



FINANCIAL STATEMENTS

FOR

THE 54TH FISCAL YEAR

FROM 1 APRIL, 2009

TO 31 MARCH, 2010

日東工器株式会社

NITTO KOHKI CO., LTD.

BALANCE SHEET

AS OF 31 MARCH 2010
(In Millions Japanese Yen)

ASSETS		LIABILITIES and NET ASSETS	
account title	amount	account title	amount
CURRENT ASSETS	19,895	CURRENT LIABILITIES	1,888
Cash & Deposits	12,416	Notes Payable, Trade	59
Notes Receivable, Trade	1,659	Accounts Payable, Trade	860
Accounts Receivable, Trade	2,698	Leased Liabilities	9
Merchandise & Finished Goods	2,198	Accounts Payable, Other	157
Work in Progress	13	Accrued Expenses	379
Raw Materials & Supplies	92	Deposits Received	41
Advance Payments	15	Accrued Bonuses	362
Prepaid Expenses	43	Other	18
Short-term Loans-subidiaries	190		
Deferred Tax Assets	210	LONG-TERM LIABILITIES	1,145
Other	355	Leased Liabilities	37
		Allowance for Employee's Retirement Benefits	785
FIXED ASSETS	15,234	Allowance for Directors' Retirement Benefits	145
Tangible Fixed Assets	8,076	Other	177
Buildings	4,424		
Structures	99	TOTAL LIABILITIES	3,033
Machinery & Equipment	15		
Vehicles and Delivery Equipment	2	NET ASSETS	
Tools, Furniture, Fixtures and Other	503	Common Stock	1,850
Land	2,857	Capital Surplus	1,925
Leased Assets	47	Additional Paid-in Capital	1,925
Construction in Progress	126	Retained Earnings	29,112
Intangible Fixed Assets	137	Legal Reserve	462
Computer Software	122	Reserve for Equalization of Dividends	220
Other	15	Voluntary Reserve	27,800
Investments and Other Assets	7,020	Reserve for Interim Dividends	0
Investments in Securities	1,017	Unappropriated Retained Earnings	630
Investments in Subsidiaries	5,117	Treasury Stock	(916)
Long-term Loans	366	Total Shareholders' Equity	31,972
Long-term Prepaid Expenses	24		
Guaranty Deposits	55	Unrealized Holding Gains on Securities	123
Accumulated Funds of Insurance	40		
Deferred Tax Assets	338	TOTAL NET ASSETS	32,095
Other	74		
Allowance for Doubtful Accounts	(16)	TOTAL LIABILITIES AND NET ASSETS	35,129
TOTAL ASSETS	35,129		

INCOME STATEMENT

FROM : 1 APRIL 2009

TO : 31 MARCH 2010

(In Millions Japanese Yen)

account title	amount	
Net Sales		16,304
Cost of Sales		9,650
Gross Profit		6,654
Selling, General and Administrative Expenses		6,439
Operating income		215
Non-operating Income		
Interest Income	61	
Other	343	405
Non-operating Expenses		
Cash Discounts	68	
Other	8	77
Ordinary Income		542
Extraordinary Income		
Gain on sales of fixed assets	0	0
Extraordinary Losses		
Loss on Disposal of Fixed Assets	15	
Other	30	46
Income before Income Taxes		496
Income Taxes-current	79	
Income Taxes-deferred	24	103
Net Income		393

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FROM : 1 APRIL 2009

TO : 31 MARCH 2010

(In Millions Japanese Yen)

	Shareholders' Equity						
	Capital	Capital Surplus	Retained Earnings				
			Legal Reserve	Other Retained Earnings			
				Reserve for Interim Dividends	Reserve for Equalization of Dividends	Voluntary Reserve	Unappropriated Retained Earnings
Balance at Beginning of Period	1,850	1,925	462	0	220	27,300	1,585
Reserve for Interim Dividends				425			(425)
Reversal of Reserve for Interim Dividends				(425)			425
Dividends from Surplus							(849)
Reserve for Voluntary Reserve						500	(500)
Net Income							393
Total Changes in the Period				0		500	(955)
Balance at End of Period	1,850	1,925	462	0	220	27,800	630

	Shareholders' Equity		Difference of Valuation, Translation and Other Adjustments	Total Net Assets
	Treasury Stock	Total Shareholders' Equity		
			Unrealized Holding Gains on Securities	
Balance at Beginning of Period	(915)	32,429	103	32,532
Dividends from Surplus		(849)		(849)
Net Income		393		393
Repurchase of Treasury Stock	(0)	(0)		(0)
Net Changes of Items Other than Shareholders' Equity			20	20
Total Changes in the Period	(0)	(457)	20	(437)
Balance at End of Period	(916)	31,972	123	32,095

BALANCE SHEET (Consolidated)AS OF 31 MARCH 2010
(In Millions Japanese Yen)

