May 15, 2013

Summary of Financial Statements for the Year ended March 31, 2013 (April 1, 2012 through March 31, 2013)

Qualification: This is directly translated into English for the convenience of readers, and all financial results conform with the accounting principles generally accepted in Japan.

Company: **Nippon Suisan Kaisha, Ltd.** Listed on Tokyo Stock Exchange with the register code 1332

http://www.nissui.co.jp/english/index.htm

1. Consolidated Financial Data for Fiscal Year ended March 31, 2013

(1) Consolidated Financial Results

(Amounts less than one million yen are omitted)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY ended March 31, 2013	**566,858**	**5.4**	**5,809**	**(39.2)**	**5,443**	**(35.2)**	**(4,789)**	**-**
FY ended March 31, 2012	538,030	8.8	9,553	18.1	8,404	33.9	2,006	-

Note : Each percentage figure shows changes from the previous year.

Comprehensive income March 31, 2013 6,055 **Million yen(-%)** March 31, 2012 (1,276) Million yen(-%)

	Net income per share	Diluted income per share	Net income / Total shareholders equity	Ordinary income / Total assets	Operating income / Net sales
	Yen	Yen	%	%	%
FY ended March 31, 2013	**(17.34)**	-	**(10.0)**	**1.3**	**1.0**
FY ended March 31, 2012	7.26	-	4.2	2.1	1.8

Note : Equity in earnings of unconsolidated subsidiaries and affiliates March 31, 2013 (92) Million yen March, 31, 2012 1,294 Million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2013	**421,645**	**63,297**	**11.8**	**180.11**
As of March 31, 2012	400,885	63,932	11.5	166.20

Note : Total shareholders' equity March, 31, 2013 49,760 Million yen March, 31, 2012 45,919 Million yen

(3) Consolidated Cash-Flow

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the year
	Million yen	Million yen	Million yen	Million yen
FY ended March 31, 2013	**15,136**	**(21,310)**	**8,495**	**18,169**
FY ended March 31, 2012	23,820	(16,715)	(9,001)	14,981

2. Dividend

	Dividend per share					Total dividend	Payout ratio	Dividend / Net assets
	1Q	2Q	3Q	Final	Annual		(Consolidated)	(Consolidated)
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY ended March 31, 2012	-	5.00	-	5.00	10.00	2,764	137.7	5.7
FY ended March 31, 2013	**-**	**0.00**	**-**	**0.00**	**0.00**	-	-	-
FY ending March 31, 2014(forecast)	-	0.00	-	0.00	0.00			

3. Forecast for the Year ending March 31, 2014, Consolidated

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
2nd Quarter of FY2013 (Cumulative)	290,000	4.7	4,000	37.3	3,000	297.9	1,000	-	3.62
FY ending March 31, 2014	582,000	2.7	12,500	115.2	11,500	111.3	6,000	-	21.72

Note:

1) Changes in scope of consolidation due to transfer of significant subsidiaries during the term: Yes

Newly accepted : None

Eliminated : 2 Companies PESQUERA FRIOSUR S.A., EXPLOTACION PESQUERA DE LA PATAGONIA S.A.

2) Changes in accounting policy, changes in accounting estimate, and restatement:

i) Changes in accounting policy associated with the revision of the accounting standard, etc.: Yes

ii) Changes in accounting policy other than those stated above: None

iii) Changes in accounting estimate : Yes

iv) Restatement : None

(Note) Please refer to "3. Consolidated financial report(7)Changes in Accounting Policy, Accounting Estimates and Restatement".

3)Number of issued shares (Common stock)

i) Number of issued shares at the end of the term (Including treasury stock)	FY2012	277,210,277	FY2011	277,210,277
ii) Number of treasury stock at the end of the term	FY2012	923,417	FY2011	920,083
iii) Average number of shares during the term	FY2012	276,288,770	FY2011	276,292,715

(Reference) Summary of Non-consolidated financial statements

1. Non-consolidated Financial Data for Fiscal Year ended March 31, 2013

(1) Non-consolidated Financial Results

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY ended March 31, 2013	**329,845**	**(0.1)**	**(780)**	**-**	**611**	**(43.0)**	**334**	**-**
FY ended March 31, 2012	330,064	4.1	541	(41.9)	1,073	14.7	(5,696)	-

Note : Each percentage figure shows changes from the previous year.

	Net income per share	Diluted income per share
	Yen	Yen
FY ended March 31, 2013	**1.21**	**-**
FY ended March 31, 2012	(20.61)	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2013	**297,176**	**42,692**	**14.4**	**154.45**
As of March 31, 2012	292,329	40,261	13.8	145.65

Note : Total shareholders' equity March, 31, 2013 42,692 Million yen March, 31, 2012 40,261 Million yen

2. Forecast for the Year ending March 31, 2014, Consolidated

	Net sales		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Yen
2nd Quarter of FY2013 (Cumulative)	163,000	(1.9)	800	-	800	-	2.89
FY2013	333,000	1.0	4,500	635.8	4,000	-	14.47

*Indication of implementation status of audit procedures

This report is exempt from the **audit** procedures based on the Financial Instruments and Exchange Act.

Audit procedures based on the Financial Instruments and Exchange Act have not been completed at the time of disclosure of this report.

*Explanation on the proper use of the forecasts

The above forecast is based on the information available at the issuing date of this report. Accordingly, the final results may change due to various factors. For matters pertaining to the forecasts, please refer to 1. Financial Results (1) Analysis of Financial Results [Full-year Forecast] on Page 4.

* Supplemental Documents for the FY2012 was disclosed on the TD-net (Timely Disclosure network) on the same day.

1. Financial Results
(1) Analysis of Financial Results

[Consolidated Results for the year ended March 31, 2013]

During the current fiscal year, the sense of uncertainty in the outlook for the Japanese economy continued due to such factors as decreased exports as a result of prolonged appreciation of the yen, the slowdown of overseas economies and the materialization of the “China risk.” However, there were also signs of economic recovery such as a rise in stock prices supported by the feeling of hope following the change of administration at the end of last year and the Bank of Japan’s economic measures.

In terms of the global economy during the period subject to consolidated accounting from January to December, the U.S. was on a gradual recovery trend, while in Europe, the fiscal crises of certain countries continued to be the subject of grave concern and in Asia, China experienced slower export and production growth.

Under these circumstances, the Company and its corporate group promoted its medium-term management plan 2014 (MVIP), but the business environment remained severe, including a decline in the marine products market, intensified competition in the food products market and depressed overseas business, in addition to the negative impact of the Great East Japan Earthquake in the previous year and continued deflation.
Consequently, as consolidated results for the fiscal year, we recorded sales of 566,858 million yen, up 28,828 million yen or 5.4% year-on-year; operating income of 5,809 million yen, down 3,743 million yen or 39.2% year-on year; and ordinary income of 5,443 million yen, down 2,961 million yen or 35.2% year-on-year.

In terms of extraordinary income or loss, extraordinary loss in the amount of 9,689 million yen was recorded to account for losses resulting from the withdrawal from Netuno International S.A. in Brazil (Note 1), etc. As a consequence, net loss came to 4,789 million yen (down 6,795 million yen year-on-year) for the current fiscal year.

Given the difficult circumstances, we ask for our shareholders' understanding and patience in this matter.

Business operations are summarized as follows:

i) Marine Products Business
The Marine Products segment is engaged in the fishery, aquaculture, and seafood processing and trading businesses.

