

# Summary of Consolidated Financial Statements for Fiscal Year Ended March 31, 2016 (Japan GAAP)

May 12, 2016

Listed Exchanges: TSE

Name of Listed Company: Ishihara Sangyo Kaisha, Ltd.

Code: 4028 URL <http://www.iskweb.co.jp>

Representative: (Title) President (Name) Kenichi Tanaka

Contact: (Title) Director (Name) Yoshinari Terakawa Tel +81-6-6444-1850

Scheduled date of a general meeting of shareholders: June 29, 2016

Scheduled date of securities report submission: June 30, 2016

Scheduled date of dividend payment commencement: —

(Any amount less than one million yen is rounded down to the nearest million yen or nil.)

## 1. Consolidated Financial Results for Fiscal Year Ended March 31, 2016 (April 1, 2015 to March 31, 2016)

### (1) Consolidated Operating Results

(Percentages represent changes from same period in previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
FY ended March 31, 2016	102,903	-0.4	8,314	-25.1	7,318	-37.8	9,462	35.5
FY ended March 31, 2015	103,330	-1.9	11,104	265.4	11,764	296.6	6,983	—

(Reference) Comprehensive income

FY ended March 31, 2016: 8,387 million yen (16.1 %), FY ended March 31, 2015: 7,221 million yen (—%)

	Net income per share	Net income per share after full dilution	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
FY ended March 31, 2016	23.66	—	16.5	4.4	8.1
FY ended March 31, 2015	17.46	—	14.0	7.0	10.7

(Reference) Equity in earnings (losses) of affiliates:

FY ended March 31, 2016: 422 million yen, FY ended March 31, 2015: 385 million yen

### (2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	millions of yen	Millions of yen	%	Yen
FY ended March 31, 2016	165,050	61,597	37.3	154.06
FY ended March 31, 2015	169,414	53,215	31.4	133.08

(Reference) Equity capital: FY ended March 31, 2016: 61,597 million yen, FY ended March 31, 2015: 53,215 million yen

### (3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Balance of cash and cash equivalents at period end
	millions of yen	millions of yen	millions of yen	millions of yen
FY ended March 31, 2016	10,268	9,656	-11,920	29,208
FY ended March 31, 2015	6,351	-3,214	771	21,281

## 2. Dividends

(Record date)	Dividends per share					Total dividends paid (annual)	Dividend payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	June 30 (Q1-end)	September 30 (Q2-end)	December 31 (Q3-end)	March 31 (Year-end)	Annual			
	Yen	Yen	Yen	Yen	Yen	millions of yen	%	%
Year ended March 31, 2015	—	0.00	—	0.00	0.00	—	—	—
Year ended March 31, 2016	—	0.00	—	0.00	0.00	—	—	—
Year ending March 31, 2017 (Forecast)	—	0.00	—	0.00	0.00	—	—	—

## 3. Forecast for Consolidated Results for the Full Year Ending March 31, 2017 (April 1, 2016 - March 31, 2017)

(Percentages represent forecasted changes from the previous year for the full year results, and forecasted changes from the same period in the previous year for the interim results.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	Yen
Interim (First 2Qs)	49,000	-7.3	-1,000	—	-2,800	—	-3,300	—	-8.25
Full year	99,000	-3.8	3,500	-57.9	1,700	-76.8	800	-91.5	2.00

\* This is an English translation of Summary originally written in Japanese and disclosed to TSE.  
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#### 4. Other information

(1) Significant changes in subsidiaries during the period  
(changes in specified subsidiaries resulting in the change in consolidation scope): No change

(2) Changes in accounting principles, procedures, and the method of presentation

- 1) Changes due to revisions of accounting standards etc. : Adopted  
 2) Changes other than those defined in 1) above : Not adopted  
 3) Changes in accounting estimates : Not adopted  
 4) Restatement : Not adopted

(3) Issued shares (common shares)

- 1) Issued shares as of period-end (including repurchased treasury shares)  
 FY ended March 31, 2016: 403,839,431 shares FY ended March 31, 2015: 403,839,431 shares  
 2) Number of shares of treasury stock as of period-end  
 FY ended March 31, 2016: 4,019,665 shares FY ended March 31, 2015: 3,973,012 shares  
 3) Average number of outstanding shares during period  
 FY ended March 31, 2016: 399,842,352 shares FY ended March 31, 2015: 399,901,217 shares