ASSETS		LIABILITIES and NET ASSETS	
account title	amount	account title	amount
CURRENT ASSETS	<u>28,022</u>	CURRENT LIABILITIES	<u>3,163</u>
Cash & Deposits	17,689	Notes Payable and Accounts Payable, Trade	1,660
Notes Receivable and Accounts Receivable, Trade	4,770	Leased Liabilities	34
Merchandise and Finished Goods	2,898	Income Taxes Payable	39
Work in Progress	166	Accrued Bonuses	549
Raw Material and Supplies	1,494	Other	880
Deferred Tax Assets	569		
Other	445	LONG-TERM LIABILITIES	<u>1,853</u>
Allowance for Doubtful Accounts	(13)	Leased Liabilities	133
		Allowance for Employee's Retirement Benefits	1,387
FIXED ASSETS	<u>13,389</u>	Allowance for Director's Retirement Benefits	145
Tangible Fixed Assets	<u>11,206</u>	Other	185
Buildings and Structures	5,622	TOTAL LIABILITIES	<u>5,017</u>
Machinery and Vehicle Equipments	541	NET ASSETS	
Tools, Furniture, Fixtures and Others	587	Total Shareholders' Equity	<u>37,006</u>
Land	4,094	Common Stock	<u>1,850</u>
Leased Assets	168	Capital Surplus	<u>1,925</u>
Construction in Progress	192	Retained Earnings	<u>34,146</u>
Intangible Fixed Assets	<u>161</u>	Treasury Stock	<u>(916)</u>
Investments and Other Assets	<u>2,021</u>	Valuation and translation adjustments	<u>(785)</u>
Investments in Securities	1,017	Unrealized Holding Gains on Securities	<u>123</u>
Long-term Loans	204	Translation Adjustment	<u>(908)</u>
Deferred Tax Assets	565	Minority Interests	<u>173</u>
Other	250	TOTAL NET ASSETS	<u>36,394</u>
Allowance for Doubtful Accounts	(16)		
TOTAL ASSETS	41,411	TOTAL LIABILITIES AND NET ASSETS	41,411

STATEMENT OF INCOME (Consolidated)

FROM : 1 APRIL 2009

TO : 31 MARCH 2010

(In Millions Japanese Yen)

account title	amount	
Net Sales		19,184
Cost of Sales		10,407
Gross Profit		8,777
Selling, General and Administrative Expenses		7,903
Operating Income		874
Non-operating Income		
Interest Income	86	
Other	157	244
Non-operating Expenses		
Cash Discounts	68	
Other	2	71
Ordinary Income		1,047
Extraordinary Income		1
Extraordinary Losses		78
Income before Income Taxes		970
Income Taxes-current	339	
Income Taxes-deferred	24	364
Minority Interests		2
Net Income		602

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (Consolidated)

FROM : 1 APRIL 2009

TO : 31 MARCH 2010

(In Millions Japanese Yen)

	Shareholders' Equity				
	Capital	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at Beginning of Period	1,850	1,925	34,393	(915)	37,254
Cash Dividends			(849)		(849)
Net Income			602		602
Repurchase of Treasury Stock				(0)	(0)
Total Changes in the Period			(247)	(0)	(247)
Balance at End of Period	1,850	1,925	34,146	(916)	37,006

	Difference of Valuation, Translation and Other Adjustments			Minority Interests	Total Net Assets
	Unrealized Holding Gains on Securities	Translation Adjustment	Total Difference of Valuation, Translation and Other Adjustments		
Balance at Beginning of Period	103	(1,326)	(1,223)	156	36,187
Cash Dividends					(849)
Net Income					602
Repurchase of Treasury Stock					(0)
Net Changes of Items Other than Shareholders' Equity	20	418	438	16	454
Total Changes in the Period	20	418	438	16	207
Balance at End of Period	123	(908)	(785)	173	36,394

STATEMENT OF CASH FLOWS (Consolidated)

FROM : 1 APRIL 2009

TO : 31 MARCH 2010

(In Millions Japanese Yen)

account title	amount
Cash Flows from Operating Activities:	
Income before Income Taxes	970
Depreciation and Amortization	958
Net Increase in Provisions	80
Net Increase in Assets	1,287
Net Increase in Liabilities	(24)
Others	(86)
Sub Total	3,184
Interest and Dividends Received	106
Interest Paid	(1)
Income Taxes Paid	(360)
Net Cash provided by Operating Activities	2,929
Cash flows from Investing Activities:	
Increase in Time Deposits	(24,240)
Decrease in Time Deposits	17,538
Payments for Purchases of Fixed Assets	(1,652)
Others	(62)
Net Cash Used in Investing Activities	(8,416)
Cash flows from Financing Activities:	
Payments for Purchase of Treasury Stock	(0)
Dividends Paid	(846)
Others	(23)
Net Cash Used in Financing Activities	(869)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	242
Net Increase in Cash and Cash Equivalents	(6,114)
Cash and Cash Equivalents at the Beginning of the Year	13,036
Cash and Cash Equivalents at the End of the Year	6,922