<Overview of the Current Consolidated Fiscal Year>

In the Marine Products business, sales in the amount of 232,939 million yen (up 9,132 million yen year-on-year) and an operating loss of 2,515 million yen (down 4,571 million yen year-on-year) were recorded.

Fishery Business: Revenue decreasd but income increased year-on-year.

・In South America, fish catches were down due to the shortening of the number of days of operation and poor fishing in Chile. In Argentina, withdrawal from the fishery business is under way, and only one large fishing trawler was operating, which improved profitability.

Aquaculture Business: Revenue increased but income decreased year-on-year

・In Japan, fish prices declined in the yellowtail aquaculture business due to a good catch of wild yellowtail. In the tuna aquaculture business, fish prices trended higher and Kaneko Sangyo Co., Ltd. (Note 2) became a consolidated subsidiary. As a result, sales volume increased.
・In South America, while sales volume rose in Chile’s salmon/trout aquaculture business, the price of trout (Note 3), which is a leading product, plummeted due to oversupply of Chilean silver salmon for the Japanese market and the resulting price crash.

Seafood Processing and Trading Business: Revenue increased but income decreased year-on-year.

・In Japan, an overall price decrease in frozen marine products such as salmon/trout resulted in a lower gross margin ratio and losses were made in the fishmeal business. However, the inventory turnover rate improved toward the end of the year as a result of efforts to reduce inventory.
・In North America, Alaska Pollack fish paste (surimi), fillet and roe performed well in terms of production and sales. In addition, production of Pacific cod and snow crab increased.
・In Europe, sales were sluggish due to the impact of weak consumer sentiment arising from the recession.

ii) Foods Business

The Food Products segment is engaged in processed foods and chilled foods businesses.

<Overview of the Current Consolidated Fiscal Year>

In the Food Products business, sales in the amount of 268,049 million yen (up 8,969 million yen year-on-year), and operating income of 1,909 million (down 1,571 million yen year-on-year) were recorded.

Processed Foods Business: Revenue increased but income decreased year-on-year.

・In Japan, in frozen prepared food for household use, sales expenses rose due to the intensification of sales competition and flagging consumption of fish sausage. Frozen prepared food for commercial use was affected by rapidly increasing labor costs in China and Thailand. It was also impacted by the rise in rice and wheat prices, as well as the rise in the price of imported raw materials and products due to the weak yen since the end of last year.

・In North America, companies engaged in precooked frozen seafood products for household use experienced limited growth of the market and intensified price competition. As for the companies engaged in frozen prepared foods for commercial use, production and sales improved amidst the sluggish market, but stopped short of becoming profitable.

Chilled Foods Business: Both revenue and income increased year-on-year.

・Sales of chilled lunch boxes, prepared foods and noodles for convenience stores increased.

iii) Fine Chemicals Business

The Fine Chemicals segment is engaged in the manufacture and sale of pharmaceutical raw materials, functional raw materials (Note 4), functional foods, pharmaceuticals, and diagnostic medicines.

<Overview of the Current Consolidated Fiscal Year>

In the Fine Chemicals business, sales in the amount of 27,510 million yen (up 1,516 million yen year-on-year) and operating income of 7,341 million yen (up 959 million yen year-on-year) were recorded.

Fine Chemicals business: Both revenue and income increased year-on-year.

・With regard to for pharmaceutical raw materials, the impact of the National Health Insurance price revisions was compensated for by the increase in sales volume. With regards to functional foods, sales volume increased significantly due in part to the effects of growing interest in EPA/DHA and advertising in the mail-order business. The diagnostic medicines business also performed well for consolidated subsidiary Nissui Pharmaceutical Co., Ltd.

iv) General Distribution Business

The General Distribution segment is engaged in the cold storage, transportation and customs clearing businesses.

<Overview of the Current Consolidated Fiscal Year>

In the General Distribution Business, sales in the amount of 13,389 million yen (up 940 million yen year-on-year) and operating income of 1,836 million yen (up 125 million yen year-on-year) were recorded.

General Distribution business: Both revenue and income increased year-on-year.

・In the cold storage business, recovery was made in the northeastern part of Japan, and a high level of volume of cargo was handled mainly in the Tokyo metropolitan area.

(Note 1) Please refer to the "Notice on Declaration of Extraordinary Loss and Revision of Financial Forecasts," which was announced on March 22, 2013.

(Note 2) The company is headquartered in Nagasaki City, Nagasaki Prefecture, and is mainly engaged in the aquaculture and seafood processing businesses. All of its shares were acquired by the Company and it was made a consolidated subsidiary in April 2012.

(Note 3) A species of salmonid which is farmed in Chile and Norway. The biological name is Oncorhynchus mykiss.

(Note 4) Functional raw materials consist mainly of EPA, DHA, glucosamine, cholesterol, and orange roughy oil, which are used primarily as ingredients in foods and cosmetics.

[Full-year Forecast]

The fiscal year 2013 is the interim year in the "Medium-Term Management Plan 2014 (MVIP)." Keeping the concept of "Now is the time to go back to the basics of Nissui" at the center of the plan, we will continue to emphasize the key points of responding to future changes in lifestyles and consumption structure and leveraging the functions of the Company and its corporate group to answer to the expectations of customers around the world. The effect of withdrawing from unprofitable businesses overseas and a departure from the low marine product prices in the Japanese market are also anticipated.

In addition, as our corporate social responsibility, we will comply with the Code of Ethics that sets down our moral and behavioral guidelines, ensure that the Quality Assurance Code (our commitment to providing high-quality and safe and reliable products) and the Environment Code (considerations to utilize of marine resources in a sustainable manner and to coexist harmoniously with nature) are thoroughly known and strictly enforced. At the same time, the Risk Management Committee will play a central role in enhancing risk management in relation to the management of Nissui.

Based on the above, our full-year forecast is 582 billion yen in sales, 12.5 billion yen in operating income, 11.5 billion yen in ordinary income, and 6 billion yen in net income.

Sales and operating income figures for the reported segments are as follows:

[FY 2012] (Unit : Million yen)

	Marine Products Business	Foods Business	Fine Chemicals Business	General Distribution Business	Reported Segments	Other	Total	Adjustments	Consolidated
Net sales	232,939	268,049	27,510	13,389	541,888	24,970	566,858	－	566,858
Operating income	(2,515)	1,909	7,341	1,836	8,571	1,135	9,706	(3,897)	5,809

[FY 2013] (Unit : Million yen)

	Marine Products Business	Foods Business	Fine Chemicals Business	General Distribution Business	Reported Segments	Other	Total	Adjustments	Consolidated
Net sales	236,600	279,300	29,600	13,700	559,200	22,800	582,000	-	582,000
Operating income	3,200	4,600	7,500	1,850	17,150	700	17,850	(5,350)	12,500

(2) Analysis of Financial Position

State of assets, liabilities and net assets

Current assets increased by 3.8% since the end of the previous consolidated fiscal year, to 201,598 million yen, mainly as a result of 4,479 million yen in cash and cash equivalents and 3,036 million yen increase in notes and accounts receivable.

Fixed assets increased by 6.4% from the end of the previous consolidated fiscal year, to 220,046 million yen, mainly as a result of an increase in property, plant and equipment by 3,256 million yen, of intangible assets by 335 million yen and 9,717 million yen increase in investment and other assets.

Consequently, total assets increased by 5.2% from the levels at the end of the previous consolidated fiscal year, to 421,645 million yen.

