

June 1, 2015

To Our Shareholders with Voting Rights

Foster Electric Company, Limited
1-1-109, Tsutsujigaoka, Akishima City, Tokyo
Hiromi Yoshizawa, President

NOTICE OF THE 81ST ORDINARY GENERAL MEETING OF SHAREHOLDERS

Dear Shareholders:

We hereby inform you of the 81st Ordinary General Meeting of Shareholders to be held as follows and your attendance will be most sincerely requested.

You can exercise your voting rights in writing or using the Internet; so if you are unable to attend the meeting please read the attached Reference Documents for the General Meeting of Shareholders and exercise your voting rights in accordance with the “Guidance to Exercising Voting Rights” (Japanese Only), by no later than the closing time of our daily business hours (5:15 p.m.) on Monday, June 22, 2015.

1. Date and Time: 10 a.m., Tuesday, June 23, 2015

2. Place: SYLVAN HALL (2F), Forest Inn Showakan, 4017-3 Haijimacho, Akishima City, Tokyo

3. Agenda of the Meeting

Matters to be reported:

1. The Business Report and Consolidated Financial Statements for the 81st Fiscal Year (from April 1, 2014 to March 31, 2015) and results of audits by the Accounting Auditor and the Board of Corporate Auditors of the Consolidated Financial Statements
2. Non-consolidated Financial Statements for the 81st Fiscal Year (from April 1, 2014 to March 31, 2015)

Matters to be resolved:

- Proposal 1:** Distribution of Surplus
Proposal 2: Partial Amendments to the Articles of Incorporation
Proposal 3: Election of Seven (7) Directors

4. Other Matters Regarding This Notice

- (1) If you are attending, please present the enclosed Exercise Voting Rights Form at the reception on arrival to the meeting. Please bring this notice for resource saving purposes.
- (2) In case you are unable to attend the meeting, one (1) shareholder with a voting right can nominate a proxy to this meeting, for which a document that verifies the proxy right of the person representing you must be submitted.
- (3) Of the documents that the Company needs to provide along with this notice, the following matters are posted on the Company’s website (http://www.foster.co.jp/investors/shareholder_info/meeting.html) pursuant to laws and regulations, and Article 15 of the Articles of Incorporation to the Company. Therefore, these matters are not included in this notice and the attached Reference Documents for the General Meeting of Shareholders.

- 1) Notes to the Consolidated Financial Statements
- 2) Notes to the Non-consolidated Financial Statements

The Consolidated Financial Statements and the Non-consolidated Financial Statements in the attached Reference Documents for the General Meeting of Shareholders are part of the Consolidated and Non-consolidated Financial Statements that were audited by the Accounting Auditor and Corporate

Auditors of the Company when preparing the Accounting Auditor's Report and the Corporate Auditors' Report.

- (4) If you exercise your voting rights in duplicate through the Internet and in writing, the vote using the Internet will be validated. If you exercise your vote multiple times, the vote you exercise last will be validated.
- (5) In the event any matters are to be changed with respect to the Reference Documents for the General Meeting of Shareholders, the Business Report, the Financial Statements or the Consolidated Financial Statements, the changes will be disclosed immediately on the corporate website (<http://www.foster.co.jp/>). A translation of the Notice of the 81st Ordinary General Meeting of Shareholders is posted at corporate website (<http://www.foster-electric.com/investors/meeting/index.html>).

Note: This document has been translated from a part of the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail. The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation. Please note that certain portions of this document applicable to domestic voting procedures may not be applicable to shareholders outside Japan.

About the platform for exercising voting rights electronically

All institutional investors may use the platform for exercising voting rights electronically that is operated by ICJ, Inc.

Reference Documents for the General Meeting of Shareholders

Proposals and references

Proposal No. 1: Distribution of Surplus

The Company regards enhanced corporate value as a major management issue while following a basic policy of promoting comprehensive improvements in shareholder profits by the distribution of profits that is commensurate with the Company's business results and the enhancement of internal reserves from a long-term viewpoint.

We propose a year-end dividend of ¥28 per share for the fiscal year under review as a distribution of profit commensurate with our business results, as a reward to reciprocate the support our shareholders have bestowed upon us, and including ¥5 as the 65th anniversary commemorative dividends. Accordingly, since the Company paid an interim dividend of ¥12 per share, the annual dividend is ¥40 per share.