#### (Reference) Summary of Non-Consolidated Operating Results

##### 1. Non-Consolidated Financial Results for Fiscal Year Ended March 31, 2016 (April 1, 2015 to March 31, 2016)

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

(Percentages represent changes from same period in previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
FY ended March 31, 2016	76,785	-3.2	4,327	-38.0	3,096	-51.3	-362	—
FY ended March 31, 2015	79,306	-5.1	6,973	101.8	6,364	70.2	1,913	—

	Net income per share	Net income per share after full dilution
	Yen	Yen
FY ended March 31, 2016	-0.90	—
FY ended March 31, 2015	4.78	—

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

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	millions of yen	millions of yen	%	Yen
FY ended March 31, 2016	145,290	49,694	34.2	124.29
FY ended March 31, 2015	157,814	50,304	31.9	125.80

(Reference) Equity capital: FY ended March 31, 2016: 49,694 million yen, FY ended March 31, 2015: 50,304 million yen

##### 2. Forecast for Non-Consolidated Financial Results for Fiscal Year Ending March 31, 2017 (April 1, 2016 to March 31, 2017)

(Percentages represent forecasted changes from the previous year for the full year results, and forecasted changes from the same period in the previous year for the interim results.)

	Net sales		Operating income		Ordinary income		Net income		Earnings per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	Yen
Full year	74,000	-3.6	1,400	-67.6	300	-90.3	0	—	0.00

#### \*Status of a quarterly review

This financial summary does not need to undergo a review under the Financial Instruments and Exchange Act.

The consolidated financial statements under the Financial Instruments and Exchange Act have not been reviewed at the time of the announcement of this financial summary.

#### \* Notes on proper use of forecast and other matters

The forecast of financial results presented in this document is the result of management's assessment based upon currently available assumptions, prospects and plans for the future. Actual results and dividend payments may differ from these forecasts, due to risks and uncertain factors, such as the global economy, competition, and foreign currency fluctuations.

5. Consolidated Financial Statements  
(1) Consolidated Balance Sheet

(Unit: millions of yen)

Account Category	Previous consolidated FY (March 31, 2015 )	Current consolidated FY (March 31, 2016)
<b>ASSETS</b>		
Current Assets		
Cash and deposits	21,471	29,398
Notes and accounts receivable – trade	29,059	25,225
Merchandise and finished goods	31,869	34,317
Work in process	4,149	3,907
Raw materials and supplies	17,357	14,845
Deferred tax assets	2,263	1,096
Other	1,485	1,876
Allowance for doubtful accounts	-188	-184
Total current assets	107,468	110,483
Noncurrent Assets		
Property, plant and equipment		
Buildings and structures	49,385	35,366
Accumulated depreciation	-32,017	-23,699
Buildings and structures, net	17,368	11,667
Machinery, equipment and vehicles	109,451	108,982
Accumulated depreciation	-91,169	-91,455
Machinery, equipment and vehicles, net	18,282	17,527
Land	5,767	5,410
Leased assets	3,498	3,298
Accumulated depreciation	-2,127	-1,933
Leased assets, net	1,370	1,365
Construction in progress	1,126	2,129
Other	4,170	3,951
Accumulated depreciation	-3,561	-3,317
Other, net	609	633
Total property, plant and equipment	44,525	38,733
Intangible asset		
Leased assets	6	11
Other	140	211
Total intangible assets	147	223
Investments and other assets		
Investment securities	5,496	5,338
Deferred tax assets	8,786	8,014
Net defined benefit asset	14	16
Other	3,071	2,433
Allowance for doubtful accounts	-94	-193
Total investments and other assets	17,273	15,610
Total non-current assets	61,946	54,567
Total Assets	169,414	165,050