Current liabilities increased by 3.1% since the end of the previous consolidated fiscal year, to 202,350 million yen, mainly as a result of an increase in short-term loans payable by 10,024 million yen.

Noncurrent liabilities increased by 10.9% from the levels at the end of the previous consolidated fiscal year, to 155,997 million yen, mainly due to an increase in long-term loans payable by 12,147 million yen. As a result, total liabilities increased by 6.3% from the end of the previous consolidated fiscal year, to 358,348 million yen.

Total net assets decreased by 635 million yen from the end of the previous consolidated fiscal year, to 63,297 million yen. This was mainly due to an increase in valuation difference on available-for-sale securities by 4,125 million yen and in foreign currency translation adjustment by 7,116 million yen and a decrease in retained earnings by 6,718 million yen for recording of a net loss.

Status of Cash Flow

Cash and cash equivalents increased 3,187 million yen from the end of the previous consolidated fiscal year, to 18,169 million yen.

Net cash provided by (used in) operating activities were a net inflow of 15,136 million yen, attributed mainly to a net loss before taxes of 2,186 million yen, depreciation and amortization of 16,849 million yen, a loss on liquidation of business of 8,360 million yen, an increase in notes and accounts receivable-trade by 106 million yen, a decrease in inventories by 2,336 million yen, a decrease in accrued expenses by 879 million yen and a decrease in notes and accounts payable-trade by 571 million yen.

Cash flows from investing activities amounted to a net outflow of 21,310 million yen. This was due mainly to an outlay of 19,246 million yen for the acquisition of property, plant and equipment, including manufacturing facilities for food processing plants, as well as an outlay of 4,487 million yen for purchase of shares of subsidiaries.

Cash flows from financing activities resulted in a net inflow of 8,495 million yen, consisting primarily of 2,532 million yen inflow from short-term loans payable and an inflow of 43,180 million yen from long-term loans payable, which were offset partially by repayment of long-term loans payable in the amount of 34,764 million yen.

Cash flow-related indices of Nissui Group are as follows:

	March 2009	March 2010	March 2011	March 2012	March 2013
Ratio of shareholders' equity (%)	14.5	16.0	12.6	11.5	11.8
Ratio of shareholders' equity on a market value basis (%)	18.4	19.5	16.0	19.4	11.8
Ratio of interest-bearing liabilities to cash flows (Annual)	-	6.6	44.5	10.1	17.4
Interest coverage ratio (Times)	-	9.0	1.6	6.5	4.1

Ratio of shareholders' equity = Shareholders' equity / Total assets
Ratio of shareholders' equity on a market value basis = Market capitalization of stock / Total assets
Ratio of interest-bearing liabilities to cash flows = Interest-bearing liabilities /Cash flows
Interest coverage ratio = Cash flows / Interest payments

(Notes)
1. Each index was calculated on the basis of consolidated financial data.
2. The market capitalization of stock was calculated based on the number of shares issued and outstanding without including treasury stock.
3. Cash flows are based on operating cash flows.
4. Interest-bearing liabilities refer to all liabilities declared in the Consolidated Balance Sheet for which interest is paid.

(3) Basic Policies for Profit Sharing and Dividends for the Current and Next Terms

As for profit sharing at the Company and its corporate group, our basic policy is to pay dividends to shareholders according to the consolidated business performance of the Company and its corporate group in tune with changes in the business environment, while taking into consideration enhancing the corporate constitution from a long-term and comprehensive perspective and reserving sufficient retained earnings to prepare for the rolling out of promising business opportunities in the future.

Following the approval of the amendment proposal of the Articles of Incorporation in relation to the enforcement of the Company Law at the 91st regular General Meeting of Shareholders held on June 28, 2006, matters related to dividends of retained earnings, stipulated in the Company Law, Article 459-1, will be determined by a resolution of the Meeting of the Board of Directors subject to the Articles of Incorporation, except in cases where laws and regulations stipulate otherwise. Accordingly, it was resolved at the Meeting of the Board of Directors on November 5, 2012 to forego the interim dividend payment, followed by a resolution by the Meeting of the Board of Directors on May 15, 2013 to forego the term-end dividend payment.

As for the dividend for the next term, the Company at present expects to forego both the interim and term-end dividend payments.

(4) Risks Involved in the Business, etc.

There are various risks inherent in the business fields in which the Company and its corporate group operate. The Company and its corporate group strive to prevent and hedge against these risks so as to reasonably reduce them. Nonetheless, the business performance and financial position of the Company and its corporate group may be materially affected in the event one of the following situations develops:

1. An outbreak of a problem relating to food safety
2. Massive changes in the marine foods market
3. An outbreak of fish disease in the aquaculture business
4. Drastic fluctuations in raw material prices, including the prices of fuel, main and auxiliary raw materials, and equipment/supplies
5. Occurrence of terrorist attacks or uprising of conflicts, epidemic of infectious diseases, earthquakes, typhoons, and other natural disasters in the areas where the Company and its corporate group conduct business.
6. Amendments and new enactments of legal restrictions and regulations in Japan and abroad
7. Massive fluctuations in the exchange rates
8. Effects of the application of impairment accounting
9. Effects of share price fluctuations, etc. on the assets held by the Company
10. Risks relating to information systems
11. Environmental risks
12. Risks of litigation
13. Risks relating to securing and developing human resources
14. Changes in the climate surrounding the Company's businesses
15. Risks relating to the management of receivables
16. Risks of natural disasters

2. Management Policies

(1) Basic Management Policies of the Company

The Company and its corporate group have conducted its business activities with a basic philosophy that has never changed since its establishment: contributing to the society while continuing to create value.

In order to fulfill this philosophy, the Company aims to behave with integrity as a company and as individuals, with the aim to deliver carefully selected ingredients and valuable goods and services to customers' dining tables by placing emphasis on technology and research and development, by aggressively adopting ever-evolving information technology, and by developing a supply chain of marine products taking advantage of global networks. This is the tenet of the Company's basic management policy.

Based on such a spirit, which has been passed on from generation to generation as a corporate gene dating back to its establishment, the Company and its corporate group strive to further improve the qualities of its corporate group as a whole in such a way as to enable new businesses to achieve substantial growth, while also working to improve the profitability of its business structure so that we will continue to have stakeholders' support in the future.

(2) Tasks to Be Addressed By the Company

As for future prospects, hopes for an economic recovery will increase in Japan, but looking ahead to an increase in the consumption tax, which is expected in April 2014, the management environment will remain severe. In overseas markets, the marine product markets in North America and Europe, which center on white fish, will continue to remain lackluster.
In addition to our ongoing efforts to reduce costs and inventory, the Company and its corporate group will work together to recover performance toward achieving the targets in the "Medium-Term Management Plan 2014 (MVIP)."

[Outline of the Medium-Term Management Plan 2014 (MVIP)]
1) Basic Policies
"We will give consideration to the sustainable utilization of marine resources and the preservation of the earth environment, continue to create diverse values from resources, including marine resources, and contribute to the active lives and a future full of hope for the people around the world."

2) Strategies for main businesses

【Marine Products Business】
While maintaining consideration for sustainability and further refining our access to resources, we intend to transform ourselves into a marine products business targeting the global market with the capacity to create markets that originate from the customer.

【Foods Business】
We intend to transform ourselves into a producer that continues to create new and diverse value for the customers based on tastiness and quality.

