KOBAYASHI PHARMACEUTICAL CO., LTD.

[**Disclaimer**: Please note that the following purports to be an accurate translation from the original Notice of Convocation of the 97th Ordinary General Meeting of Shareholders of KOBAYASHI PHARMACEUTICAL CO., LTD. and is prepared solely for the convenience of shareholders outside Japan with voting rights. In case of any discrepancy between the translation and the Japanese original, the latter will prevail. Certain omissions and modifications have been made from the original Japanese notice.]

(TSE Code 4967)
June 5, 2015

To our Shareholders:

NOTICE OF CONVOCATION OF THE 97TH ORDINARY GENERAL MEETING OF SHAREHOLDERS

Dear Shareholders:

You are cordially invited to attend the 97th Ordinary General Meeting of Shareholders of KOBAYASHI PHARMACEUTICAL CO., LTD. (the "Company"), which will be held as described below.

If you attend the meeting, please submit the enclosed Voting Right Exercise Form[1] *to the receptionist of the meeting. If you are unable to attend the meeting, please note that you may exercise your voting rights in writing or by electronic means (such as through the Internet)* [2]*. In such a case, please review the attached "Reference Materials Concerning the General Meeting of Shareholders" and exercise your voting rights in writing or by electronic means no later than noon, June 25, 2015 (Thursday).*

Very truly yours,

KOBAYASHI PHARMACEUTICAL CO., LTD.

By: /s/ KOBAYASHI AKIHIRO
Akihiro Kobayashi
President and Chief Operating Officer
4-10, Doshomachi 4-chome, Chuo-ku, Osaka

1 Please note that the *Voting Right Exercise Form* is not enclosed in this translation material.

2 For institutional investors: "Electronic Voting Platform" may be available for your exercise of voting rights.

KOBAYASHI PHARMACEUTICAL CO., LTD.

PARTICULARS

1. Date and Time of the Meeting:

Friday, June 26, 2015 at 10:00 a.m. (doors open at 9:00 a.m.)

2. Place of the Meeting:

"Les Lumieres" at Shin-Osaka Washington Hotel Plaza 2F
5-15, Nishi-Nakajima 5-chome, Yodogawa-ku, Osaka

3. Matters to be dealt with at the Meeting:

Matters for Report:

1. Report on the Business Report, the Consolidated Accounting Documents, and the Non-Consolidated Accounting Documents for the 97th Business Year (April 1, 2014 to March 31, 2015)

2. Report on the Audits of Consolidated Accounting Documents by the Independent Accounting Auditor and the Board of Audit & Supervisory Board Members for the 97th Business Year (April 1, 2014 to March 31, 2015)

Matters for Resolution:

Proposal No. 1:	Partial Amendments to the Articles of Incorporation
Proposal No. 2:	Election of Eight (8) Directors
Proposal No. 3:	Election of Four (4) Audit & Supervisory Board Members
Proposal No. 4:	Election of One (1) Substitute Audit & Supervisory Board Member
Proposal No. 5:	Revision to the Amount of Remunerations for Directors

KOBAYASHI PHARMACEUTICAL CO., LTD.

REFERENCE MATERIALS CONCERNING THE GENERAL MEETING OF SHAREHOLDERS

Proposal No. 1: Partial Amendments to the Articles of Incorporation

1. Reasons for Amendments

(1) For the diversification and development of its business in the future, the Company will add food and beverage business in Article 2 (Purpose) of its present Articles of Incorporation.

(2) For the diversification and development of its business in the future and for strengthening its audit function, the Company will amend Article 20 of its present Articles of Incorporation to change the upper limit of the number of directors from ten (10) persons to twelve (12) persons.

(3) Since the "Law to Partially Amend the Company Law" (Law No. 90 of 2014) became effective, the Company is permitted to conclude an agreement with Directors (excluding those with executive authority, etc.) and Audit & Supervisory Board Members, even if they are not Outside Audit and Supervisory Board Members, to limit their liabilities to the Company. To facilitate the invitation of appropriate persons and fully perform the expected tasks, the Company will make necessary changes to Article 24 (Exemption from Liability of Directors) and Article 36 (Exemption from Liability of Audit & Supervisory Board Members).
All of the Audit & Supervisory Board Members have agreed to the proposed amendment concerning Article 24 in advance.

2. Details of Amendments

The details of the amendments are as described below.

