

CBC Co., Ltd.

Nonconsolidated Balance Sheet
March 31, 2017

ASSETS	Thousands of Yen		Thousands of U.S. Dollars (Note 1)	LIABILITIES AND EQUITY	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	2017	2016	2017		2017	2016	2017
CURRENT ASSETS:				CURRENT LIABILITIES:			
Cash and cash equivalents (Note 13)	¥ 3,705,728	¥ 4,066,685	\$ 33,030	Short-term bank loans (Note 13)	¥ 9,567,510	¥ 10,293,180	\$ 85,279
Receivables (Notes 8, 13 and 14):				Short-term borrowings (Note 13)	282,975	284,200	2,522
Trade notes	10,269,285	10,420,864	91,534	Current portion of long-term debt (Notes 12 and 13)	13,663,146	9,495,239	121,785
Trade accounts	27,863,167	27,495,549	248,356	Payables (Notes 5, 8 and 13):			
Subsidiaries and associated companies	10,145,113	10,611,196	90,427	Trade notes	1,587,822	1,989,816	14,152
Other	998,872	909,382	8,903	Trade accounts	21,697,867	20,828,567	193,402
Allowance for doubtful receivables	(9,814)	(9,808)	(87)	Subsidiaries and associated companies	1,299,239	539,757	11,580
Inventories	6,461,145	6,375,208	57,591	Other	2,313,585	2,846,328	20,622
Deferred tax assets (Note 11)	237,841	281,002	2,119	Income taxes payable	741,694	463,884	6,611
Other current assets (Note 8)	897,150	410,024	7,996	Other current liabilities (Note 8)	1,027,749	1,145,600	9,160
Total current assets	60,568,491	60,560,106	539,874	Total current liabilities	52,181,590	47,886,574	465,118
PROPERTY, PLANT AND EQUIPMENT (Notes 6 and 12):				LONG-TERM LIABILITIES:			
Land	2,793,586	2,793,586	24,900	Long-term debt (Notes 12 and 13)	25,259,702	26,716,378	225,151
Buildings and structures	2,237,763	2,323,454	19,946	Liability for retirement benefits	847,375	721,428	7,553
Machinery and equipment	141,451	99,258	1,260	Deferred tax liabilities (Note 11)	3,356,831	1,811,045	29,920
Furniture and fixtures	417,046	420,300	3,717	Other	506,057	480,659	4,510
Lease assets	86,137	96,974	767	Total long-term liabilities	29,969,965	29,729,511	267,135
Total property, plant and equipment	5,675,986	5,733,575	50,592	COMMITMENTS AND CONTINGENT LIABILITIES (Notes 7 and 14)			
INVESTMENTS AND OTHER ASSETS:				EQUITY (Notes 10 and 15):			
Investment securities (Notes 5 and 13)	37,996,643	29,148,569	338,681	Common stock—authorized, 24,000,000 shares; issued, 17,000,000 shares in 2017 and 2016	5,100,000	5,100,000	45,458
Investments in and advances to subsidiaries and associated companies (Notes 8, 13 and 14)	14,797,530	13,651,982	131,897	Additional paid-in capital	425	425	3
Other assets	2,952,754	3,194,386	26,319	Retained earnings:			
Total investments and other assets	55,746,928	45,994,939	496,897	Legal reserve	349,510	329,750	3,115
				Unappropriated	26,919,273	25,293,142	239,943
				Unrealized gain on available-for-sale securities	7,780,690	4,259,265	69,352
				Treasury stock—at cost, 1,800,000 shares in 2017 and 2016	(310,049)	(310,049)	(2,763)
				Total equity	39,839,850	34,672,534	355,110
TOTAL	¥ 121,991,406	¥ 112,288,620	\$ 1,087,364	TOTAL	¥ 121,991,406	¥ 112,288,620	\$ 1,087,364

See notes to nonconsolidated financial statements.

CBC Co., Ltd.**Nonconsolidated Statement of Income
Year Ended March 31, 2017**

	Thousands of Yen		Thousands of U.S. Dollars (Note 1)
	<u>2017</u>	<u>2016</u>	<u>2017</u>
NET SALES (Notes 9 and 14)	¥ 125,810,096	¥ 132,797,668	\$ 1,121,402
COST OF SALES (Note 9)	<u>116,537,102</u>	<u>122,940,464</u>	<u>1,038,747</u>
Gross profit	9,272,994	9,857,203	82,654
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES (Note 9)	<u>7,124,905</u>	<u>6,873,627</u>	<u>63,507</u>
Operating income	<u>2,148,088</u>	<u>2,983,576</u>	<u>19,146</u>
OTHER INCOME (EXPENSES):			
Interest and dividend income (Notes 9 and 14)	805,613	1,090,313	7,180
Interest expense (Note 9)	(375,009)	(389,295)	(3,342)
Foreign exchange loss	(293,886)	(349,159)	(2,619)
Gain on sales of investment securities	2,077,520	1,556,048	18,517
Impairment loss of property, plant and equipment		(800,000)	
Loss on valuation of investment securities	(324,262)	(15,678)	(2,890)
Loss on valuation of investment in subsidiaries and associated companies	(5,679)	(9,054)	(50)
Provision of allowance for doubtful accounts	(502,740)		(4,481)
Other—net (Note 9)	<u>(68,526)</u>	<u>27,332</u>	<u>(610)</u>
Other income—net	<u>1,313,030</u>	<u>1,110,505</u>	<u>11,703</u>
INCOME BEFORE INCOME TAXES	<u>3,461,119</u>	<u>4,094,081</u>	<u>30,850</u>
INCOME TAXES:			
Current	1,574,016	1,650,634	14,029
Deferred	<u>43,612</u>	<u>46,172</u>	<u>388</u>
Total income taxes	<u>1,617,628</u>	<u>1,696,806</u>	<u>14,418</u>
NET INCOME	<u>¥ 1,843,490</u>	<u>¥ 2,397,274</u>	<u>\$ 16,431</u>
		<u>Yen</u>	<u>U.S. Dollars</u>
PER SHARE OF COMMON STOCK:			
Basic net income	¥ 121.28	¥ 157.72	\$ 1.08
Cash dividends applicable to the year	13.00	12.00	0.12

See notes to nonconsolidated financial statements.