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Account Category	Previous consolidated FY (March 31, 2015)	Current consolidated FY (March 31, 2016)
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Notes and accounts payable – trade	12,409	10,341
Short-term loans payable	15,400	13,858
Current portion of long-term loans payable	16,072	14,092
Current portion of bonds	280	280
Lease obligations	548	510
Income taxes payable	747	571
Accrued expenses	4,345	4,480
Provision for bonuses	670	627
Provision for sales returns	33	25
Reserve for loss from Ferosilt removal	2,458	—
Provision for environment and safety improvement	25	797
Provision for repairs	—	223
Provision for loss on liquidation of subsidiaries and associates	323	24
Other	3,577	3,891
<b>Total current liabilities</b>	<b>56,892</b>	<b>49,725</b>
<b>Non-current Liabilities</b>		
Bonds payable	840	560
Long-term loans payable	42,447	35,167
Lease obligations	896	935
Provision for environment and safety improvement	807	1,086
Provision for repairs	82	—
Net defined benefit liability	12,084	12,957
Asset retirement obligations	840	827
Other	1,308	2,193
<b>Total non-current liabilities</b>	<b>59,307</b>	<b>53,727</b>
<b>Total Liabilities</b>	<b>116,199</b>	<b>103,453</b>
<b>NET ASSETS</b>		
<b>Shareholders' equity</b>		
Capital stock	43,420	43,420
Capital surplus	10,626	10,626
Retained earnings	600	10,062
Treasury shares	-697	-702
<b>Total shareholders' equity</b>	<b>53,949</b>	<b>63,407</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	513	243
Deferred gains or losses on hedges	0	—
Foreign currency translation adjustment	-849	-1,272
Remeasurements of defined benefit plans	-398	-780
<b>Total accumulated other comprehensive income</b>	<b>-734</b>	<b>-1,809</b>
<b>Total net assets</b>	<b>53,215</b>	<b>61,597</b>
<b>Total Liabilities and Net Assets</b>	<b>169,414</b>	<b>165,050</b>

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## (2) Consolidated Statements of Income

(Unit: millions of yen)

Account Category	Previous consolidated FY (April 1, 2014 to March 31, 2015)	Current consolidated FY (April 1, 2015 to March 31, 2016)
Net sales	103,330	102,903
Cost of sales	68,855	71,534
Gross profit	34,474	31,369
Selling, general and administrative expenses	23,369	23,054
Operating income	11,104	8,314
Non-operating income		
Interest income	42	32
Dividend income	151	102
Share of profit of entities accounted for using equity method	385	422
Foreign exchange gains	1,691	—
Reversal of provision for loss on liquidation of subsidiaries and affiliates	758	—
Gain on reversal of provision for loss on Felosilt removal	—	844
Gain on sales of raw materials	93	197
Other	234	209
Total non-operating income	3,357	1,809
Non-operating expenses		
Interest expenses	1,562	1,397
Retirement benefit expenses	356	—
Foreign exchange losses	—	829
Other	779	577
Total non-operating expenses	2,697	2,805
Ordinary income	11,764	7,318
Extraordinary income		
Gain on sales of non-current assets	—	7,316
Gain on distribution of residual assets	312	—
Other	33	16
Total extraordinary income	345	7,333
Extraordinary losses		
Loss on disposal of non-current assets	285	376
Impairment loss	85	716
Provision of allowance for environment and safety improvement	251	1,185
Other	39	18
Total extraordinary losses	662	2,297
Income before income taxes	11,447	12,354
Income taxes – current	860	745
Income taxes – deferred	3,603	2,146
Total income taxes	4,464	2,892
Net income	6,983	9,462
Profit attributable to owners of parent	6,983	9,462

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## (Consolidated Comprehensive Income Statement)

(Unit: millions of yen)

Account Category	Previous consolidated FY (April 1, 2014 to March 31, 2015)	Current consolidated FY (April 1, 2015 to March 31, 2016)
Net income	6,983	9,462
Other comprehensive income		
Valuation difference on available-for-sale securities	194	-268
Deferred gains or losses on hedges	26	-0
Foreign currency translation adjustment	-517	-372
Remeasurements of defined benefit plans	462	-382
Share of other comprehensive income of entities accounted for using equity method	71	-52
Total other comprehensive income	238	-1,074
Comprehensive income	7,221	8,387
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	7,221	8,387