【Fine Chemicals Business】
We will build the foundations for global deployment by aiming to become a "leading company in functional lipids" based on our strengths in pharmaceuticals.

【General Distribution Business】
We will build a value network that enables both efficiency in logistics and consideration for the environment.

【Global Management】

i. We will further reinforce corporate governance and strengthen the independent management system based on "expansion of Group profit."
ii. Regarding overseas affiliates, we will establish our own system which is relaxed but has strong centripetal force, based on Global Links (Note 1) and Local Links (Note 2).

【R&D and processing production strategies 】
We will promote innovations and develop proprietary production technology for the sustainable and effective utilization of finite resources.
Also, we will position factories as value centers and achieve both "emphasis on quality" and "cost reductions" through innovation and valuing the opinions of our customers.

【Initiatives toward conserving resources and the environment 】

With the full awareness that the business foundations of the Nissui Group are built on nature and living organisms, Nissui will continue to provide grants to institutions involved in research on sustainability (the Society for Conservation of Fisheries Resources and Marine Environment (Co-FRaME)), as well as retain its own specialists on resource management to conduct research on its own. Additionally, a Sustainable Officer position has been established under the Global Links Sustainable Board (Note 3).

We will step up the Group's education toward protecting the earth environment, conduct activities to raise awareness and further elevate our activities to reduce the environmental burden. We aim to achieve zero emissions for all plants operated by Nissui. Furthermore, in addition to our proactive downsizing and downweighting activities, we intend to reduce containers / packaging / waste by 10% (specific consumption) by FY 2014 (compared to FY 2011).

(Note 1) Global Links refers to the network of companies that share the Nissui Group vision and work together to create value through win-win relationships.
(Note 2) Local Links refers to the linking of various "Local" functions in order to further evolve the Global Links, thereby realizing the unique performance (competitive edge) of each on the "Local" level.
(Note 3) The Global Links Sustainable Board is a function established to the end of materializing the following principles formulated by the Nissui Group.

3. Consolidated Financial Statement

(1) Consolidated Balance Sheet

Million yen

	As of March 31, 2012	As of March 31, 2013
Assets		
Current assets		
Cash and deposits	9,627	14,106
Notes and accounts receivable-trade	67,536	70,573
Securities	280	1,087
Merchandise and finished goods	50,249	44,834
Work in process	13,907	16,601
Raw materials and supplies	22,293	27,611
Deferred tax assets	2,891	3,035
Other	27,930	24,248
Allowance for doubtful accounts	(567)	(500)
Total current assets	194,149	201,598
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	113,000	118,320
Accumulated depreciation	(64,664)	(69,159)
Buildings and structures, net	48,336	49,161
Machinery, equipment and vehicles	101,076	111,015
Accumulated depreciation	(77,521)	(84,095)
Machinery, equipment and vehicles, net	23,555	26,920
Vessels	19,326	16,029
Accumulated depreciation	(14,608)	(13,071)
Vessels, net	4,717	2,958
Land	23,747	24,942
Lease assets	5,540	3,989
Accumulated depreciation	(2,054)	(2,042)
Lease assets, net	3,485	1,947
Construction in progress	3,307	4,515
Other	11,702	12,535
Accumulated depreciation	(9,501)	(10,373)
Other, net	2,201	2,161
Total property, plant and equipment	109,350	112,607
Intangible assets		
Goodwill	3,607	5,030
Software	4,305	3,502
Other	9,176	8,891
Total intangible assets	17,089	17,425
Investments and other assets		
Investment securities	58,957	67,627
Long-term loans receivable	3,758	7,671
Deferred tax assets	10,435	9,004
Other	11,144	11,053
Allowance for doubtful accounts	(3,999)	(5,344)
Total investments and other assets	80,296	90,013
Total noncurrent assets	206,736	220,046
Total assets	400,885	421,645

Consolidated Balance Sheet

Million yen

	As of March 31, 2012	As of March 31, 2013
Liabilities		
Current liabilities		
Notes and accounts payable-trade	30,243	32,416
Short-term loans payable	120,711	130,736
Lease obligations	675	433
Income taxes payable	3,109	3,026
Accrued expenses	24,733	24,099
Provision for bonuses	2,379	2,377
Provision for directors' bonuses	193	201
Provision for loss on business liquidation	2,053	2,360
Provision for loss on disaster	61	—
Other provision	14	15
Other	12,072	6,682
Total current liabilities	196,249	202,350
Noncurrent liabilities		
Long-term loans payable	119,792	131,940
Lease obligations	1,506	1,350
Deferred tax liabilities	1,656	1,788
Provision for retirement benefits	13,498	17,069
Provision for directors' retirement benefits	231	239
Other	4,019	3,608
Total noncurrent liabilities	140,704	155,997
Total liabilities	336,953	358,348
Net assets		
Shareholders' equity		
Capital stock	23,729	23,729
Capital surplus	13,758	13,758
Retained earnings	22,601	15,883
Treasury stock	(256)	(257)
Total shareholders' equity	59,832	53,113
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	329	4,455
Deferred gains or losses on hedges	(328)	(229)
Foreign currency translation adjustment	(11,789)	(4,673)
Other comprehensive income pension liabilities	(2,124)	(2,905)
Total accumulated other comprehensive income	(13,912)	(3,352)
Minority interests	18,012	13,536
Total net assets	63,932	63,297
Total liabilities and net assets	400,885	421,645

(2) Consolidated Income Statements

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Net sales		
Net sales	538,030	566,858
Cost of sales		
Cost of sales	418,301	446,640
Gross profit	119,729	120,218
Selling, general and administrative expenses		
Sales commission	28,953	29,254
Warehousing expenses	4,382	4,470
Shipment expenses	21,631	24,012
Advertising expenses	3,009	2,881
Difference of provision of allowance for doubtful accounts	208	375
Salaries and allowances	18,742	20,235
Bonuses	2,334	2,262
Provision for bonuses	1,113	1,105
Provision for directors' bonuses	193	201
Retirement benefit expenses	1,519	3,094
Depreciation	4,232	3,905
Rent and repair expense	1,952	2,435
Transportation and communication expenses	2,940	2,987
Other	18,962	17,187
Total selling, general and administrative expenses	110,176	114,408
Operating income	9,553	5,809
Non-operating income		
Interest income	813	932
Dividends income	1,080	1,017
Foreign exchange gains	—	580
Equity in earnings of affiliates	1,294	—
Subsidy income	—	653
Miscellaneous income	838	1,341
Total non-operating income	4,026	4,525
Non-operating expenses		
Interest expenses	3,730	3,766
Foreign exchange losses	678	—
Equity in losses of affiliates	—	92
Miscellaneous expenses	766	1,032
Total non-operating expenses	5,175	4,891
Ordinary income	8,404	5,443

Consolidated Income Statements

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Extraordinary income		
Gain on sales of noncurrent assets	81	790
Gain on sales of investment securities	—	961
Gain on sales of subsidiaries and affiliates' stocks	—	94
Gain on extinguishment of tie-in shares	—	212
Gain on reversal of provision for loss on disaster	405	—
Gain on revision of retirement benefit plan	199	—
Total extraordinary income	685	2,059
Extraordinary loss		
Loss on disposal of noncurrent assets	545	539
Impairment loss	1,731	398
Loss on sales of investment securities	—	10
Loss on valuation of investment securities	646	138
Loss on sales of stocks of subsidiaries and affiliates	—	241
Loss on disaster	541	—
Loss on liquidation of business	4,143	8,360
Total extraordinary losses	7,608	9,689
Income (loss) before income taxes and minority interests	1,481	(2,186)
Income taxes-current	4,377	4,790
Income taxes-deferred	(5,258)	(319)
Total income taxes	(881)	4,470
Income (loss) before minority interests	2,362	(6,657)
Minority interests in income (loss)	356	(1,867)
Net income (loss)	2,006	(4,789)