Matters related to year-end dividends

- (1) Type of property dividend
Cash
- (2) Allotment of property dividend to shareholders and the total amount
28 yen per share of common stock of the Company Total amount: 749,108,780 yen
- (3) Effective date of distribution of surplus: June 24, 2015

Proposal No. 2: Partial Amendments to the Articles of Incorporation

1. Reasons for the Amendments

- (1) The Company's Articles of Incorporation provides for Article 27 (Contract for limitation of Liability with Outside Directors) and Article 37 (Contract for limitation of Liability with Outside Corporate Auditors) so that the Outside Directors and the Outside Corporate Auditors can fully play the expected roles . Recently the Act for Partial Amendment of the Companies Act (Act No. 90 of 2014) came into force on May 1, 2015, expanding the scope of Directors and Corporate Auditors who can enter into a Contract for limitation of Liability, and as a consequence the Company intends to amend the respective provisions in the current Articles of Incorporation, Article 27 and Article 37. Note that all of the Corporate Auditors have approved submission of the amendment of the current Articles of Incorporation, Article 27, to this Ordinary General Meeting of Shareholders.
- (2) The Act for Partial Amendment of the Companies Act (Act No. 90 of 2014) came into force on May 1, 2015, and as a consequence, the number of the governing clause in the Companies Act has increased by one in the Company's Articles of Incorporation, Article 30, Paragraph 3; therefore the Company intends to make the required amendment.

2. Details of the proposed amendments

Details of the proposed amendments are as follows:

(Underlined texts in English are amended parts. Note, however, that the English text is not underlined if the current wording in English accurately reflects the meaning of amended Japanese.)



Current Articles of Incorporation	Proposed Amendments
<p>(Contract for Limitation of Liability with <u>Outside Directors</u>) Article 27 Under the provisions of the Companies Act, Article 427, Paragraph 1, the Company may enter into contracts with <u>Outside Directors</u> to limit the liability for damages stipulated in <u>the Companies Act</u>, Article 423, Paragraph 1. However, the maximum amount of the liability for damages under said contract shall be the amount stipulated by laws and regulations.</p>	<p>(Contract for Limitation of Liability with Directors) Article 27 Under the provisions of the Companies Act, Article 427, Paragraph 1, the Company may enter into contracts with Directors <u>(excluding those who are Executive Directors, etc.)</u> to limit the liability for damages stipulated in <u>the same Act</u>, Article 423, Paragraph 1. However, the maximum amount of the liability for damages under said contract shall be the amount stipulated by laws and regulations.</p>
<p>(Election of Corporate Auditors) Article 30 (Omitted) (2) (Omitted) (3) Pursuant to the provision of Article 329, <u>Paragraph 2</u> of the Companies Act, the Company may elect a Substitute Corporate Auditor at a General Meeting of Shareholders to prepare for cases where the number of Corporate Auditors falls below the number stipulated by laws and regulations.</p>	<p>(Election of Corporate Auditors) Article 30 (Unchanged) (2) (Unchanged) (3) Pursuant to the provision of Article 329, <u>Paragraph 3</u> of the Companies Act, the Company may elect a Substitute Corporate Auditor at a General Meeting of Shareholders to prepare for cases where the number of Corporate Auditors falls below the number stipulated by laws and regulations.</p>
<p>(Contract for Limitation of Liability with <u>Outside Corporate Auditors</u>) Article 37 Under the provisions of the Companies Act, Article 427, Paragraph 1, the Company may enter into contracts with <u>Outside Corporate Auditors</u> to limit the liability for damages stipulated in <u>the Companies Act</u>, Article 423, Paragraph 1. However, the maximum amount of the liability for damages under said contract shall be the amount stipulated by laws and regulations.</p>	<p>(Contract for Limitation of Liability with Corporate Auditors) Article 37 Under the provisions of the Companies Act, Article 427, Paragraph 1, the Company may enter into contracts with Corporate Auditors to limit the liability for damages stipulated in <u>the same Act</u>, Article 423, Paragraph 1. However, the maximum amount of the liability for damages under said contract shall be the amount stipulated by laws and regulations.</p>



Proposal No. 3: Election of Seven (7) Directors



The terms of office of all seven (7) Directors (Yasuo Higashi, Hiromi Yoshizawa, Kazuhiro Kishi, Lu San Tie, Terushige Nagasawa, Hidetoshi Shirakawa and Kaoru Matsumoto) will expire at the conclusion of the current Ordinary General Meeting of Shareholders. We therefore propose that seven (7) Directors be elected.