## (3) Statement of Changes in Net Assets

Previous consolidated FY (April 1, 2014 to March 31, 2015)

(Unit: millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	43,420	10,626	-5,673	-691	47,683
Cumulative effects of changes in accounting policies			-710		-710
Restated balance	43,420	10,626	-6,383	-691	46,972
Changes of items during period					
Profit attributable to owners of parent			6,983		6,983
Purchase of treasury shares				-6	-6
Disposal of treasury shares		0		0	0
Net changes of items other than shareholders' equity					
Total changes of items during period	—	0	6,983	-6	6,977
Balance at end of current period	43,420	10,626	600	-697	53,949

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of current period	318	-26	-403	-860	-972	46,710
Cumulative effects of changes in accounting policies						-710
Restated balance	318	-26	-403	-860	-972	46,000
Changes of items during period						
Profit attributable to owners of parent						6,983
Purchase of Treasury shares						-6
Disposal of treasury shares						0
Net changes of items other than shareholders' equity	194	26	-445	462	238	238
Total changes of items during period	194	26	-445	462	238	7,215
Balance at end of current period	513	0	-849	-398	-734	53,215

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Current consolidated FY (April 1, 2015 to March 31, 2016)

(Unit: millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	43,420	10,626	600	-697	53,949
Cumulative effects of changes in accounting policies					
Restated balance	43,420	10,626	600	-697	53,949
Changes of items during period					
Profit attributable to owners of parent			9,462		9,462
Purchase of treasury shares				-5	-5
Disposal of treasury shares		0		0	0
Net changes of items other than shareholders' equity					
Total changes of items during period	—	0	9,462	-5	9,457
Balance at end of current period	43,420	10,626	10,062	-702	63,407

	Accumulated other comprehensive income					Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of current period	513	0	-849	-398	-734	53,215
Cumulative effects of changes in accounting policies						
Restated balance	513	0	-849	-398	-734	53,215
Changes of items during period						
Profit attributable to owners of parent						9,462
Purchase of treasury shares						-5
Disposal of treasury shares						0
Net changes of items other than shareholders' equity	-269	-0	-422	-382	-1,074	-1,074
Total changes of items during period	-269	-0	-422	-382	-1,074	8,382
Balance at end of current period	243	—	-1,272	-780	-1,809	61,597

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## (4) Statement of Consolidated Cash Flows

(Unit: millions of yen)

Account Category	Previous consolidated FY (April 1, 2014 to March 31, 2015)	Current consolidated FY (April 1, 2015 to March 31, 2016)
Cash flows from operating activities		
Income before income taxes	11,447	12,354
Depreciation and amortization	5,560	5,349
Impairment loss	85	716
Increase (decrease) in allowance for doubtful accounts	6	94
Increase (decrease) in net defined benefit liability	912	356
Increase (decrease) in reserve for loss from Ferosilt removal	-2,310	-2,458
Increase (decrease) in provision for loss on liquidation of subsidiaries and associates	-1,989	-287
Increase (decrease) in provision for environment and safety improvement	254	1,050
Increase (decrease) in other provision	81	91
Interest and dividend income	-194	-134
Interest expenses	1,562	1,397
Foreign exchange losses (gains)	-1,151	368
Share of (profit) loss of entities accounted for using equity method	-294	-333
Loss (gain) on disposal of noncurrent assets	150	-7,106
Decrease (increase) in notes and accounts receivable-trade	-2,822	3,286
Decrease (increase) in inventories	-1,622	-746
Decrease (increase) in other current assets	277	-286
Increase (decrease) in notes and accounts payable-trade	-1,338	-1,513
Increase (decrease) in other current liabilities	217	273
Other	-378	6
Subtotal	8,453	12,477
Interest and dividends income received	147	119
Interest expenses paid	-1,623	-1,440
Proceeds from insurance income	95	77
Income taxes paid	-722	-965
Cash flows from operating activities	6,351	10,268

(Unit: millions of yen)