Consolidated Statements of comprehensive income

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Income (loss) before minority interests	2,362	(6,657)
Other comprehensive income		
Valuation difference on available-for-sale securities	948	4,334
Deferred gains or losses on hedges	119	(133)
Foreign currency translation adjustment	(3,206)	6,860
Other comprehensive income pension liabilities	(614)	(780)
Share of other comprehensive income of associates accounted for using equity method	(885)	2,432
Total other comprehensive income	(3,638)	12,712
Comprehensive income	(1,276)	6,055
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(787)	5,770
Comprehensive income attributable to minority interests	(489)	285

(3) Consolidated Statements of Changes in Net assets

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Shareholders' equity		
Capital stock		
Balance at the beginning of current period	23,729	23,729
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	23,729	23,729
Capital surplus		
Balance at the beginning of current period	13,758	13,758
Changes of items during the period		
Disposal of treasury stock	(0)	(0)
Total changes of items during the period	(0)	(0)
Balance at the end of current period	13,758	13,758
Retained earnings		
Balance at the beginning of current period	24,325	22,601
Changes of items during the period	2,006	(4,789)
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	2,006	(4,789)
Other	(966)	(546)
Total changes of items during the period	(1,724)	(6,718)
Balance at the end of current period	22,601	15,883
Treasury stock		
Balance at the beginning of current period	(255)	(256)
Changes of items during the period	0	0
Purchase of treasury stock	(1)	(0)
Disposal of treasury stock	0	0
Total changes of items during the period	(1)	(0)
Balance at the end of current period	(256)	(257)
Total shareholders' equity		
Balance at the beginning of current period	61,557	59,832
Changes of items during the period		
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	2,006	(4,789)
Other	(966)	(546)
Purchase of treasury stock	(1)	(0)
Disposal of treasury stock	0	0
Total changes of items during the period	(1,725)	(6,718)
Balance at the end of current period	59,832	53,113

Consolidated Statements of Changes in Net assets

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at the beginning of current period	(641)	329
Changes of items during the period		
Net changes of items other than shareholders' equity	971	4,125
Total changes of items during the period	971	4,125
Balance at the end of current period	329	4,455
Deferred gains or losses on hedges		
Balance at the beginning of current period	(321)	(328)
Changes of items during the period		
Net changes of items other than shareholders' equity	(6)	98
Total changes of items during the period	(6)	98
Balance at the end of current period	(328)	(229)
Foreign currency translation adjustment		
Balance at the beginning of current period	(8,645)	(11,789)
Changes of items during the period		
Net changes of items other than shareholders' equity	(3,144)	7,116
Total changes of items during the period	(3,144)	7,116
Balance at the end of current period	(11,789)	(4,673)
Ther comprehensive income pension liabilities		
Balance at the beginning of current period	(1,510)	(2,124)
Changes of items during the period		
Net changes of items other than shareholders' equity	(614)	(780)
Total changes of items during the period	(614)	(780)
Balance at the end of current period	(2,124)	(2,905)
Total accumulated other comprehensive income		
Balance at the beginning of current period	(11,119)	(13,912)
Changes of items during the period		
Net changes of items other than shareholders' equity	(2,793)	10,559
Total changes of items during the period	(2,793)	10,559
Balance at the end of current period	(13,912)	(3,352)
Minority interests		
Balance at the beginning of current period	20,368	18,012
Changes of items during the period		
Net changes of items other than shareholders' equity	(2,356)	(4,476)
Total changes of items during the period	(2,356)	(4,476)
Balance at the end of current period	18,012	13,536

Consolidated Statements of Changes in Net assets

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Total net assets		
Balance at the beginning of current period	70,807	63,932
Changes of items during the period		
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	2,006	(4,789)
Other	(966)	(546)
Purchase of treasury stock	(1)	(0)
Disposal of treasury stock	0	0
Net changes of items other than shareholders' equity	(5,149)	6,083
Total changes of items during the period	(6,874)	(635)
Balance at the end of current period	63,932	63,297

(4) Consolidated Statements of Cash-Flow

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	1,481	(2,186)
Depreciation and amortization	16,786	16,849
Impairment loss	1,731	398
Amortization of goodwill	1,130	1,443
Increase (decrease) in allowance for doubtful accounts	(8)	38
Increase (decrease) in provision for retirement benefits	14	1,863
Interest and dividends income	(1,893)	(1,950)
Interest expenses	3,730	3,766
Equity in (earnings) losses of affiliates	(1,294)	92
Gain on sales of noncurrent assets	(81)	(790)
Loss on disposal of noncurrent assets	545	539
Loss (gain) on sales and valuation of investment securities	646	(664)
Loss (gain) on extinguishment of tie-in shares	—	(212)
Loss on disaster	314	—
Loss on liquidation of business	4,143	8,360
Increase (decrease) in provision for loss on business liquidation	—	(1,665)
Decrease (increase) in notes and accounts receivable-trade	(5,392)	(106)
Decrease (increase) in inventories	(5,579)	2,336
Increase (decrease) in notes and accounts payable-trade	3,281	(571)
Increase (decrease) in accrued expenses	4,743	(879)
Other, net	6,288	(5,290)
Subtotal	30,586	21,369
Interest and dividends income received	1,353	2,312
Interest expenses paid	(3,683)	(3,732)
Payments for loss on disaster	(1,230)	(61)
Income taxes paid	(3,206)	(4,752)
Net cash provided by (used in) operating activities	23,820	15,136
Net cash provided by (used in) investing activities		
Decrease (increase) in time deposits	100	—
Decrease (increase) in short-term investment securities	1,623	175
Purchase of property, plant and equipment	(12,241)	(19,246)
Proceeds from sales of property, plant and equipment	154	2,928
Purchase of intangible assets	(3,236)	(1,226)
Purchase of investment securities	(789)	(1,721)
Proceeds from sales of investment securiteis	142	2,238
Proceeds from redemption of investment securities	—	500
Purchase of investments in subsidiaries	—	(4,487)
Purchase of investments in subsidiaries resulting in change in scope of consolidation	(269)	(1,528)
Proceeds from purchase of investments in subsidiaries resulting in change in scope of consolidation	—	324
Proceeds from sales of investments in subsidiaries resulting in change in scope of consolidation	—	971
Payments for sales of investments in subsidiaries resulting in change in scope of consolidation	—	(245)
Decrease (increase) in short-term loans receivable	(616)	(1,892)
Other, net	(1,583)	1,898
Net cash provided by (used in) investing activities	(16,715)	(21,310)

Consolidated Statements of Cash-Flow

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term loans payable	(7,996)	2,532
Proceeds from long-term loans payable	22,830	43,180
Repayment of long-term loans payable	(19,736)	(34,764)
Repayments of lease obligations	(693)	(722)
Cash dividends paid	(2,764)	(1,382)
Cash dividends paid to minority shareholders	(639)	(348)
Decrease (increase) in treasury stock	(1)	(0)
Net cash provided by (used in) financing activities	(9,001)	8,495
Effect of exchange rate change on cash and cash equivalents	(303)	808
Net increase (decrease) in cash and cash equivalents	(2,201)	3,130
Cash and cash equivalents at beginning of period	17,182	14,981
Increase in cash and cash equivalents resulting from merger	—	57
Cash and cash equivalents at end of period	14,981	18,169

(5) Notes on the Premise of Going Concern

Not applicable.

