

Balance Sheet

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	December 31, 2016	December 31, 2015	December 31, 2016
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents (Notes 13 and 14)	¥ 38,685	¥ 36,210	\$ 332,094
Marketable securities (Notes 3 and 13)	1,902	1,208	16,331
Receivables (Note 13):			
Trade notes	7	7	62
Trade accounts	26,514	27,849	227,612
Parent	192	68	1,656
Other	123	102	1,063
Inventories (Note 4)	10,606	9,836	91,054
Deferred tax assets (Note 10)	1,285	1,235	11,039
Prepaid expenses and other current assets	804	635	6,902
Total current assets	80,123	77,155	687,817
PROPERTY, PLANT AND EQUIPMENT (Note 6):			
Land	680	691	5,842
Buildings and structures	11,441	11,390	98,219
Machinery and equipment	8,078	7,886	69,353
Furniture and fixtures	2,714	2,661	23,302
Lease assets (Note 12)	1,768	1,754	15,183
Construction in progress	31	45	266
Total	24,715	24,429	212,166
Accumulated depreciation	(18,962)	(18,247)	(162,784)
Net property, plant and equipment	5,752	6,182	49,382
INVESTMENTS AND OTHER ASSETS:			
Investment securities (Notes 3 and 13)	3,877	6,800	33,283
Software	788	846	6,771
Long-term prepaid expenses	6,486	6,530	55,678
Deferred tax assets (Note 10)	711	552	6,111
Other assets	785	800	6,740
Total investments and other assets	12,649	15,531	108,585
TOTAL	¥ 98,525	¥ 98,868	\$ 845,785

See notes to financial statements.

	Millions of Yen		Thousands of U.S. Dollars (Note 1)
	December 31, 2016	December 31, 2015	December 31, 2016
LIABILITIES AND EQUITY			
CURRENT LIABILITIES:			
Payables (Note 13):			
Trade accounts	¥ 3,861	¥ 4,275	\$ 33,145
Parent (Note 14)	3,006	2,615	25,811
Other	3,008	3,250	25,827
Current portion of long-term lease obligations	199	342	1,714
Income taxes payable (Note 13)	767	1,915	6,587
Accrued expenses	653	656	5,610
Accrued employees' bonuses	676	660	5,804
Accrued bonuses to directors and Audit & Supervisory Board members	47	54	408
Other current liabilities	1,089	702	9,356
Total current liabilities	13,310	14,472	114,265
LONG-TERM LIABILITIES:			
Liability for retirement benefits (Note 7)	637	393	5,475
Long-term lease obligations	571	725	4,909
Asset retirement obligations	150	149	1,292
Other long-term liabilities	297	300	2,557
Total long-term liabilities	1,658	1,569	14,235
EQUITY (Notes 8 and 9):			
Common stock—authorized, 54,000,000 shares; issued, 28,800,000 shares in December 2016 and 2015	5,190	5,190	44,553
Capital surplus:	6,420	6,416	55,116
Additional paid-in capital	6,416	6,416	55,077
Stock acquisition rights	4		38
Retained earnings:			
Legal reserve	1,297	1,297	11,138
Unappropriated	71,568	70,087	614,378
Unrealized gain on available-for-sale securities	558	698	4,793
Treasury stock—at cost, 751,125 shares in December 2016 and 500,768 shares in December 2015	(1,478)	(863)	(12,695)
Total equity	83,556	82,826	717,283
TOTAL	¥ 98,525	¥ 98,868	\$ 845,785