The candidates for Director are as follows:

(An asterisk * denotes a new candidate.)

No.	Name (Date of birth)	Career summary, position and responsibilities and significant positions concurrently held	Number of Company's shares held
1	 Hiromi Yoshizawa (February 11, 1954)	March 1976 Joined the Company April 1998 Deputy Manager, Sales Department No.1 April 1999 Manager, Sales Department No.1 April 2000 President, Foster Electric (Singapore) Pte. Ltd. April 2002 Geschäftsführer, Foster Electric (Europe) GmbH February 2006 Executive Officer, Deputy General Manager, Administration Division and Manager, Corporate Planning Department June 2007 Director, General Manager, Administration Division and Manager, Corporate Planning Department June 2009 Managing Director, General Manager, Administration Division and Manager, Corporate Planning Department April 2012 General Manager, Administration Division, Manager, Human Resources Development Department and in charge of Corporate Planning April 2013 General Manager, Administration Division and in charge of Corporate Planning June 2013 Senior Managing Director April 2014 President and Representative Director (to the present)	14,200
2	 Kazuhiro Kishi (March 7, 1964)	March 1986 Joined the Company October 2002 Deputy Manager, Sales Department, IT Equipment Division April 2003 Manager, Sales Department, IT Equipment Division April 2004 Manager, Sales Department No. 2, Sales Division February 2006 Executive Officer, Deputy General Manager, HP Division February 2007 Deputy General Manager, HP Business Division December 2008 Deputy General Manager, Mobile Audio Business Division June 2009 Director June 2010 Acting General Manager, Mobile Audio Business Division April 2011 General Manager, Sales Division April 2013 General Manager, MA Business Division (to the present) June 2014 Managing Director (to the present)	6,600

No.	Name (Date of birth)	Career summary, position and responsibilities and significant positions concurrently held	Number of Company's shares held
3	 Lu San Tie (December 23, 1956)	July 1997 Joined the Company June 2001 Director, Foster Electric Co., (Hong Kong) Ltd. June 2004 Vice President, Foster Electric Co., (Hong Kong) Ltd. February 2006 Executive Officer April 2006 President, Foster Electric Co., (Hong Kong) Ltd. June 2007 Director (to the present) July 2009 General Manager in charge of Manufacturing February 2010 President, Foster Electric Co., (Heyuan) Ltd. April 2011 General Manager, Production April 2012 General Manager, Manufacturing Division, Manager, Manufacturing Strategy Department and Chairman, Foster Electric Co., (Hong Kong) Ltd. April 2014 General Manager, Southeast Asia Production, President, Foster Electric Co., (Hong Kong) Ltd. and Chairman , Foster Electric Co., (Heyuan) Ltd. (to the present) (Significant positions concurrently held) President, Foster Electric Co., (Hong Kong) Ltd. Chairman, Foster Electric Co., (Heyuan) Ltd.	3,300
4	 Hidetoshi Shirakawa (July 22, 1963)	April 1987 Joined the Company February 2006 Manager, Engineering Department No. 1, SP Division June 2006 Manager, Engineering Department No. 6, HP Division February 2007 Manager, Engineering Department No. 6, HP Business Division April 2009 Executive Officer March 2010 Acting General Manager, Strategic Technology Development Division and Manager, Elements Technology Development Department June 2010 General Manager, Strategic Technology Development Division, Manager, Elements Technology Development Department and in charge of quality assurance April 2012 Senior Executive Officer, General Manager, Engineering Division April 2013 General Manager, SP Business Division (to the present) June 2014 Director (to the present)	4,600