(Amendments are underlined.)

Present Articles of Incorporation	Proposed Amendments
Article 1. (Text omitted)	Article 1. (Unchanged)
(Purpose) Article 2. The purpose of the Company shall be to engage in the following businesses: 1. - 6. (Text omitted) (New) 7. - 21. (Text omitted)	**(Purpose)** **Article 2.** The purpose of the Company shall be to engage in the following businesses: 1. - 6. (Unchanged) **7. Food and beverage business** **8. - 22.** (Unchanged)
Article 3. - 19. (Text omitted)	Article 3. - 19. (Unchanged)
(Number of Directors) Article 20. The number of directors of the Company shall	**(Number of Directors)** **Article 20.** The number of directors of the Company shall

be within ten (10) persons.	be within **twelve (12)** persons.
Article 21. - 23. (Text omitted)	Article 21. - 23. (Unchanged)
(Exemption from Liability of Directors) Article 24. (Text omitted)	**(Exemption from Liability of Directors)** **Article 24.** (Unchanged)
2. The Company may conclude an agreement with an Outside Director to limit his or her liability described in Article 423, Paragraph 1 of the Company Law up to the total amount set forth in each item of Paragraph 1 of Article 425 of the Company Law.	2. The Company may conclude an agreement with **a Director (excluding those with executive authority, etc.)** to limit his or her liability described in Article 423, Paragraph 1 of the Company Law up to the total amount set forth in each item of Paragraph 1 of Article 425 of the Company Law.
Article 25. - 35. (Text omitted)	Article 25. - 35. (Unchanged)
(Exemption from Liability of Audit & Supervisory Board Member) Article 36. (Text omitted)	**(Exemption from Liability of Audit & Supervisory Board Members)** **Article 36.** (Unchanged)
2. The Company may conclude an agreement with an Outside Audit & Supervisory Board Member to limit his or her liability described in Article 423, Paragraph 1 of the Company Law up to the total amount set forth in each item of Paragraph 1 of Article 425 of the Company Law.	2. The Company may conclude an agreement with **an Audit & Supervisory Board Member** to limit his or her liability described in Article 423, Paragraph 1 of the Company Law up to the total amount set forth in each item of Paragraph 1 of Article 425 of the Company Law.
Article 37. - 44. (Text omitted)	Article 37. - 44. (Unchanged)

Proposal No. 2: Election of Eight (8) Directors

The term of office of all eight (8) Directors will expire at the close of this General Meeting of Shareholders. It is proposed that all of the eight (8) Directors be re-elected. With the present directors, the Company aims to enhance its corporate value.

The candidates for Directors are as follows:

1. Kazumasa Kobayashi (September 19, 1939)

Number of Shares of the Company Owned
105,813 Shares

< Brief Career Summary, Position and Duty at the Company >

Mar. 1962	Joined the Company
Nov. 1966	Director
Nov. 1970	Executive Director
Dec. 1976	President and Representative Director
Jun. 2004	Chairman and Representative Director (to the present)



Re-Election

<Assumption of Important Positions>
Chairman of Board of Directors and Representative Director of Kiribai Chemical Co., Ltd.
President of Kobayashi International Scholarship Foundation

2. Yutaka Kobayashi (May 28, 1945)

Number of Shares of the Company Owned
91,629 Shares

< Brief Career Summary, Position and Duty at the Company >

Mar. 1968	Joined the Company
Dec. 1976	Director General Manager of International Division
Dec. 1982	Executive Director
Dec. 1985	Senior Executive Director Senior General Manager of Wholesale Division
Dec. 1992	Executive Vice President and Director
Jun. 1999	Executive Vice President and Representative Director
Jun. 2004	President and Representative Director
Jun. 2013	Vice Chairman and Representative Director (to the present)



Re-Election

<Assumption of Important Positions>
Vice Chairman of Board of Directors and Representative Director of Medicon, Inc.

<Note>
Mr. Yutaka Kobayashi, a candidate for Director, is also the Vice Chairman of Board of Directors and Representative Director of Medicon, Inc. The Company has business relations with Medicon, Inc. in areas such as sales of medical equipment.

