

74th Financial Statement (for the Fiscal year ended March 31, 2004)

(1) Non-Consolidated Balance Sheet

(Unit: Thousand Yen)

Item	Period	As of March 31, 2003		As of March 31, 2004		Increase (Decrease)
		Amount	Composition	Amount	Composition	
(Assets)			%		%	
I	Current Assets					
1	Cash and Cash Equivalents	2,469,412		2,176,591		292,820
2	Notes Receivable	392,548		122,064		270,483
3	Accounts Receivable, Trade	1,201,186		2,138,354		937,168
4	Merchandise	109,913		44,082		65,830
5	Finished Goods	98,776		73,585		25,191
6	Semi-Finished Goods	219,964		136,809		83,155
7	Raw Materials	223,178		424,240		191,062
8	Work in Progress	25,766		76,450		50,683
9	Supplies	15,108		13,771		1,336
10	Advances	164,206				164,206
11	Prepaid Expenses	15,546		14,284		1,261
12	Deferred Tax Assets	171,855		52,655		119,200
13	Short-term Loans to Affiliates	37,682		31,040		6,641
14	Other Accounts Receivable	24,729		4,320		20,408
15	Others	14,172		9,007		5,165
	Doubtful Notes and Accounts	1,440		1,749		309
	Total Current Assets	5,192,608	42.8	5,315,509	43.5	122,900
II	Fixed Assets					
1	Tangible Fixed Assets					
(1)	Buildings	3,187,773		2,966,814		220,958
(2)	Structures	106,924		92,004		14,920
(3)	Machinery and Equipment	436,934		362,957		73,977
(4)	Automotive Equipment	16,388		11,007		5,380
(5)	Tools	52,167		65,913		13,746
(6)	Land	1,279,933		1,451,203		171,270
	Total Tangible Fixed Assets	5,080,120	41.9	4,949,900	40.5	130,220
2	Intangible Fixed Assets					
(1)	Patent Property	13,993		11,496		2,497
(2)	Software	14,774		9,410		5,363
(3)	Telephone Rights	1,686		1,724		38
	Total Intangible Fixed Assets	30,455	0.3	22,632	0.2	7,823
3	Investments and Other Assets					
(1)	Investment Securities	369,510		412,388		42,878
(2)	Investment in Affiliated Company	840,649		864,239		23,590
(4)	Long-term Loans to Affiliates	103,660		157,739		54,078
(5)	Long-term Prepaid Expenses	53,230		49,071		4,158
(6)	Deferred Tax Assets	243,814		227,765		16,049
(7)	Insurance Reserve Fund	143,484		160,581		17,096
(8)	Golf-Club Membership	35,773		35,773		
(9)	Others	61,875		41,789		20,076
	Allowance for Doubtful Debts	19,373		20,549		1,175
	Total Investments and Other Assets	1,832,625	15.1	1,928,807	15.8	96,182
	Total Fixed Assets	6,943,201	57.2	6,901,340	56.5	41,860
	Total Assets	12,135,810	100.0	12,216,850	100.0	81,039

(Unit: Thousand Yen)