No.	Name (Date of birth)	Career summary, position and responsibilities and significant positions concurrently held	Number of Company's shares held
5	 * Atsushi Narikawa (May 13, 1959)	<p>April 1982 Joined The Fuji Bank, Limited (currently Mizuho Bank, Ltd.)</p> <p>November 1997 Assistant General Manager, Kudan Branch</p> <p>April 2002 Deputy Manager, Americas Non-Japanese Sales Division No. 2, Mizuho Corporate Bank, Ltd.</p> <p>March 2003 Deputy Manager, Americas Products Sales Department, Mizuho Corporate Bank, Ltd.</p> <p>April 2004 Deputy Manager, Americas Business Administration Division</p> <p>March 2006 General Manager, Seoul Branch</p> <p>April 2009 Executive Officer, General Manager of Corporate Banking Division No. 13</p> <p>April 2010 Managing Executive Officer</p> <p>July 2010 Managing Executive Officer, Chief Officer for the European Region</p> <p>July 2013 Managing Executive Officer, Head of the European Region Unit, Mizuho Bank, Ltd.</p> <p>May 2015 Advisor of the Company (to the present)</p>	2,000
6	 * Minoru Matsumoto (February 16, 1957)	<p>October 1983 Joined Tomatsu Aoki Audit Firm (currently Deloitte Touche Tohmatsu LLC)</p> <p>March 1987 Registered as Certified Public Accountant</p> <p>September 2012 Resigned from Deloitte Touche Tohmatsu LLC</p> <p>October 2013 Set up Minoru Matsumoto CPA Office (to the present)</p> <p>June 2014 Outside Corporate Auditor, Sanshin Electronics Co., Ltd. (to the present)</p> <p>February 2015 Outside Corporate Auditor, JASTEC Co., Ltd. (to the present)</p> <p>(Significant positions concurrently held) Head, Minoru Matsumoto CPA Office Outside Corporate Auditor, Sanshin Electronics Co., Ltd. Outside Corporate Auditor, JASTEC Co., Ltd.</p>	0

No.	Name (Date of birth)	Career summary, position and responsibilities and significant positions concurrently held	Number of Company's shares held
7	 * Chieko Matsuda (November 18, 1964)	<p>April 1987 Joined The Long-Term Credit Bank of Japan, Limited</p> <p>October 1998 Joined Moody's Japan K.K.</p> <p>September 2001 Joined Corporate Directions, Inc.</p> <p>May 2006 President, Matrix, Inc.</p> <p>October 2006 Vice President (partner), Booz & Company Inc.</p> <p>April 2011 Professor, Faculty of Urban Liberal Arts, Tokyo Metropolitan University and Professor, Graduate School of Social Sciences, Tokyo Metropolitan University (to the present)</p> <p>June 2012 Outside Director, S.T. CORPORATION (to the present)</p> <p>June 2012 Audit & Supervisory Board Member (External), SATO HOLDINGS CORPORATION (to the present)</p> <p>June 2013 Outside Director, Hitachi Chemical Co., Ltd. (to the present)</p> <p>June 2014 Outside Director, AEON Financial Service Co., Ltd. (to the present)</p> <p>October 2014 Outside Director, Japan Overseas Infrastructure Investment Corporation for Transport & Urban Development (to the present)</p> <p>(Significant positions concurrently held)</p> <p>Professor, Faculty of Urban Liberal Arts, Tokyo Metropolitan University and Professor, Graduate School of Social Sciences, Tokyo Metropolitan University</p> <p>Outside Director, S.T. CORPORATION (plans to retire in June 2015)</p> <p>Audit & Supervisory Board Member (External), SATO HOLDINGS CORPORATION</p> <p>Outside Director, Hitachi Chemical Co., Ltd.</p> <p>Outside Director, AEON Financial Service Co., Ltd. (plans to retire in June 2015)</p>	0

- Notes:
1. No conflict of interest exists between the Company and the above candidates for Director.
 2. Mr. Minoru Matsumoto and Ms. Chieko Matsuda are candidates for Outside Director. Furthermore, they satisfy the requirements for independent officers who have no possible conflicts of interest with the general shareholders, in accordance with the requirement of the Tokyo Stock Exchange. If their elections are approved at this Ordinary General Meeting of Shareholders, the Company will designate them both as independent officers.
 3. Grounds for the appointment of the candidates for Outside Director
 The Company nominated Mr. Minoru Matsumoto as a candidate for Outside Director because the Company expects that the professional knowledge and expertise he has garnered throughout his many years of experiences as an accounting auditor at a listed company and as a certified public accountant will help to strengthen the supervisory and auditing function over the management of the Company. Although he has not been involved in management of a company other than as an outside auditor, in consideration of his aforementioned professional experiences, the Company has comprehensively judged that he will be able to perform his duties appropriately.
 The Company nominated Ms. Chieko Matsuda as a candidate for Outside Director because she has abundant professional knowledge about business administration, accounting, and finance and a wide range of knowledge she has garnered as a university professor and business manager, and thus the Company expects that she will be able to strengthen the governance systems of the Company, and provide advice and guidance with regards to management strategy, finance and IR, the promotion of diversity, and other issues.
 4. Liability Limitation Agreement
 Upon the approval of the election of Mr. Minoru Matsumoto and Ms. Chieko Matsuda, the Company is scheduled to conclude a liability limitation agreement with them to limit their liability for damages within an amount prescribed by laws and regulations.