3. Akihiro Kobayashi (May 13, 1971)

Number of Shares of the Company Owned
4,632,352 Shares

< Brief Career Summary, Position and Duty at the Company >

Mar. 1998	Joined the Company
Jun. 2001	Executive Officer President of Manufacturing Company
Jun. 2004	Director President of International Sales Company and Marketing Officer
Jun. 2007	Executive Director
Mar. 2009	Senior Executive Director Senior General Manager of Product Business Headquarters
Jun. 2013	President and Representative Director (to the present)



Re-Election

4. Takashi Tsujino (February 21, 1949)

Number of Shares of the Company Owned
18,890 Shares

< Brief Career Summary, Position and Duty at the Company >

Apr. 1972	Joined the Company
Jun. 1999	Director
Jun. 2000	Executive Officer President of Research and Development Company
Jun. 2004	Senior Executive Officer
Jun. 2006	Executive Director
Mar. 2009	Senior General Manager of Healthcare Division
Jun. 2011	Senior Executive Director
Jun. 2013	Executive Vice President and Director (to the present)
Oct. 2013	Senior General Manager of Development and Marketing Department (to the present)
Mar. 2015	Senior General Manager of Central Research Institute (to the present)



Re-Election

5. Satoshi Yamane (April 16, 1960)

Number of Shares of the Company Owned
3,673 Shares

< Brief Career Summary, Position and Duty at the Company >

Mar. 1983	Joined the Company
Mar. 2004	Executive Officer General Manager of Board of Directors Office and Business Development Office
Jun. 2006	Director Senior General Manager of Corporate Administration Headquarters (to the present)
Jun. 2011	Executive Director (to the present)



Re-Election

6. Susumu Horiuchi (March 4, 1957)

Number of Shares of the Company Owned
1,367 Shares

< Brief Career Summary, Position and Duty at the Company >

Mar. 1979	Joined the Company
Mar. 2006	Executive Officer General Manager of the Business Administration of Sales Company
Mar. 2009	Senior Executive Officer Senior General Manager of Sales Division (to the present)
Jun. 2014	Director (to the present)



Re-Election

7. Haruo Tsuji (December 6, 1932)

Number of Shares of the Company Owned
0 Shares

< Brief Career Summary, Position and Duty at the Company>

Mar. 1955	Joined Hayakawa Electric Industry Co., Ltd. (currently, Sharp Corporation)
Jun. 1986	President and Director of Sharp Corporation
Jun. 1998	Corporate Advisor of Sharp Corporation
Jun. 2008	Outside Director of the Company (to the present)

<Term of Office>
Seven (7) years (at the close of this shareholders' meeting)



Re-Election

Candidate for Outside Director

The Reason for a Candidate for Outside Director

The reason for Mr. Haruo Tusji being a candidate for Outside Director is that the Company expects that he can perform the supervisory functions over corporate management based on his extensive experience and considerable insight into corporate management and, in his position independent of the Company, convey stakeholders' views and opinions at Board Meetings of the Company.

Notes:
1. Mr. Haruo Tsuji is a candidate for Outside Director. He has been designated as an Independent Director and reported as such to the Tokyo Stock Exchange. If his re-election is approved, he will continue to serve as such Independent Director.

2. After Mr. Haruo Tsuji was elected as Outside Director, the Company concluded an agreement with him pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of his liability to the Company to the extent allowed by laws and regulations. If his re-election is approved, the Company will extend such agreement. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Outside Director causes damage to the Company because of his failure to perform his duties as Outside Director, his liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by his intentional act or gross negligence.

8. Kunio Ito (December 13, 1951)

Number of Shares of the Company Owned
0 Shares

< Brief Career Summary, Position and Duty at the Company >

Apr. 1992	Professor of the Faculty of Commerce and Management of Hitotsubashi University
Aug. 2002	Dean of the Graduate School of Commerce and Management and Dean of the Faculty of Commerce And Management of Hitotsubashi University
Dec. 2004	Vice President and Director of Hitotsubashi University
Dec. 2006	Professor of the Graduate School of Commerce and Management of Hitotsubashi University
Jun. 2007	Member of Independent Committee of the Company
Jun. 2013	Outside Director of the Company (to the present)
Jan. 2015	Head of CFO Training Course of Hitotsubashi University (to the present)
Apr. 2015	Research Professor of the Graduate School of Commerce and Management of Hitotsubashi University (to the present)



Re-Election

Candidate for Outside Director

<Assumption of Important Positions>

Research Professor of the Graduate School of Commerce and Management of Hitotsubashi University / Head of CFO Training Course of Hitotsubashi University / Outside Director of Akebono Brake Industry Co., Ltd. / Outside Director of Mitsubishi Corporation / Outside Director of Tokyo Marin Holdings, Inc. / Outside Director of Sumitomo Chemical Company, Limited / Outside Director of Seven & i Holdings Co., Ltd. / Outside Director of Toray Industries, Inc.

