	41,336	151,471
Impairment loss	154,088	382,516
Loss on sales of shares of subsidiaries and associates	—	10,754
Loss on valuation of investment securities	—	3,790
Special retirement expenses	22,810	288
Total extraordinary losses	218,236	548,821
Profit (loss) before income taxes	2,420,084	681,185
Income taxes – current	835,073	696,963
Income taxes – deferred	251,186	(191,560)
Total income taxes	1,086,260	505,403
Profit (loss)	1,333,823	175,782
Profit attributable to non-controlling interests	69,949	15,752
Profit (loss) attributable to owners of parent	1,263,874	160,030

Consolidated Cashflow Statement

(Thousands of yen)

Account Item	from April 1,2014 to March 31, 2015	from April 1,2015 to March 31, 2016
Cash flows from operating activities		
Profit (loss) before income taxes	2,420,084	681,185
Depreciation	3,043,580	3,064,034
Impairment loss	154,088	382,516
Amortization of goodwill	14,677	21,628
Amortization of long-term prepaid expenses	382,802	321,554
Increase (decrease) in allowance for doubtful accounts	(38,293)	(16,908)
Increase (decrease) in provision for bonuses	13,769	20,137
Increase (decrease) in provision for directors' bonuses	—	(4,500)
Increase (decrease) in provision for loss on contract	—	739,130
Increase (decrease) in net defined benefit asset and liability	(174,763)	(94,881)
Increase (decrease) in other provision	(677,991)	38,873
Interest and dividend income	(76,529)	(47,946)
Interest expenses	197,627	145,483
Share of (profit) loss of entities accounted for using equity method	8,532	(36,442)
Foreign exchange losses (gains)	(62,239)	17,922
Loss (gain) on sales and retirement of non-current assets	16,425	(73,453)
Loss (gain) on sales of investment securities	(11,347)	(205,061)
Decrease (increase) in notes and accounts receivable – trade	411,651	(1,691,373)
Decrease (increase) in inventories	571,460	(194,315)
Increase (decrease) in notes and accounts payable – trade	(65,440)	(213,446)
Decrease/increase in consumption taxes receivable/payable	665,001	(339,157)
Increase (decrease) in accrued expenses	114,708	(89,267)
Increase (decrease) in long-term accounts payable – other	(33,819)	(31,087)
Other, net	(703,652)	(542,862)
Subtotal	6,170,332	1,851,762
Interest and dividend income received	99,374	48,032
Interest expenses paid	(194,323)	(149,466)
Income taxes paid	(2,036,607)	(548,395)
Income taxes refund	—	192,816
Net cash provided by (used in) operating activities	4,038,775	1,394,748
Cash flows from investing activities		
Payments into time deposits	(44,170)	(125,704)
Proceeds from withdrawal of time deposits	508,019	7,344
Purchase of property, plant and equipment	(1,357,267)	(1,105,917)
Proceeds from sales of property, plant and equipment	381,631	1,529,231
Purchase of intangible assets	(1,275,081)	(1,125,586)
Proceeds from sales of intangible assets	—	3,326
Purchase of investment securities	—	(10,379)
Proceeds from sales of investment securities	11,347	434,965
Purchase of long-term prepaid expenses	(86,668)	(36,209)
Payments of loans receivable	(1,308,286)	(1,215,426)
Collection of loans receivable	1,483,946	1,338,875
Purchase of shares of subsidiaries resulting in change in scope of consolidation	(58,363)	—
Other, net	(12,083)	40,617
Net cash provided by (used in) investing activities	(1,756,977)	(264,861)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(1,125,617)	(798,230)
Repayments of long-term loans payable	(38,195)	(26,261)
Repayments of finance lease obligations	(62,243)	(37,130)
Purchase of treasury shares	(13,165)	(10,992)
Proceeds from sales of treasury shares	1,397	349
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(713,133)	—
Cash dividends paid	(650,071)	(649,810)
Dividends paid to non-controlling interests	(11,246)	(15,982)
Net cash provided by (used in) financing activities	(2,612,275)	(1,538,058)
Effect of exchange rate change on cash and cash equivalents	267,298	(103,866)
Net increase (decrease) in cash and cash equivalents	(63,178)	(512,037)
Cash and cash equivalents at beginning of period	8,565,533	8,502,354
Cash and cash equivalents at end of period	8,502,354	7,990,317