(REFERENCE)

Financial Highlights
(Year ended March 31)

		March 2011	March 2012	March 2013	March 2014	March 2015
1. Consolidated financial highlights						
Net sales	(Millions of yen)	101,379	119,601	143,542	167,640	189,124
Ordinary income	(Millions of yen)	7,599	2,059	5,316	6,327	10,398
Net income	(Millions of yen)	4,646	1,123	3,333	2,321	4,858
Comprehensive income	(Millions of yen)	2,788	1,182	8,056	6,989	11,178
Net assets	(Millions of yen)	34,912	34,973	42,624	48,604	64,944
Total assets	(Millions of yen)	65,480	70,050	94,480	98,030	104,843
Net assets per share	(Yen)	1,421.88	1,416.81	1,722.91	1,944.73	2,279.32
Net income per share	(Yen)	199.17	48.14	142.91	99.50	206.18
Diluted net income per share	(Yen)	-	-	137.20	86.83	-
Equity ratio	(%)	50.7	47.2	42.5	46.3	58.2
Return on equity	(%)	14.3	3.4	9.1	5.4	9.1
Cash flows from operating activities	(Millions of yen)	(2,532)	2,928	1,577	9,469	15,499
Cash flows from investing activities	(Millions of yen)	(7,748)	(7,099)	(11,947)	(4,249)	(4,417)
Cash flows from financing activities	(Millions of yen)	7,512	2,251	9,257	(5,388)	(11,513)
Cash and cash equivalents, end of year	(Millions of yen)	7,607	5,603	5,359	5,836	5,924
2. Non-consolidated financial highlights						
Net sales	(Millions of yen)	73,373	87,972	111,419	121,761	134,350
Ordinary income	(Millions of yen)	2,600	97	917	1,256	4,101
Net income	(Millions of yen)	991	(679)	1,135	823	2,504
Common stock	(Millions of yen)	3,770	3,770	3,770	3,770	6,770
Total number of shares outstanding	(Thousands of shares)	23,506	23,506	23,506	23,506	26,931
Net assets	(Millions of yen)	24,436	22,821	23,801	24,010	32,269
Total assets	(Millions of yen)	41,766	41,833	58,034	54,764	57,807
Net assets per share	(Yen)	1,047.46	978.26	1,020.24	1,029.23	1,206.17
Annual dividends per share [Interim dividends per share]	(Yen)	56.00 [28.00]	25.00 [15.00]	25.00 [10.00]	40.00 [20.00]	40.00 [12.00]
Net income per share	(Yen)	42.52	(29.15)	48.65	35.32	106.29
Equity ratio	(%)	58.5	54.6	41.0	43.8	55.8
Return on equity	(%)	4.0	(2.9)	4.9	3.4	8.9
Payout ratio	(%)	131.7	(85.8)	51.4	113.3	37.6

Notes: 1. The financial highlights are not presented in the original Notice of the Ordinary General Meeting of Shareholders in Japanese.

2. Moreover, some of the figures in this document have been prepared based on financial statements, which are not included in the original Notice of the Ordinary General Meeting of Shareholders in Japanese.

3. Figures have been prepared in accordance with the accounting principles generally accepted in Japan, which are different in certain respects from application and disclosure requirements of the International Financial Reporting Standards.

Consolidated Balance Sheet

(as of March 31, 2015)

(Millions of yen)

