



**Consolidated Quarterly Balance Sheets**  
**March 31, 2012 and December 31, 2012**

	Millions of yen	
	March 31, 2012	December 31, 2012
<b>Assets</b>		
Current assets		
Cash and deposits	20,463	<b>21,756</b>
Notes and accounts receivable-trade	50,727	<b>50,634</b>
Short-term investment securities	57,069	<b>45,344</b>
Inventories	62,061	<b>63,228</b>
Deferred tax assets	8,626	<b>5,611</b>
Other	8,119	<b>7,302</b>
Allowance for doubtful accounts	(171)	<b>(152)</b>
Total current assets	206,897	<b>193,724</b>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	41,135	<b>39,289</b>
Machinery, equipment and vehicles, net	22,516	<b>25,113</b>
Land	15,017	<b>14,941</b>
Construction in progress	2,721	<b>6,521</b>
Other, net	2,091	<b>2,213</b>
Total property, plant and equipment	83,483	<b>88,079</b>
Intangible assets		
Software	4,184	<b>3,652</b>
Other	194	<b>193</b>
Total intangible assets	4,379	<b>3,846</b>
Investments and other assets		
Investment securities	42,872	<b>42,979</b>
Deferred tax assets	843	<b>1,440</b>
Other	1,921	<b>1,787</b>
Allowance for doubtful accounts	(101)	<b>(99)</b>
Total investments and other assets	45,536	<b>46,107</b>
Total noncurrent assets	133,398	<b>138,032</b>
Total assets	340,295	<b>331,757</b>

	Millions of yen	
	March 31, 2012	December 31, 2012
Liabilities		
Current liabilities		
Accounts payable-trade	23,557	<b>17,412</b>
Short-term loans payable	1,250	<b>1,437</b>
Current portion of bonds	10,000	-
Lease obligations	310	<b>305</b>
Income taxes payable	1,238	<b>1,633</b>
Deferred tax liabilities	76	<b>67</b>
Other	21,784	<b>22,245</b>
Total current liabilities	<u>58,217</u>	<u><b>43,101</b></u>
Noncurrent liabilities		
Bonds payable	25,000	<b>25,000</b>
Lease obligations	838	<b>705</b>
Provision for retirement benefits	17,728	<b>17,619</b>
Negative goodwill	32	<b>20</b>
Deferred tax liabilities	1,142	<b>456</b>
Other	1,722	<b>1,634</b>
Total noncurrent liabilities	<u>46,464</u>	<u><b>45,436</b></u>
Total liabilities	<u>104,682</u>	<u><b>88,537</b></u>
Net assets		
Shareholders' equity		
Capital stock	47,869	<b>47,869</b>
Capital surplus	54,824	<b>54,824</b>
Retained earnings	151,440	<b>158,212</b>
Treasury stock	(7,525)	<b>(7,534)</b>
Total shareholders' equity	<u>246,609</u>	<u><b>253,372</b></u>
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	11,815	<b>12,506</b>
Foreign currency translation adjustment	(24,366)	<b>(24,268)</b>
Total valuation and translation adjustments	<u>(12,550)</u>	<u><b>(11,762)</b></u>
Minority interests	1,555	<b>1,609</b>
Total net assets	<u>235,613</u>	<u><b>243,219</b></u>
Total liabilities and net assets	<u>340,295</u>	<u><b>331,757</b></u>

**Consolidated Quarterly Statements of Operations**  
**For the nine months ended December 31, 2011 and 2012**

	Millions of yen	
	2011	2012
Net sales	204,415	<b>196,065</b>
Cost of sales	149,853	<b>148,478</b>
Gross profit	54,562	<b>47,586</b>
Selling, general and administrative expenses	33,736	<b>33,419</b>
Operating income	20,825	<b>14,167</b>
Non-operating income		
Interest income	1,097	<b>782</b>
Dividends income	532	<b>593</b>
Amortization of negative goodwill	12	<b>12</b>
Equity in earnings of affiliates	184	<b>332</b>
Foreign exchange gains	-	<b>581</b>
Other	539	<b>802</b>
Total non-operating income	2,366	<b>3,104</b>
Non-operating expenses		
Interest expenses	467	<b>424</b>
Foreign exchange losses	2,530	-
Depreciation from idle assets	674	<b>309</b>
Other	356	<b>420</b>
Total non-operating expenses	4,028	<b>1,154</b>
Ordinary income	19,163	<b>16,117</b>
Extraordinary income		
Gain on sales of property, plant and equipment	76	<b>595</b>
Total extraordinary income	76	<b>595</b>
Extraordinary loss		
Loss on sales or disposal of property, plant and equipment	156	<b>241</b>
Loss on valuation of investment securities	934	<b>69</b>
Total extraordinary losses	1,090	<b>311</b>
Income before income taxes and minority interests	18,148	<b>16,401</b>
Income taxes-current	3,411	<b>3,527</b>
Income taxes-deferred	229	<b>1,131</b>
Total income taxes	3,640	<b>4,658</b>
Income before minority interests	14,508	<b>11,742</b>
Minority interests in income	217	<b>181</b>
Net income	14,290	<b>11,561</b>
Net income per share	Yen	
- Basic	65.65	<b>53.11</b>
- Diluted	-	-