Account Category	Previous consolidated FY (April 1, 2014 to March 31, 2015)	Current consolidated FY (April 1, 2015 to March 31, 2016)
Cash flows from investing activities		
Payments into time deposits	—	-0
Proceeds from withdrawal of time deposits	490	—
Purchase of non-current assets	-4,646	-3,542
Proceeds from sales of non-current assets	72	13,317
Payments of loans receivable	-207	-375
Collection of loans receivable	190	266
Gain on distribution of residual assets	471	40
Others	416	-50
Cash flows from investing activities	-3,214	9,656
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	-1,120	-1,542
Proceeds from long-term loans payable	18,263	7,150
Repayments of long-term loans payable	-15,634	-16,409
Redemption of bonds	-280	-280
Repayments of lease obligations	-662	-568
Repayments of installment payables	—	-17
Proceeds from deposits received	2,286	1,779
Repayment of deposits payable	-2,073	-2,027
Net decrease (increase) in treasury shares	-6	-5
Cash flows from financing activities	771	-11,920
Effect of exchange rate change on cash and cash equivalents	187	-77
Net increase (decrease) in cash and cash equivalents	4,095	7,927
Cash and cash equivalents at beginning of period	17,185	21,281
Cash and cash equivalents at end of period	21,281	29,208

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## (Segment Information)

## 1. Business Segment Information

Previous consolidated fiscal year (April 1, 2014 to March 31, 2015)

(Unit: millions of yen)

	Inorganic Chemicals	Organic Chemicals	Other Businesses	Total	Adjustments (Note 1)	Amount reported on consolidated financial statements (Note 2)
Net sales						
Sales to outside customers	51,342	49,030	2,957	103,330	—	103,330
Internal sales or transfers among segments	—	—	2,026	2,026	-2,026	—
Total	51,342	49,030	4,983	105,356	-2,026	103,330
Segment profit	5,894	6,698	151	12,744	-1,639	11,104
Segment assets	73,142	58,753	2,572	134,468	34,946	169,414
Other elements						
Depreciation/ amortization expenses	3,494	1,014	62	4,571	185	4,757
Impairment loss	85	—	—	85	—	85
Increase in tangible and intangible Fixed Assets	2,282	627	43	2,953	137	3,090

(Note) 1. Adjustments include the following items:

- (1) “Adjustments in segment profit” (– ¥1,639 million) includes elimination of transactions between segments (¥164 million) and corporate expenses not allocated to reporting segments (– ¥1,804 million). Corporate expenses mainly comprise general expenses not allocable to reporting segments.
- (2) “Adjustments in segment assets” (¥34,946 million) includes offsetting of receivables and payables between segments (– ¥828 million) and corporate assets not allocated to reporting units (¥35,774 million). Corporate assets mainly comprise surplus funds (cash and securities), long-term investments (investment securities) and assets of administrative departments, all held by the parent company and not allocable to reporting segments.

2. Segment profits are adjusted with the operating profit reported on the consolidated profit and loss statement.

Current consolidated fiscal year (April 1, 2015 to March 31, 2016)

(Unit: millions of yen)

	Inorganic Chemicals	Organic Chemicals	Other Businesses	Total	Adjustments (Note 1)	Amount reported on consolidated financial statements (Note 2)
Net sales						
Sales to outside customers	49,922	49,508	3,472	102,903	—	102,903
Internal sales or transfers among segments	—	—	2,961	2,961	-2,961	—
Total	49,922	49,508	6,434	105,865	-2,961	102,903
Segment profit	2,568	7,238	394	10,200	-1,885	8,314
Segment assets	68,875	58,664	3,120	130,660	34,390	165,050
Other elements						
Depreciation/ amortization expenses	3,321	966	58	4,345	112	4,458
Impairment loss	—	682	6	688	27	716
Increase in tangible and intangible Fixed Assets	3,742	781	20	4,545	109	4,654

(Notes) 1. Adjustments include the following items:

- (1) “Adjustments in segment profit” (– ¥1,885 million) includes elimination of transactions between segments (¥70 million) and corporate expenses not allocated to reporting segments (– ¥1,956 million). Corporate expenses mainly comprise general expenses not allocable to reporting segments.
- (2) “Adjustments in segment assets” (¥34,390 million) includes offsetting of receivables and payables between segments (– ¥716 million) and corporate assets not allocated to reporting units (¥35,106 million). Corporate assets mainly comprise surplus funds (cash and securities), long-term investments (investment securities) and assets of administrative departments, all held by the parent company and not allocable to reporting segments.