Assets		Liabilities	
Account item	Amount	Account item	Amount
Current assets	73,721	Current liabilities	31,699
Cash and deposits	8,589	Notes and accounts payable—trade	14,433
Notes and accounts receivable—trade	31,692	Electronically recorded obligations-operating	80
Electronically recorded monetary claims-operating	522	Short-term bank loans	6,494
Finished goods	18,090	Current portion of long-term debt	1,052
Raw materials	8,928	Accounts payable—other	4,298
Work in process	1,156	Income taxes payable	1,672
Supplies	285	Accrued expenses	1,985
Short-term loans receivable	11	Deferred tax liabilities	138
Accounts receivable—other	2,117	Reserve for bonuses	677
Deferred tax assets	604	Other	866
Other	2,695	Long-term liabilities	8,199
Allowance for doubtful accounts	(971)	Long-term debt	6,514
Fixed assets	31,121	Deferred tax liabilities	974
Property, plant and equipment	23,271	Liability for employees' retirement benefits	201
Buildings and structures	9,806	Liability for director's retirement benefits	68
Machinery and equipment	8,737	Asset retirement obligations	226
Furniture and fixtures	3,070	Others	213
Land	1,133	Total liabilities	39,899
Construction in progress	523	Net assets	
Intangible assets	1,757	Shareholders' equity	55,538
Software	393	Common stock	6,770
Leasehold rights	1,248	Capital surplus	9,372
Other	115	Retained earnings	39,528
Investments and other assets	6,093	Treasury stock	(133)
Investment securities	3,800	Accumulated other comprehensive income	5,442
Long-term loans receivable	45	Unrealized gain on available-for-sale securities	1,141
Long-term prepaid expenses	601	Foreign currency translation adjustment	4,477
Asset for employees' retirement benefits	837	Remeasurements of defined benefit plans	(176)
Deferred tax assets	369	Minority interests	3,963
Other	447	Total net assets	64,944
Allowance for doubtful accounts	(9)	Total liabilities and net assets	104,843
Total assets	104,843		

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.

Consolidated Statement of Income
(from April 1, 2014 to March 31, 2015)

(Millions of yen)

Account item	Amount	
Net sales		189,124
Cost of sales		162,382
Gross profit		26,741
Selling, general and administrative expenses		16,993
Operating income		9,747
Non-operating income:		
Interest income	158	
Dividends income	45	
Foreign currency exchange gains	431	
Miscellaneous income	686	1,322
Non-operating expenses:		
Interest expenses	209	
Miscellaneous loss	461	671
Ordinary income		10,398
Extraordinary income:		
Gain on sales of investment securities	22	
State subsidy	137	160
Extraordinary losses:		
Impairment loss	1,129	
Special retirement expenses	410	1,539
Income before income taxes and minority interests		9,019
Income taxes—current	3,232	
Income taxes for prior periods	493	
Income taxes—deferred	(36)	3,689
Net income before minority interests		5,330
Minority interest in income		472
Net income		4,858

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.

Consolidated Statement of Changes in Shareholders' Equity

(from April 1, 2014 to March 31, 2015)

(Millions of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance, April 1, 2014	3,770	6,372	35,416	(133)	45,426
Changes during the fiscal year					
Conversion of bonds with subscription rights to shares	3,000	3,000			6,000
Cash dividends paid			(746)		(746)
Net income			4,858		4,858
Purchase of treasury stock				(0)	(0)
Net change in items other than shareholders' equity during the fiscal year					
Total changes during the fiscal year	3,000	3,000	4,111	(0)	10,111
Balance, March 31, 2015	6,770	9,372	39,528	(133)	55,538

(Millions of yen)

	Accumulated other comprehensive income				Minority interests	Total net assets
	Net unrealized gain on securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance, April 1, 2014	638	(581)	(115)	(58)	3,236	48,604
Changes during the fiscal year						
Conversion of bonds with subscription rights to shares						6,000
Cash dividends paid						(746)
Net income						4,858
Purchase of treasury stock						(0)
Net change in items other than shareholders' equity during the fiscal year	503	5,059	(61)	5,500	727	6,228
Total changes during the fiscal year	503	5,059	(61)	5,500	727	16,340
Balance, March 31, 2015	1,141	4,477	(176)	5,442	3,963	64,944

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.

Non-consolidated Balance Sheet

(as of March 31, 2015)

(Millions of yen)