**Consolidated Statements of Comprehensive Income  
for the Nine Months Ended December 31, 2011 and 2012**

	Millions of yen	
	2011	2012
Income before minority interests	14,508	<b>11,742</b>
Other comprehensive income		
Valuation difference on available-for-sale securities	(2,717)	<b>691</b>
Foreign currency translation adjustment	(5,144)	<b>52</b>
Share of other comprehensive income of associates accounted for using equity method	(231)	<b>78</b>
Total other comprehensive income	(8,092)	<b>823</b>
Comprehensive income	6,415	<b>12,565</b>
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	6,380	<b>12,349</b>
Comprehensive income attributable to minority interests	34	<b>215</b>

**Consolidated Quarterly Statements of Cash Flows**  
**For the nine months ended December 31, 2011 and 2012**

	Millions of yen	
	2011	2012
Net cash provided by operating activities		
Income before income taxes and minority interests	18,148	<b>16,401</b>
Depreciation and amortization	11,132	<b>9,155</b>
Amortization of goodwill	14	<b>(12)</b>
(decrease) increase in provision for retirement benefits	410	<b>(104)</b>
Interest and dividends income	(1,629)	<b>(1,375)</b>
Interest expenses	467	<b>424</b>
Equity in (earnings) losses of affiliates	(184)	<b>(332)</b>
(Gain) loss on disposal of noncurrent assets	80	<b>(353)</b>
Loss on sales and valuation of investment securities	934	<b>69</b>
Decrease (increase) in notes and accounts receivable-trade	(6,166)	<b>625</b>
(Increase) decrease in inventories	(75)	<b>(486)</b>
(Decrease) increase in notes and accounts payable-trade	(4,600)	<b>(6,573)</b>
Other, net	(2,944)	<b>(2,121)</b>
Subtotal	<u>15,587</u>	<u><b>15,316</b></u>
Interest and dividends income received	1,439	<b>1,599</b>
Interest expenses paid	(330)	<b>(358)</b>
Income taxes paid	(3,169)	<b>(2,630)</b>
Net cash provided by operating activities	<u>13,526</u>	<u><b>13,927</b></u>
Net cash used in investment activities		
(Increase) decrease in time deposits	(771)	<b>(168)</b>
(Increase) decrease in securities	(5,958)	<b>(1,688)</b>
Purchase of property, plant and equipment	(8,999)	<b>(11,256)</b>
Proceeds from sales of property, plant and equipment	195	<b>886</b>
Purchase of intangible assets	(181)	<b>(513)</b>
Purchase of investment securities	(2,631)	<b>(3,116)</b>
Proceeds from sales of investment securities	5,570	<b>12,101</b>
Other, net	13	<b>(76)</b>
Net cash used in investment activities	<u>(12,764)</u>	<u><b>(3,833)</b></u>
Net cash used in financing activities		
Net decrease in short-term loans payable	567	<b>174</b>
Redemption of bonds	-	<b>(10,000)</b>
Purchase of treasury stock	(27)	<b>(9)</b>
Proceeds from sales of treasury stock	3	<b>0</b>
Cash dividends paid	(4,788)	<b>(4,785)</b>
Other, net	(395)	<b>(425)</b>
Net cash used in financing activities	<u>(4,641)</u>	<u><b>(15,044)</b></u>
Effect of exchange rate change on cash and cash equivalents	<u>(945)</u>	<u><b>441</b></u>
Net (decrease) increase in cash and cash equivalents	<u>(4,823)</u>	<u><b>(4,509)</b></u>
Cash and cash equivalents at beginning of period	<u>51,888</u>	<u><b>51,824</b></u>
Cash and cash equivalents at end of period	<u>47,064</u>	<u><b>47,314</b></u>

## Segment information

Information about sales and segment income (loss) by reportable segments

	Reportable segments				Others	Total	Adjustment	Consolidated
	Automotive components	Communication media components	Technical ceramics	Total				
Millions of yen								
Nine months ended December 31, 2011								
Net sales	159,642	24,031	17,458	201,133	3,282	204,415	-	204,415
Segment income (loss)	24,730	(5,101)	1,210	20,840	(15)	20,825	-	20,825
Nine months ended December 31, 2012								
<b>Net sales</b>	<b>156,793</b>	<b>20,854</b>	<b>15,578</b>	<b>193,225</b>	<b>2,839</b>	<b>196,065</b>	-	<b>196,065</b>
<b>Segment income (loss)</b>	<b>21,317</b>	<b>(7,516)</b>	<b>322</b>	<b>14,123</b>	<b>44</b>	<b>14,167</b>	-	<b>14,167</b>

Note 1: "Others" represents businesses such as Material Sales, Welfare Program Service and Transportation, which are not included in reportable segments.

Note 2: Segment income (loss) is adjusted to Operating income (loss) of "Consolidated Quarterly Statement of Operations".