The three months ended March 31, 2013

(1) Qualitative Information on Consolidated Results of Operations

During the three months ended March 31, 2013, there was a moderate trend towards recovery in the Japanese economy against the background of expectations for restoration of export competitiveness and growth of domestic demand as the yen sharply depreciated and stock prices rapidly increased because of the expectations for the economic policy of the cabinet as a new administration of the Liberal Democratic Party as well as for financial relaxation.

Meanwhile, looking at the global situation, though the debt crisis in Europe is prolonged and no drastic measure for solution is seen, there were signs of bottoming out. Also in the U.S., the move to reinvigorate the manufacturing industry has been intensified against the background of shale revolution. In such circumstances, a moderate trend of economic recovery continued such as recovery of the housing market and increase in private consumption. Moreover, the economic growth rate of China returned to positive growth. Emerging countries as a whole are also turning to a trend of recovery and bright signs have begun to be seen, though the strength of recovery is still weak.

Under such circumstances, the Group successfully recovered its exports thanks to improvement of price competitiveness due to the depreciation of the yen and progress of inventory adjustment in Europe, and its imports also remained steady with the expectations for economic recovery. As a result, the amount of trades steadily increased overall, though third-country trades slightly decreased because of economic recessions in Europe and Asia.

As a result, in combination with the weak yen effect, sales for the three months ended March 31, 2013 were ¥2,172 million. In terms of profits, operating income stood at ¥367 million, ordinary income was ¥556 million, and net income after income taxes and other deductions amounted to ¥342 million.

In addition, as the exchange rate of the yen to the U.S. dollar as of the end of the three months ended March 31, 2013 decreased by ¥7.47 from the time of settlement of accounts at the end of the previous fiscal year, the Group's U.S. dollar-based assets yielded appraisal profits, and as a result of a decrease in appraisal losses of currency option trading, total non-operating income included ¥70 million as foreign exchange gains and ¥175 million as gain on valuation of derivatives.

Consolidated Income Statement for the three months ended March 31, 2013 (millions of yen)

	Results
Sales	2,172
Cost of sales	1,543
Gross profit on sales	629
Selling, general and administrative expenses	261
Operating income	367
Total non-operating income	250
Gain on valuation of derivatives	175
Other non-operating income	75
Total non-operating expenses	62
Ordinary income	556
Net income after income tax	342

(2) Qualitative Information on Consolidated Financial Position

Changes in Financial Position

Total assets at the end of the first quarter ended March 31, 2013 rose by ¥833 million (6.6% increase) compared to the end of the previous fiscal year to ¥13,530 million.

Total current assets increased by ¥715 million (27.5% increase) compared to the end of the previous fiscal year to ¥3,314 million. This was primarily due to an increase of ¥486 million in cash and deposits, an increase of ¥189 million in account receivable, and an increase of ¥40 million in other current assets.

Total non-current assets rose by ¥120 million (1.2% increase) compared to the end of the previous fiscal year to ¥10,199 million. This was primarily due to an increase in other fixed assets related to the establishment of Chubu Branch Office.

Total current liabilities increased by ¥516 million (18.5% increase) compared to the end of the previous fiscal year to ¥3,305 million. This was primarily due to an increase of ¥292 million in short-term loans payable associated with settlement of accounts and an increase of ¥179 million in long-term loans payable that is slated to be returned within one year as well as an increase of ¥135 million in accounts payable, though income taxes payable declined by ¥71 million.

Total non-current liabilities rose by ¥70 million (1.0% increase) compared to the end of the previous fiscal year to ¥6,816 million. This was chiefly due to an increase of ¥317 million in long-term loans payable, though corporate bonds decreased

by ¥150 million and other non-current liabilities decreased by ¥81 million.

Total shareholders' equity rose by ¥246 million (7.8% increase) compared to the end of the previous fiscal year to ¥3,408 million. This was primarily due to an increase of ¥211 million in retained earnings.

Consolidated Balance Sheet as at March31, 2013 (millions of yen)

ASSET	FY2012	1Q of FY2013	Compared with FY2012	
Total current assets	2,598	3,314	715	+27.5%
Total non-current assets	10,079	10,199	120	+1.2%
Deferred assets	18	16	△2	(12.1%)
Total	**12,696**	**13,530**	**833**	**+6.6%**

LIABILITIES AND SHAREHOLDERS' EQUITY	FY2012	1Q of FY2013	Compared with FY2012	
Total current liabilities	2,789	3,305	516	+18.5%
Total non-current liabilities	6,745	6,816	70	+1.0%
Total liabilities	**9,535**	**10,121**	**586**	**+6.1%**
Shareholders' equity	3,215	3,426	211	+6.6%
Total accumulated other comprehensive income	-53	-18	35	+66.0%
Total Shareholders' equity	**3,161**	**3,408**	**246**	**+7.8%**
Total	**12,696**	**13,530**	**833**	**+6.6%**

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