(6) Significant Assumptions Underlying the Preparation of the Consolidated Financial Statements

1. Matters concerning the scope of consolidation

(a) Consolidated subsidiaries	61 corporations
(Newly added this fiscal year)	2 corporations
(Eliminated this fiscal year)	6 corporations
(b) Nonconsolidated subsidiaries	11 corporations

All non-consolidated subsidiaries have small total assets, sales, net income and retained earnings and thus yield no significant impact on the consolidated financial statements.

2. Matters concerning the application of the equity method

Corporations accounted for by the equity method

Non-consolidated subsidiaries	9 corporations
Affiliate corporations	35 corporations
(Newly added this fiscal year)	5 corporations

Investment in the two non-consolidated subsidiaries and one affiliate corporation that were not accounted for by the equity method had immaterial impact on the Company's net income and retained earnings for the current year. The equity method was not applied for this reason.

(7) Changes in Accounting Policy, Accounting Estimates and Restatement

(Changes in accounting policy that are difficult to distinguish from changes in accounting estimates)
In accordance with the revision of the Corporation Tax Law, as of the current consolidated fiscal year, the Company and its consolidated subsidiaries in Japan have applied the depreciation method as specified under the revised Corporation Tax Law to property, plant and equipment that was acquired on or after April 1, 2012. This has resulted in the figures for operating income and ordinary income being higher by 333 million yen and the net loss before taxes being lower by the same amount than they would have been under the conventional method for the current consolidated fiscal year under review.

The company do not disclose futher information except stated above because there is no significant change from the latest financial report submitted on June 27, 2012.

[5]Non-consolidated Financial Statements

Non-consolidated Balance Sheet

Million yen

	As of March 31, 2012	As of March 31, 2013
Assets		
Current assets		
Cash and deposits	215	3,466
Notes receivable-trade	89	103
Accounts receivable-trade	45,007	42,977
Merchandise and finished goods	26,934	21,311
Work in process	2,013	3,172
Raw materials and supplies	7,556	8,170
Advances	—	569
Prepaid expenses	700	575
Deferred tax assets	924	991
Short-term loans receivable from subsidiaries and affiliates	31,532	34,086
Accounts receivable-other	3,713	5,602
Other	1,025	976
Allowance for doubtful accounts	(24)	(16)
Total current assets	119,688	121,988
Noncurrent assets		
Property, plant and equipment		
Buildings	39,012	35,452
Accumulated depreciation	(18,786)	(18,932)
Buildings, net	20,226	16,520
Structures	4,847	5,341
Accumulated depreciation	(2,982)	(3,211)
Structures, net	1,864	2,129
Machinery and equipment	41,835	39,490
Accumulated depreciation	(32,612)	(32,177)
Machinery, equipment, net	9,223	7,312
Vessels	348	115
Accumulated depreciation	(287)	(69)
Vessels, net	61	46
Vehicles	144	149
Accumulated depreciation	(131)	(139)
Vehicles, net	12	9
Tools, furniture and fixtures	3,353	3,507
Accumulated depreciation	(2,718)	(3,030)
Tools, furniture and fixtures, net	635	476

Non-consolidated Balance Sheet

Million yen

	As of March 31, 2012	As of March 31, 2013
Land	11,668	11,367
Lease assets	1,526	1,334
Accumulated depreciation	(764)	(837)
Lease assets, net	762	497
Construction in progress	375	801
Total property, plant and equipment	44,830	39,160
Intangible assets		
Leasehold right	37	37
Software	3,946	3,120
Telephone subcription right and others	1,021	1,005
Total intangible assets	5,005	4,164
Investments and other assets		
Investment securities	28,170	31,745
Stocks of subsidiaries and affiliates	66,504	68,935
Investments in capital	13	15
Investments in capital of subsidiaries and affiliates	2,088	2,088
Long-term loans receivable	835	930
Long-term loans receivable from employees	12	—
Long-term loans receivable from subsidiaries and affiliates	10,633	9,417
Claims provable in bankruptcy, claims provable in rehabilitation and other	18,841	25,119
Long-term prepaid expenses	218	137
Deferred tax assets	6,961	5,658
Guarantee deposits	1,082	1,044
Other	3	2
Allowance for doubtful accounts	(12,561)	(13,232)
Total investments and other assets	122,804	131,863
Total noncurrent assets	172,640	175,188
Total assets	292,329	297,176
Liabilities		
Current liabilities		
Accounts payable-trade	18,922	18,188
Short-term loans payable	66,754	57,900
Current portion of long-term loans payable	14,298	15,833
Lease obligations	354	263
Accounts payable-other	1,372	680
Income taxes payable	442	248
Accrued business office taxes	63	72
Accrued consumption taxes	578	621
Accrued expenses	16,223	14,748
Advances received	9	15
Deposits received	387	244
Deposits received from subsidiaries and affiliates	13,670	14,764
Provision for bonuses	952	895
Provision for loss on disaster	61	—
Total current liabilities	134,092	124,476

Non-consolidated Balance Sheet

Million yen

	As of March 31, 2012	As of March 31, 2013
Noncurrent liabilities		
Long-term loans payable	109,482	120,878
Lease obligations	478	259
Provision for retirement benefits	6,527	7,819
Long-term deposits received	518	726
Other	968	322
Total noncurrent liabilities	117,975	130,007
Total liabilities	252,067	254,483
Net assets		
Shareholders' equity		
Capital stock	23,729	23,729
Capital surplus		
Legal capital surplus	6,000	6,000
Other capital surplus	7,758	7,758
Total capital surplus	13,758	13,758
Retained earnings		
Other retained earnings		
Reserve for advanced depreciation of noncurrent assets	389	389
Retained earnings brought forward	2,022	975
Total retained earnings	2,412	1,365
Treasury stock	(237)	(238)
Total shareholders' equity	39,662	38,614
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	467	4,052
Deferred gains or losses on hedges	132	25
Total valuation and translation adjustments	599	4,077
Total net assets	40,261	42,692
Total liabilities and net assets	292,329	297,176

Non-consolidated Income Statements

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Net sales		
Net sales	330,064	329,845
Cost of sales		
Beginning merchandise and finished goods	27,646	26,934
Cost of products manufactured	54,292	49,178
Cost of purchased goods	206,873	208,850
Total	288,812	284,964
Ending merchandise and finished goods	26,934	21,311
Total cost of sales	261,877	263,652
Gross profit	68,186	66,192
Selling, general and administrative expenses		
Sales commission	27,126	27,324
Warehousing expenses	3,895	3,964
Shipment expenses	9,604	9,735
Advertising expenses	2,328	2,124
Difference of provision of allowance for doubtful accounts	(87)	(10)
Directors' compensations	474	384
Salaries and allowances	5,645	5,542
Bonuses	1,437	1,302
Provision for bonuses	760	714
Retirement benefit expenses	1,301	2,499
Welfare expenses	1,330	1,416
Depreciation	2,747	2,680
Rent and repair expense	975	1,176
Transportation and communication expenses	1,301	1,166
Taxes and dues	319	353
Entertainment expenses	597	500
Supplies expenses	240	103
Heating and lighting expenses	177	178
Contribution	32	28
Research and development expenses	4,189	3,069
Other	3,246	2,718
Total selling, general and administrative expenses	67,645	66,973
Operating income (loss)	541	(780)
Non-operating income		
Interest income	704	699
Dividends income	3,912	4,430
Foreign exchange gains	—	1,162
Miscellaneous income	119	553
Total non-operating income	4,736	6,845