Item	Period	As of March 31, 2003		As of March 31, 2004		Increase (Decrease)
		Amount	Composition	Amount	Composition	
			%		%	
(Liabilities)						
I	Current Liabilities					
1	Accounts Payable, Trade	515,861		845,435		329,573
2	Short-term Borrowings	1,250,000		1,350,000		100,000
3	Current Position of Long-term Borrowings	669,592		569,992		99,600
4	Accrued Liabilities	95,283		159,651		64,368
5	Accrued Expenses	8,964		39,736		30,771
6	Income Taxes Payable	4,580		114,000		109,420
7	Deposits Received	165,274				165,274
8	Advances	8,096		22,979		14,882
9	Reserve for Employees' Bonuses	85,000		90,000		5,000
11	Others	8,712		14,754		6,041
	Total Current Liabilities	2,811,365	23.2	3,206,548	26.2	395,182
II	Fixed Liabilities					
1	Long-term Borrowings	1,515,188		1,097,996		417,192
2	Reserve for Employees' Retirement Benefits	133,197		144,525		11,328
3	Reserve for Directors' Retirement Benefits	307,260		315,217		7,957
	Total Fixed Liabilities	1,955,645	16.1	1,557,739	12.8	379,905
	Total Liabilities	4,767,011	39.3	4,764,288	39.0	2,723
(Shareholders' Equity)						
I	Capital Stock	1,998,700	16.5	1,998,700	16.4	
II	Capital Surplus					
	Capital Appropriation	2,953,700		2,953,700		
	Total Capital Surplus	2,953,700	24.3	2,953,700	24.2	
III	Earned Surplus					
1	Earned Surplus Reserve	60,000		60,000		
2	Voluntary Reserve					
(1)	Contingent Reserve	2,300,000		2,300,000		
3	Unappropriated Profits	112,570		351,599		239,028
	Total Earned Surplus	2,472,570	20.4	2,711,599	22.2	239,028
V	Revaluation of Investment Securities	2,720	0.0	41,958	0.3	39,238
VI	Treasury Stock	58,892	0.5	253,396	2.1	194,503
	Total Shareholders' Equity	7,368,799	60.7	7,452,561	61.0	83,762
	Total Liabilities and Shareholders' Equity	12,135,810	100.0	12,216,850	100.0	81,039

(2) Non-Consolidated Statement of Income

(Unit: Thousand Yen)

Item	Period	As of March 31, 2003		As of March 31, 2004		Increase (Decrease)
		Amount	%	Amount	%	
			%		%	
I	Net Sales	4,448,809	100.0	6,759,339	100.0	2,310,530
II	Cost of Sales	2,892,110	65.0	4,200,741	62.1	1,308,630
	Gross Profit	1,556,698	35.0	2,558,597	37.9	1,001,899
III	Selling and General Operating Losses	1,595,380	35.9	1,791,777	26.5	196,396
		38,681	0.9	766,820	11.4	805,502
IV	Non-Operating Income	35,219	0.8	45,748	0.7	10,528
1	Interest Income	8,669		7,688		981
2	Foreign Exchange Gain			5,925		5,925
3	Rent Income	11,778		22,137		10,358
4	Miscellaneous Income	14,771		9,997		4,774
V	Non-Operating Expenses	108,482	2.4	98,029	1.5	10,453
1	Interest Expenses	49,407		44,776		4,630
3	Foreign Exchange Losses	57,009		49,959		7,050
4	Casualty Losses	2,065		3,293		1,227
	Ordinary Losses	111,944	2.5	714,540	10.6	826,484
	Extraordinary Gains	3,010	0.1	1,250	0.0	1,760
1	Gain on Doubtful Debts	2,360				2,360
2	Gain on sale of Fixed Assets	650				650
3	Gain on Directors'			1,250		1,250
	Extraordinary Losses	71,095	1.6	171,682	2.6	100,587
1	Loss on Sale of Fixed Assets			1,209		1,209
1	Loss on Disposal of Fixed Assets	1,681		27,990		26,308
2	Loss on Revaluation of Investment Securities	29,646				29,646
3	Doubtful Debts	4,000		1,118		2,881
4	Loss on Revaluation of Investment in Golf Club Membership	1,000				1,000
5	Loss on Disposal of Inventories	25,940		139,234		113,293
6	Loss on Insurance	8,826		2,128		6,698
	Net Losses Before Tax	180,028	4.0	544,107	8.0	724,136
	Income Taxes	4,689	0.1	114,951	1.7	110,261
	Refunded Corporate Tax	59,438	1.3	108,327	1.6	167,765
	Net Gains and Losses	125,280	2.8	320,828	4.7	446,109
	Retained Earnings at the	237,851		33,015		204,835
	Loss of Sale of Treasury			2,244		2,244
	Unappropriated Profits	112,570		351,599		239,028