Assets		Liabilities	
Account item	Amount	Account item	Amount
Current assets	36,777	Current liabilities	18,805
Cash and deposits	621	Account payable—trade	15,600
Notes receivable—trade	31	Short-term bank loans	177
Electronically recorded monetary claims-operating	281	Current portion of long-term debt	500
Account receivable—trade	23,588	Accounts payable—other	757
Finished goods	8,693	Income taxes payable	1,065
Raw materials	143	Accrued expenses	156
Supplies	46	Advance received	5
Prepaid expenses	53	Deposits received	57
Short-term loans receivable	2,287	Reserve for bonuses	484
Accounts receivable—other	698	Other	0
Deferred tax assets	318	Long-term liabilities	6,731
Other	15	Long-term debt	5,750
Allowance for doubtful accounts	(0)	Deferred tax liabilities	729
Fixed assets	21,029	Asset retirement obligations	226
Property, plant and equipment	4,179	Others	25
Buildings	3,420	Total liabilities	25,537
Structures	64	Net assets	
Machinery and equipment	105	Shareholders' equity	31,142
Vehicles and transportation equipment	3	Common stock	6,770
Furniture and fixture	308	Capital surplus	9,372
Land	277	Capital reserve	6,896
Intangible assets	199	Other capital surplus	2,476
Software	180	Retained earnings	15,132
Other	19	Legal reserve	373
Investments and other assets	16,650	Other retained earnings	14,758
Investment securities	3,341	Reserve for special depreciation	41
Stocks of subsidiaries and affiliates	12,349	General reserve	4,700
Prepaid pension cost	877	Retained earnings brought forward	10,016
Other	119	Treasury stock	(133)
Allowance for doubtful accounts	(9)	Valuation and translation adjustments	1,127
Allowance for investment loss to subsidiaries and affiliates	(29)	Net unrealized gain on securities	1,127
Total assets	57,807	Total net assets	32,269
		Total liabilities and net assets	57,807

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.

Non-consolidated Statement of Income
(from April 1, 2014 to March 31, 2015)

(Millions of yen)

Account item	Amount	
Net sales		134,350
Cost of sales		125,502
Gross profit		8,847
Selling, general and administrative expenses		6,483
Operating income		2,363
Non-operating income:		
Interest income	22	
Dividends income	1,361	
Foreign currency exchange gains	445	
Miscellaneous income	21	1,850
Non-operating expenses:		
Interest expenses	98	
Miscellaneous loss	14	112
Ordinary income		4,101
Extraordinary income:		
Gain on sales of shares of subsidiaries and affiliates	139	
Gain on sales of investment securities	22	162
Income before income taxes and minority interests		4,263
Income taxes—current	1,200	
Income taxes for prior periods	493	
Income taxes—deferred	65	1,758
Net income		2,504

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.

Non-consolidated Statement of Changes in Shareholders' Equity

(from April 1, 2014 to March 31, 2015)

(Millions of yen)

	Shareholders' equity			
	Common stock	Capital surplus		
		Capital reserve	Other capital surplus	Total capital surplus
Balance, April 1, 2014	3,770	3,896	2,476	6,372
Changes during the fiscal year				
Conversion of bonds with subscription rights to shares	3,000	3,000		3,000
Provision of reserve for special depreciation				
Cash dividends paid				
Net income				
Purchase of treasury stock				
Net change in items other than shareholders' equity during the fiscal year				
Net change in the year	3,000	3,000	—	3,000
Balance, March 31, 2015	6,770	6,896	2,476	9,372

(Millions of yen)

	Shareholders' equity						
	Retained earnings					Treasury stock	Total shareholders' equity
	Legal reserve	Other retained earnings			Total retained earnings		
		Reserve for special depreciation	General reserve	Retained earnings brought forward			
Balance, April 1, 2014	373	—	4,700	8,300	13,374	(133)	23,383
Changes during the fiscal year							
Conversion of bonds with subscription rights to shares							6,000
Provision of reserve for special depreciation		41		(41)	—		—
Cash dividends paid				(746)	(746)		(746)
Net income				2,504	2,504		2,504
Purchase of treasury stock						(0)	(0)
Net change in items other than shareholders' equity during the fiscal year							
Net change in the year	—	41	—	1,716	1,758	(0)	7,758
Balance, March 31, 2015	373	41	4,700	10,016	15,132	(133)	31,142

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.

(Millions of yen)

	Valuation and translation adjustments		Total net assets
	Net unrealized gain on securities	Total valuation and translation adjustments	
Balance, April 1, 2014	626	626	24,010
Changes during the fiscal year			
Conversion of bonds with subscription rights to shares			6,000
Provision of reserve for special depreciation			—
Cash dividends paid			(746)
Net income			2,504
Purchase of treasury stock			(0)
Net change in items other than shareholders' equity during the fiscal year	500	500	500
Net change in the year	500	500	8,259
Balance, March 31, 2015	1,127	1,127	32,269

Note: Figures less than ¥1,000,000 are rounded down to the nearest ¥1,000,000.