<Term of Office>

Two (2) years (at the close of this shareholders' meeting)

The Reason for a Candidate for Outside Director

The reason for Mr. Kunio Ito being a candidate for Outside Director is that the Company expects that his extensive experience as a university professor (accounting and business management) and as an outside director of companies can be reflected in supervisory functions focusing on the continuous growth and the enhancement of corporate value. Also, although he does not have any experience of being involved in corporate management other than through serving as an outside director/officer, the Company expects that he can properly perform duties as Outside Director based on the grounds stated above.

Notes: 1. Mr. Kunio Ito is a candidate for Outside Director. He satisfies the requirements to serve as an Independent Director as set forth by the Tokyo Stock Exchange. If his re-election is approved, the Company will report his position as Independent Director to the Tokyo Stock Exchange.

2. After Mr. Kunio Ito was elected as Outside Director, the Company concluded an agreement with him pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of his liability to the Company to the extent allowed by laws and regulations. If his re-election is approved, the Company will extend such agreement. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Outside Director causes damage to the Company because of his failure to perform his duties as Outside Director, his liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by his intentional act or gross negligence.

Proposal No. 3: Election of Four (4) Audit & Supervisory Board Members

The term of office of all four (4) Audit & Supervisory Board Members will expire at the close of this General Meeting of Shareholders. It is proposed that four (4) Audit & Supervisory Board Members be elected. By adopting new perspectives, the Company aims to continue strengthening its supervising functions.

The Board of Audit & Supervisory Board Members has agreed to this proposal in advance.

The candidates for Audit & Supervisory Board Members are as follows:

1. Hiroshi Goto (February 24, 1957)

Number of Shares of the Company Owned
5,502 Shares

< Brief Career Summary and Position at the Company >

Mar. 1979	Joined the Company
Mar. 2003	General Manager of Advertising and Sales Promotion Department
Mar. 2007	General Manager of Corporate Communication Department
Mar. 2009	General Manager of General Affairs Department
Jun. 2011	Audit & Supervisory Board Member (to the present)



Re-Election

Notes: If the re-election of Mr. Hiroshi Goto is approved, the Company will conclude an agreement with him pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of his liability to the Company to the extent allowed by laws and regulations, subject to the approval of Proposal No. 1. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Audit & Supervisory Board Member causes damage to the Company because of his failure to perform his duties as Audit & Supervisory Board Member, his liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by his intentional act or gross negligence.

2. Kazuyuki Katsuki (March 31, 1955)

Number of Shares of the Company Owned
3,600 Shares

< Brief Career Summary and Position at the Company >

Mar. 1978	Joined the Company
Mar. 2008	General Manager of Quality Assurance Department
Jun. 2010	Executive Officer
Mar. 2014	Senior General Manager of QA, RA, Pharmacovigilance & Consumer Relations Division



New-Election

Notes: If the election of Mr. Kazuyuki Katsuki is approved, the Company will conclude an agreement with him pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of his liability to the Company to the extent allowed by laws and regulations, subject to the approval of Proposal No. 1. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Audit & Supervisory Board Member causes damage to the Company because of his failure to perform his duties as Audit & Supervisory Board Member, his liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by his intentional act or gross negligence.

Number of Shares of the Company Owned
0 Shares

3. Ryuji Sakai (August 7, 1957)

< Brief Career Summary and Position at the Company >

Apr. 1985	Registered as Attorney-at-Law Joined Nagashima & Ohno (currently Nagashima Ohno & Tsunematsu)
May 1990	Earned LL.M. at University of Pennsylvania
Sep. 1990	Wilson, Sonsini, Goodrich & Rosati
Jan. 1995	Partner, Nagashima & Ohno (currently Nagashima Ohno & Tsunematsu) (to the present)
Jun. 2005	Outside Audit & Supervisory Board Member (to the present)



