

CBC Co., Ltd.

**Nonconsolidated Balance Sheet
March 31, 2016**

ASSETS	Thousands of Yen		Thousands of U.S. Dollars (Note 1)	LIABILITIES AND EQUITY	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	2016	2015	2016		2016	2015	2016
CURRENT ASSETS:				CURRENT LIABILITIES:			
Cash and cash equivalents (Note 11)	¥ 4,066,685	¥ 3,524,556	\$ 36,090	Short-term bank loans (Note 11)	¥ 10,293,180	¥ 10,700,000	\$ 91,348
Receivables (Notes 6, 11 and 12):				Short-term borrowings (Note 11)	284,200		2,522
Trade notes	10,420,864	10,248,980	92,481	Current portion of long-term debt (Notes 3, 10 and 11)	9,495,239	7,980,270	84,267
Trade accounts	27,495,549	29,814,438	244,014	Payables (Notes 3, 6 and 11):			
Subsidiaries and associated companies	10,611,196	11,125,433	94,171	Trade notes	1,989,816	2,409,791	17,659
Other	909,382	702,239	8,070	Trade accounts	20,828,567	22,474,371	184,847
Allowance for doubtful receivables	(9,808)	(54,872)	(87)	Subsidiaries and associated companies	539,757	540,633	4,790
Inventories	6,375,208	5,357,082	56,577	Other	2,846,328	2,285,172	25,260
Deferred tax assets (Note 9)	281,002	369,961	2,493	Income taxes payable	463,884	2,046,064	4,116
Other current assets (Note 6)	410,024	842,767	3,638	Other current liabilities (Note 6)	1,145,600	834,674	10,166
Total current assets	60,560,106	61,930,587	537,452	Total current liabilities	47,886,574	49,270,979	424,978
PROPERTY, PLANT AND EQUIPMENT (Notes 4 and 10):				LONG-TERM LIABILITIES:			
Land	2,793,586	3,115,102	24,792	Long-term debt (Notes 3, 10 and 11)	26,716,378	25,619,799	237,099
Buildings and structures	2,323,454	2,926,899	20,619	Liability for retirement benefits	721,428	675,463	6,402
Machinery and equipment	99,258	118,908	880	Deferred tax liabilities (Note 9)	1,811,045	3,896,327	16,072
Furniture and fixtures	420,300	468,076	3,730	Other	480,659	479,157	4,265
Lease assets	96,974	74,124	860	Total long-term liabilities	29,729,511	30,670,746	263,840
Total property, plant and equipment	5,733,575	6,703,110	50,883	COMMITMENTS AND CONTINGENT LIABILITIES (Notes 5 and 12)			
INVESTMENTS AND OTHER ASSETS:				EQUITY (Notes 8 and 13):			
Investment securities (Notes 3 and 11)	29,148,569	32,428,187	258,684	Common stock—authorized, 24,000,000 shares; issued, 17,000,000 shares in 2016 and 2015	5,100,000	5,100,000	45,260
Investments in and advances to subsidiaries and associated companies (Notes 6, 11 and 12)	13,651,982	12,459,272	121,157	Additional paid-in capital	425	425	3
Other assets	3,194,386	2,895,296	28,349	Retained earnings:			
Total investments and other assets	45,994,939	47,782,757	408,190	Legal reserve	329,750	311,510	2,926
				Unappropriated	25,293,142	23,096,507	224,468
				Unrealized gain on available-for-sale securities	4,259,265	8,276,336	37,799
				Treasury stock—at cost, 1,800,000 shares in 2016 and 2015	(310,049)	(310,049)	(2,751)
				Total equity	34,672,534	36,474,730	307,707
TOTAL	¥ 112,288,620	¥ 116,416,456	\$ 996,526	TOTAL	¥ 112,288,620	¥ 116,416,456	\$ 996,526

See notes to nonconsolidated financial statements.

CBC Co., Ltd.**Nonconsolidated Statement of Income
Year Ended March 31, 2016**

	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	<u>2016</u>	<u>2015</u>	<u>2016</u>
NET SALES (Notes 7 and 12)	¥ 132,797,668	¥ 139,930,066	\$ 1,178,538
COST OF SALES (Note 7)	<u>122,940,464</u>	<u>129,946,192</u>	<u>1,091,058</u>
Gross profit	9,857,203	9,983,874	87,479
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES (Note 7)	<u>6,873,627</u>	<u>7,208,055</u>	<u>61,001</u>
Operating income	<u>2,983,576</u>	<u>2,775,818</u>	<u>26,478</u>
OTHER INCOME (EXPENSES):			
Interest and dividend income (Notes 7 and 12)	1,090,313	620,856	9,676
Interest expense (Note 7)	(389,295)	(415,189)	(3,454)
Foreign exchange gain (loss)	(349,159)	922,410	(3,098)
Gain on sales of investment securities	1,556,048	2,624,413	13,809
Impairment loss of fixed assets	(800,000)		(7,099)
Loss on sales of investment in subsidiaries and associated companies		(160,096)	
Loss on valuation of investment securities	(15,678)	(339,703)	(139)
Loss on valuation of investment in subsidiaries and associated companies	(9,054)	(2,406,589)	(80)
Other—net (Note 7)	<u>27,332</u>	<u>(18,729)</u>	<u>242</u>
Other income—net	<u>1,110,505</u>	<u>827,371</u>	<u>9,855</u>
INCOME BEFORE INCOME TAXES	<u>4,094,081</u>	<u>3,603,189</u>	<u>36,333</u>
INCOME TAXES:			
Current	1,650,634	2,441,412	14,648
Deferred	<u>46,172</u>	<u>(38,609)</u>	<u>409</u>
Total income taxes	<u>1,696,806</u>	<u>2,402,803</u>	<u>15,058</u>
NET INCOME	<u>¥ 2,397,274</u>	<u>¥ 1,200,386</u>	<u>\$ 21,275</u>
		<u>Yen</u>	<u>U.S. Dollars</u>
PER SHARE OF COMMON STOCK:			
Basic net income	¥ 157.72	¥ 78.97	\$ 1.40
Cash dividends applicable to the year	12.00	11.00	0.11

See notes to nonconsolidated financial statements.