Non-consolidated Income Statements

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Non-operating expenses		
Interest expenses	2,719	2,573
Foreign exchange losses	1	—
Provision of allowance for subsidiaries and affiliates	730	2,234
Miscellaneous expenses	753	645
Total non-operating expenses	4,204	5,453
Ordinary income	1,073	611
Extraordinary income		
Gain on sales of noncurrent assets	0	361
Gain on sales of investment securities	—	961
Gain on sales of subsidiaries and affiliates' stocks	5	—
Gain on reversal of provision for loss on disaster	400	—
Total extraordinary income	405	1,322
Extraordinary loss		
Loss on disposal of noncurrent assets	208	118
Impairment loss	—	138
Loss on sales of investment securities	—	7
Loss on valuation of investment securities	355	35
Loss on valuation of stocks of subsidiaries and affiliates	192	1,423
Loss on valuation of investments in capital of subsidiaries and affiliates	303	—
Provision of allowance for doubtful accounts for subsidiaries and affiliates	1,696	—
Loss on disaster	227	—
Loss on liquidation of business	9,834	—
Total extraordinary losses	12,817	1,722
Income (loss) before income taxes	(11,337)	211
Income taxes-current	316	142
Income taxes-deferred	(5,957)	(265)
Total income taxes	(5,640)	(123)
Net income (loss)	(5,696)	334

Non-consolidated Statements of Changes in Net assets

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Shareholders' equity		
Capital stock		
Balance at the beginning of current period	23,729	23,729
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	23,729	23,729
Capital surplus		
Legal capital surplus		
Balance at the beginning of current period	6,000	6,000
Changes of items during the period		
Total changes of items during the period	—	—
Balance at the end of current period	6,000	6,000
Other capital surplus		
Balance at the beginning of current period	7,758	7,758
Changes of items during the period		
Disposal of treasury stock	(0)	(0)
Total changes of items during the period	(0)	(0)
Balance at the end of current period	7,758	7,758
Total capital surplus		
Balance at the beginning of current period	13,758	13,758
Changes of items during the period		
Disposal of treasury stock	(0)	(0)
Total changes of items during the period	(0)	(0)
Balance at the end of current period	13,758	13,758
Retained earnings		
Other retained earnings		
Reserve for advanced depreciation of noncurrent assets		
Balance at the beginning of current period	8,916	389
Changes of items during the period		
Reversal of reserve for advanced depreciation of noncurrent assets	(8,527)	—
Total changes of items during the period	(8,527)	—
Balance at the end of current period	389	389
Retained earnings brought forward		
Balance at the beginning of current period	1,956	2,022
Changes of items during the period		
Reversal of reserve for advanced depreciation of noncurrent assets	8,527	—
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	(5,696)	334
Total changes of items during the period	66	(1,047)
Balance at the end of current period	2,022	975

Non-consolidated Statements of Changes in Net assets

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Total retained earnings		
Balance at the beginning of current period	10,873	2,412
Changes of items during the period		
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	(5,696)	334
Total changes of items during the period	(8,460)	(1,047)
Balance at the end of current period	2,412	1,365
Treasury stock		
Balance at the beginning of current period	(236)	(237)
Changes of items during the period		
Purchase of treasury stock	(1)	(0)
Disposal of treasury stock	0	0
Total changes of items during the period	(1)	(0)
Balance at the end of current period	(237)	(238)
Total shareholders' equity		
Balance at the beginning of current period	48,124	39,662
Changes of items during the period		
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	(5,696)	334
Purchase of treasury stock	(1)	(0)
Disposal of treasury stock	0	0
Total changes of items during the period	(8,462)	(1,047)
Balance at the end of current period	39,662	38,614

Non-consolidated Statements of Changes in Net assets

Million yen

	Ended on March 31, 2012	Ended on March 31, 2013
Valuation and translation adjustments		
Valuation difference on available-for-sale securities		
Balance at the beginning of current period	(450)	467
Changes of items during the period		
Net changes of items other than shareholders' equity	918	3,585
Total changes of items during the period	918	3,585
Balance at the end of current period	467	4,052
Deferred gains or losses on hedges		
Balance at the beginning of current period	64	132
Changes of items during the period		
Net changes of items other than shareholders' equity	67	(106)
Total changes of items during the period	67	(106)
Balance at the end of current period	132	25
Total valuation and translation adjustments		
Balance at the beginning of current period	(385)	599
Changes of items during the period		
Net changes of items other than shareholders' equity	985	3,478
Total changes of items during the period	985	3,478
Balance at the end of current period	599	4,077
Total net assets		
Balance at the beginning of current period	47,738	40,261
Changes of items during the period		
Dividends from surplus	(2,764)	(1,382)
Net income (loss)	(5,696)	334
Purchase of treasury stock	(1)	(0)
Disposal of treasury stock	0	0
Net changes of items other than shareholders' equity	985	3,478
Total changes of items during the period	(7,477)	2,430
Balance at the end of current period	40,261	42,692

(8) Notice concerning the consolidated financial statements

[Segment Information]

1. Overview of reportable segments

The reportable segments of the Company comprise constituent units of the Company for which separate financial information may be obtained.
The board of directors examines these segments on a regular basis for the purpose of determining the allocation of management resources and evaluating operating performance.
The Company's business operations involve linking marine resources to the everyday lives of its customers, which is done by formulating comprehensive strategies by product/service both in Japan and overseas.
Therefore, the Company's segments classified by product/service consist of "Marine Products business," "Foods business," "Fine Chemicals business," and "General Distribution business."
"Marine Products" include the fishing, aquaculture, purchasing, processing and selling of marine products (fresh/frozen fish, fish meal & fish oil).
"Foods" include the manufacturing and selling of frozen food, shelf-stable foods, and other processed foods.
"Fine Chemicals" include the manufacturing and selling of medical ingredients, health foods, diagnostic medicines, and general pharmaceuticals.
"General Distribution" includes the cold storage and transportation of frozen and refrigerated goods that back up the above businesses.
The Company is engaged in the above businesses mainly in the five regions of Japan, North America, South America, Asia and Europe.

2. Method of Measuring the Amount of Profit, Assets, Liabilities, Etc.

The accounting methods used by the reported business segments are generally the same as those described under the "Significant Matters Fundamental to the Preparation of the Consolidated Financial Statements." Profits of the business segments are operating income-based figures. Intersegment revenues and transfers are valued at prices used in third party transactions.