2. Segment profits are adjusted with the operating profit reported on the consolidated profit and loss statement.

[Related information]

Previous consolidated fiscal year (April 1, 2014 to March 31, 2015)

1. Information by product and service

Disclosure of this information is omitted since its classification is identical with the classification of reporting segments.

2. Geographical information

(1) Net sales by region

(Unit: millions of yen)

Japan	Asia	Americas	Europe	Other	Total
58,802	17,511	12,945	21,643	428	103,330

- (Notes)
1. Net sales by geographic segment are based on nations or regions where customers reside.
  2. Grouping of countries and regions is based on the geographic proximity and relevance of businesses. Countries and regions included in each geographic segment are as follows, excluding Japan:
    - (1) Asia: China, Taiwan, South Korea, Thailand, Indonesia, and Singapore
    - (2) Americas: United States, Canada, Brazil, Argentina, and Mexico
    - (3) Europe: Germany, Netherlands, France, the United Kingdom, Belgium, Italy, and Eastern Europe, plus the Middle East
    - (4) Other: Australia, New Zealand, and Africa

(2) Tangible fixed assets

(Unit: millions of yen)

Japan	Asia	Americas	Europe	Total
43,518	149	815	40	44,525

- (Notes)
1. Tangible fixed assets by geographic segment are based on nations or regions where customers reside.
  2. Grouping of countries and regions is based on the geographic proximity and relevance of businesses. Countries and regions included in each geographic segment are as follows, excluding Japan:
    - (1) Asia: Taiwan
    - (2) Americas: United States
    - (3) Europe: Belgium

Current consolidated fiscal year (April 1, 2015 to March 31, 2016)

1. Information by product and service

Disclosure of this information is omitted since its classification is identical with the classification of reporting segments.

2. Geographical information

(1) Net sales by region

(Unit: millions of yen)

Japan	Asia	Americas	Europe	Other	Total
48,981	18,411	11,293	23,969	247	102,903

- (Notes)
1. Net sales by geographic segment are based on nations or regions where customers reside.
  2. Grouping of countries and regions is based on the geographic proximity and relevance of businesses. Countries and regions included in each geographic segment are as follows, excluding Japan:
    - (1) Asia: China, Taiwan, South Korea, Thailand, Indonesia, and Singapore
    - (2) Americas: United States, Canada, Brazil, Argentina, and Mexico
    - (3) Europe: Germany, Netherlands, France, the United Kingdom, Belgium, Italy, and Eastern Europe, plus the Middle East
    - (4) Other: Australia, New Zealand, and Africa

## (2) Tangible fixed assets

(Unit: millions of yen)

Japan	Asia	Americas	Europe	Total
37,765	142	783	42	38,733

- (Notes) 1. Tangible fixed assets by geographic segment are based on nations or regions where customers reside.  
2. Grouping of countries and regions is based on the geographic proximity and relevance of businesses. Countries and regions included in each geographic segment are as follows, excluding Japan:
- (1) Asia: Taiwan
  - (2) Americas: United States
  - (3) Europe: Belgium

## · Per Share Information

	Previous consolidated fiscal year (April 1, 2014 to March 31, 2015)	Current consolidated fiscal year (April 1, 2015 to March 31, 2016)
Net assets per share	133.08 yen	154.06 yen
Net income per share	17.46 yen	23.66 yen

(Notes) Information on diluted earnings per share is not given since there are no potential ordinary shares.

## Basis for calculation

## · Earnings per share

	Previous consolidated fiscal year (April 1, 2014 to March 31, 2015)	Current consolidated fiscal year (April 1, 2015 to March 31, 2016)
Profit attribute to owners of parent (million yen)	6,983	9,462
Amount not attributable to common stock (million yen)	—	—
Net income attributable to parent company shareholders of common stock (million yen)	6,983	9,462
Average number of shares of common stock during period (1,000 shares)	399,901	399,842