(Changes in the calculation method of income and loss , assets and others of reportable segments)
Starting from current fiscal year ended March 31, 2013, the Company, in order to measure the business performance of each segment mor
accurately, has changed the scope to which selling, general and administrative expenses will be allocated and the method of such allocation.
Also, the Company has changed the allocation of assets in order to clarify the actual condition by segment from the current fiscal yea

As a result, segment information for previous fiscal year has been calculated using the revised calculated methods

3. Information of net sales, profit (loss), assets and other items by segment

Previous Fiscal Year ended March 31, 2012 (Unit : Million yen)

	Marine Products	Foods	Fine Chemicals	General distribution	Total	Other (*Note1)	Total	Adjustment (*Note2)	Consolidated (*Note3)
Sales									
(1) Sales to third parties	223,807	259,079	25,993	12,448	521,328	16,701	538,030	-	538,030
(2) Inter-segment sales and transfers	9,861	1,225	286	6,998	18,372	2,586	20,959	(20,959)	-
Total	233,668	260,305	26,279	19,447	539,701	19,288	558,990	(20,959)	538,030
Segment income	2,056	3,480	6,381	1,710	13,628	715	14,344	(4,791)	9,553
Asset by segment	162,200	125,685	44,088	19,986	351,961	21,701	373,663	27,222	400,885
Other assets									
Depreciation and amortization	4,912	7,370	2,137	1,375	15,796	193	15,990	795	16,786
Amortization of goodwill	598	531	-	-	1,130	-	1,130	-	1,130
Equity in earnings (losses) of affiliates	978	197	-	123	1,298	(4)	1,294	-	1,294
Impairment loss	-	1,731	-	-	1,731	-	1,731	-	1,731
Investment to equity method affiliates	19,307	3,817	-	749	23,874	29	23,904	-	23,904
Unamortized balance of goodwill	2,913	694	-	-	3,607	-	3,607	-	3,607
Increase in property, plant and equipment, and intangible assets	7,774	7,045	980	743	16,543	93	16,637	274	16,911

(Note)
1. The "Other" segment includes the building/repair of ships, engineering and other businesses that are not included in the reportable segments.
2. (1)The (4,791) million yen segment income adjustment comprise (110) million yen in inter-segment elimination and (4,681) million yen in corporate expenses not allocated to the segments. Corporate expenses comprise mainly selling, general and administrative expenses not allocated to the segments.
(2)The segment assets adjustment amounted to 27,222 million yen in corporate expenses not allocated to the segments which is mainly composed of long-term investments (investment securities) assets and assets relating to R&D department.
(3) The depreciation adjustment amounted to 795 million yen is the depreciation of corporate assets.
(4) Increased amount of property, plant and equipment and intangible assets adjustment amount to 274 million yen is the capital expenditure of corporate assets.
3. Total segment income corresponds to the operating income reported in the consolidated income statements.
4. Total segment liabilities is not described because it is not an examination object to decide to evaluated allocation of management resources and business performance.

Current Fiscal Year ended March 31, 2013 (Unit : Million yen)

	Marine Products	Foods	Fine Chemicals	General distribution	Total	Other (*Note1)	Total	Adjustment (*Note2)	Consolidated (*Note3)
Sales									
(1) Sales to third parties	232,939	268,049	27,510	13,389	541,888	24,970	566,858	-	566,858
(2) Inter-segment sales and transfers	12,210	1,101	237	7,184	20,734	3,166	23,901	(23,901)	-
Total	245,150	269,150	27,747	20,573	562,622	28,137	590,759	(23,901)	566,858
Segment income (loss)	(2,515)	1,909	7,341	1,836	8,571	1,135	9,706	(3,897)	5,809
Asset by segment	161,388	143,823	47,399	19,179	371,790	25,368	397,159	24,485	421,645
Other									
Depreciation and amortization	5,377	7,646	1,758	1,266	16,048	202	16,251	597	16,849
Amortization of goodwill	1,212	230	-	-	1,443	-	1,443	-	1,443
Equity in earnings (losses) of affiliates	339	(580)	-	151	(89)	(3)	(92)	-	(92)
Impairment loss	201	59	-	-	260	-	260	138	398
Investment to equity method affiliates	23,048	4,008	-	895	27,953	26	27,979	-	27,979
Unamortized balance of goodwill	4,427	602	-	-	5,030	-	5,030	-	5,030
Increase in property, plant and equipment, and intangible assets	7,896	10,745	775	580	19,997	124	20,122	143	20,265

(Note)
1. The “Other” segment includes the building/repair of ships, engineering and other businesses that are not included in the reportable segments.
2. (1)The (3,897) million yen segment income adjustment comprise 79 million yen in inter-segment elimination and (3,976) million yen in corporate expenses not allocated to the segments. Corporate expenses comprise mainly selling, general and administrative expenses not allocated to the segments.
(2)The segment assets adjustment amounted to 24,485 million yen in corporate expenses not allocated to the segments which is mainly composed of long-term investments (investment securities) assets and assets relating to R&D department.
(3) The depreciation adjustment amounted to 597 million yen is the depreciation of corporate assets.
(4) Imperiment loss adjustment amount to138 million yen is for the implenent loss for idle assets.
(5) Increased amount of property, plant and equipment and intangible assets amount to 143 million yen which is capital expenditure.
3. Total segment income corresponds to the operating income reported in the consolidated income statements.
4. Total segment liabilities is not described because it is not an examination object to decide to evaluated allocation of management resources and business performance.

[Related Information]

Previuos Fiscal Year ended March 31, 2012

1. Information of area

(1) Net Sales (Unit: Million yen)

Japan	North America	Others	Total
401,349	52,264	84,416	538,030

(Note) Net Sales is based on customer's address and classifies by countries and geographical area.

(2) Property, plant and equipment (Unit: Million yen)

Japan	South America	Others	Total
83,935	10,383	15,031	109,350

2. Information on main customers

There is no description because the Company have no customers who cover 10% of consolidated net sales in sales to the third party.

Current Fiscal Year ended March 31, **2013**

1. Information of area

(1) Net Sales (Unit: Million yen)

Japan	North America	Others	Total
419,230	59,019	88,609	566,858

(Note) Net Sales is based on customer's address and classifies by countries and geographical area.

(2) Property, plant and equipment (Unit: Million yen)

Japan	North America	Others	Total
84,280	10,714	17,612	112,607

2. Information on main customers

(Unit: Million yen)

Customer's name	Net Sales	Segment
Mitsubishi Shokuhin Co., Ltd.	73,845	Foods

5. Other

(1) Changes of Officers (to be effective on June 26, 2013)

(1) Changes of the representative

Not applicable

(2) Changes of other Board Members and Auditors

i) Candidates for newly appointed Board Members

Board Member (Outside Board Member) : Keichiro Kinoshita (Current Outside Auditor)

Board Member (Outside Board Member) : Tsugio Haruki

ii) Board Members scheduled to retire

Board Member (Outside Board Member) : Yoshio Ohsawa

Board Member (Outside Board Member) : Takaaki Wakasugi

iii) Candidates for newly appointed Auditors

Auditor (Outside Auditor) : Keisuke Yokoo

Auditor (Outside Auditor) : Osamu Higuchi

iv) Auditors scheduled to retire

Auditor (Outside Auditor) : Yoshinori Hosoya

Auditor (Outside Auditor) : Keishiro Kinoshita (scheduled to be Outside Board Member)

v) Candidates for newly appointed Auditor

Substitute Auditor : Kenji Kawahigashi

vi) Subsitute auditors scheduled to retire

Substitute Auditor : Osamu Higuchi (Scheduled to be Outside Auditor)

(2) Change of other Executive Officer

Executive Officer scheduled to retire (to be effective on May 31, 2013)

Executive Officer : Motoyuki Kanaji

(Scheduled to take the post of Board Member of Nippon Marine Enterprises, Ltd.)