## Basis for calculation

## · Net assets per share

	At end of previous consolidated FY (March 31, 2015)	At end of current consolidated FY (March 31, 2016)
Total net assets on consolidated balance sheet (million yen)	53,215	61,597
Amount deducted from total net assets on consolidated balance sheet : (million yen)	—	—
Net assets attributable to common stock at the end of consolidated fiscal year (million yen)	53,215	61,597
Number of shares of common stock used as basis for calculation of net assets per share (1,000 shares)	399,866	399,819

6. Non-Consolidated Financial Statements, etc.  
 (1) Balance Sheet

(Unit: millions of yen)

Account Category	Previous fiscal year (March 31, 2015)	Current fiscal year (March 31, 2016)
<b>ASSETS</b>		
Current Assets		
Cash and deposits	17,693	25,385
Notes receivable – trade	644	496
Accounts receivable – trade	30,785	29,301
Merchandise and finished goods	22,157	21,921
Work in process	3,343	2,838
Raw materials and supplies	9,710	9,390
Advance payments - trade	118	162
Prepaid expenses	208	207
Deferred tax assets	1,351	638
Short-term loans receivable	2,341	177
Other	1,129	1,234
Allowance for doubtful accounts	-348	-324
Total current assets	89,136	91,431
Noncurrent Assets		
Property, plant and equipment		
Buildings	12,168	6,524
Structures	3,007	3,039
Machinery and equipment	13,606	12,885
Vehicles	18	14
Tools, furniture and fixtures	490	488
Land	4,937	4,590
Leased assets	1,145	1,198
Construction in progress	1,092	2,054
Total property, plant and equipment	36,467	30,795
Intangible assets		
Software	106	175
Leased assets	6	11
Other	9	8
Total intangible assets	121	196

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(Unit: millions of yen)

Account Category	Previous fiscal year (March 31, 2015)	Current fiscal year (March 31, 2016)
Investments and other assets		
Investment securities	1,557	1,253
Shares of subsidiaries and associates	11,722	11,767
Long-term loans receivable from subsidiaries and affiliates	382	455
Long-term loans receivable from employees	98	92
Claims provable in bankruptcy, claims provable in rehabilitation and other	11,579	33
Long-term prepaid expenses	2,669	1,765
Deferred tax assets	8,425	7,326
Other	194	364
Allowance for doubtful accounts	-4,541	-191
Total investments and other assets	32,088	22,867
Total non-current assets	68,677	53,859
Total Assets	157,814	145,290
<b>LIABILITIES</b>		
Current Liabilities		
Notes payable – trade	390	246
Accounts payable – trade	9,598	7,146
Short-term loans payable	14,460	13,160
Current portion of long-term loans payable	14,907	12,923
Current portion of bonds	280	280
Lease obligations	477	445
Accounts payable – other	982	2,706
Accrued expenses	3,453	3,456
Income taxes payable	302	44
Deposits received	2,958	2,918
Provision for bonuses	436	415
Reserve for loss from Ferosilt removal	2,458	—
Provision for environment and safety improvement	25	797
Other	1,303	1,242
Total current liabilities	52,035	45,783
Non-current Liabilities		
Bonds payable	840	560
Long-term loans payable	38,104	31,844
Lease obligations	726	821
Long-term deposits received	3,587	3,272
Provision for retirement benefits	10,360	10,663
Provision for environment and safety improvement	795	1,082
Asset retirement obligations	838	826
Other	220	741
Total non-current liabilities	55,474	49,813
Total Liabilities	107,509	95,596

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(Unit: millions of yen)

Account Category	Previous fiscal year (March 31, 2015)	Current fiscal year (March 31, 2016)
<b>NET ASSETS</b>		
Shareholders' equity		
Capital stock	43,420	43,420
Capital surplus		
Legal capital surplus	9,155	9,155
Other capital surplus	640	640
Total capital surpluses	9,795	9,795
Retained earnings		
Legal retained earnings	269	269
Other retained earnings		
Retained earnings brought forward	-3,426	-3,789
Total retained earnings	-3,156	-3,519
Treasury shares	-200	-205
Total shareholders' equity	49,859	49,491
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	445	202
Total valuation and translation adjustments	445	202
Total net assets	50,304	49,694
Total Liabilities and Net Assets	157,814	145,290

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## (2) Statements of Income

(Unit: millions of yen)

Account Category	Previous fiscal year (April 1, 2014 to March 31, 2015)	Current fiscal year (April 1, 2015 to March 31, 2016)
Net sales	79,306	76,785
Cost of sales	53,916	54,688
Gross profit	25,389	22,096
Selling, general and administrative expenses	18,416	17,769
Operating income	6,973	4,327
Non-operating income		
Interest income	78	46
Dividend income	150	101
Foreign exchange gains	1,306	—
Gain on reversal of provision for loss on Felosilt removal	—	844
Gain on sales of raw materials	93	197
Other	183	157
Total non-operating income	1,812	1,347
Non-operating expenses		
Interest expenses	1,505	1,400
Bad debts expenses	—	408
Retirement benefit expenses	356	—
Foreign exchange gains	—	263
Other	560	505
Total non-operating expenses	2,422	2,578
Ordinary income	6,364	3,096
Extraordinary income		
Gain on sales of non-current assets	—	655
Gain on distribution of residual assets	312	—
Other	—	16
Total extraordinary income	312	671
Extraordinary losses		
Loss on disposal of non-current assets	251	319
Impairment loss	85	709
Provision of allowance for environment and safety improvement	251	1,185
Other	5	18
Total extraordinary losses	595	2,233
Income before income taxes	6,081	1,534
Income taxes - current	289	30
Income taxes – deferred	3,878	1,867
Total income taxes	4,168	1,897
Net income (loss)	1,913	-362

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## (3) Statement of Changes in Net Assets

Previous consolidated FY (April 1, 2014 to March 31, 2015)

(Unit: millions of yen)

	Shareholders' equity						
	Capital stock	Capital surplus			Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surpluses	Legal retained earnings	Other retained earnings	Total retained earnings
					Retained earnings brought forward		
Balance at beginning of current period	43,420	9,155	640	9,795	269	-4,629	-4,359
Cumulative effects of changes in accounting policies						-710	-710
Restated balance	43,420	9,155	640	9,795	269	-5,339	-5,069
Changes of items during period							
Net income(loss)						1,913	1,913
Purchase of treasury shares							
Disposal of treasury shares			0	0			
Net changes of items other than shareholders' equity							
Total changes of items during period	—	—	0	0	—	1,913	1,913
Balance at end of current period	43,420	9,155	640	9,795	269	-3,426	-3,156

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of current period	-194	48,662	299	299	48,962
Cumulative effects of changes in accounting policies		-710			-710
Restated balance	-194	47,952	299	299	48,252
Changes of items during period					
Net income(loss)		1,913			1,913
Purchase of treasury shares	-6	-6			-6
Disposal of treasury shares	0	0			0
Net changes of items other than shareholders' equity			145	145	145
Total changes of items during period	-6	1,906	145	145	2,052
Balance at end of current period	-200	49,859	445	445	50,304

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Current consolidated FY (April 1, 2015 to March 31, 2016)

(Unit: millions of yen)

	Shareholders' equity						
	Capital stock	Capital surplus			Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surpluses	Legal retained earnings	Other retained earnings	Total retained earnings
					Retained earnings brought forward		
Balance at beginning of current period	43,420	9,155	640	9,795	269	-3,426	-3,156
Cumulative effects of changes in accounting policies							
Restated balance	43,420	9,155	640	9,795	269	-3,426	-3,156
Changes of items during period							
Net income(loss)						-362	-362
Purchase of treasury shares							
Disposal of treasury shares			0	0			
Net changes of items other than shareholders' equity							
Total changes of items during period	—	—	0	0	—	-362	-362
Balance at end of current period	43,420	9,155	640	9,795	269	-3,789	-3,519

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of current period	-200	49,859	445	445	50,304
Cumulative effects of changes in accounting policies					
Restated balance	-200	49,859	445	445	50,304
Changes of items during period					
Net income(loss)		-362			-362
Purchase of treasury shares	-5	-5			-5
Disposal of treasury shares	0	0			0
Net changes of items other than shareholders' equity			-242	-242	-242
Total changes of items during period	-5	-367	-242	-242	-610
Balance at end of current period	-205	49,491	202	202	49,694

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