Re-Election

Candidate for Outside Audit & Supervisory Board Member

<Assumption of Important Positions>
Partner, Nagashima Ohno & Tsunematsu /
Outside corporate auditor of Tokyo Electron Limited

<Term of Office>
Ten (10) years (at the close of this shareholders' meeting)

The Reason for a Candidate for Outside Audit & Supervisory Board Member

The reason for Mr. Ryuji Sakai being a candidate for Outside Audit & Supervisory Board Member is that the Company expects that, since he has significant expertise in assessing the appropriateness of the Company's business activities from a legal perspective, he can conduct audits in an appropriate manner from a high-level legal perspective, on the management decision-making of the Company. Also, although he does not have any experience of being involved in corporate management, the Company expects that he can properly perform duties as Outside Audit & Supervisory Board Member, based on the grounds stated above, as well as based on his active participation in Board of Directors' Meetings and Board of Audit & Supervisory Board Members' meetings of the Company in the past.

Notes: After Mr. Ryuji Sakai was elected as Outside Audit & Supervisory Board Member, the Company concluded an agreement with him pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of his liability to the Company to the extent allowed by laws and regulations. If his re-election is approved, the Company will extend such agreement. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Outside Audit & Supervisory Board Member causes damage to the Company because of his failure to perform his duties as Outside Audit & Supervisory Board Member, his liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by his intentional act or gross negligence.

4. Yoko Hatta (June 8, 1952)

Number of Shares of the Company Owned
0 Shares

< Brief Career Summary>

Aug. 1988	Joined Peat Marwick Main & Co. (currently KPMG LLP New York)
Aug. 1997	Partner, Peat Marwick Main & Co. (currently KPMG LLP New York)
Sep. 2002	Partner, KPMG Peat Marwick LLP (currently KPMG LLP)
Jun. 2008	Auditor of International Christian University (to the present)



New-Election

Candidate for Outside Audit & Supervisory Board Member

<Assumption of Important Positions>
Auditor of International Christian University

The Reason for a Candidate for Outside Audit & Supervisory Board Member

The reason for Ms. Yoko Hatta being a candidate for Outside Audit & Supervisory Board Member is that the Company expects that, since she has significant expertise in international tax matters and experience as an auditor of a university, she can conduct audits from a global and professional perspective. Also, although she does not have any experience of being involved in corporate management, the Company expects that she can properly perform duties as Outside Audit & Supervisory Board Member based on the grounds stated above.

Notes: 1. Ms. Yoko Hatta is a candidate for Outside Audit & Supervisory Board Member. She satisfies the requirements to serve as an Independent Auditor as set forth by the Tokyo Stock Exchange. If her election is approved, the Company will report her position as an Independent Auditor to the Tokyo Stock Exchange.

2. If the election of Ms. Yoko Hatta is approved, the Company will conclude an agreement with her pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of her liability to the Company to the extent allowed by laws and regulations, subject to the approval of Proposal No. 1. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Outside Audit & Supervisory Board Member causes damage to the Company because of her failure to perform her duties as Outside Audit & Supervisory Board Member, her liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by her intentional act or gross negligence.

Proposal No. 4: Election of One (1) Substitute Audit & Supervisory Board Member

As preparation for the situation where the number of Audit & Supervisory Board Members becomes smaller than that required by the laws and regulations, it is proposed that one (1) Substitute Audit & Supervisory Board Member be elected.

The Board of Audit & Supervisory Board Members has agreed to this proposal in advance.

The candidate for Substitute Audit & Supervisory Board Member is as follows:

Yasuhiko Fujitsu (May 25, 1972)

Number of Shares of the Company Owned
0 Shares

Candidate for Substitute Audit & Supervisory Board Member

< Brief Career Summary and Position at the Company >

Oct. 1994	Registered as Assistant Certified Public Accountant
Apr. 1999	Registered as Attorney-at-Law Joined Hamada & Matsumoto (currently, Mori Hamada & Matsumoto)
May.2004	Earned LL.M. at University of California, Davis
Sep. 2004	Debevoise & Plimpton LLP
Jan. 2008	Partner, Mori Hamada & Matsumoto (to the present)
Jun. 2008	Substitute Audit & Supervisory Board Member (to the present)

<Assumption of Important Positions>
Partner, Mori Hamada & Matsumoto

The Reason for a Candidate for Substitute Audit & Supervisory Board Member

The reason for Ms. Yasuhiko Fujitsu being a candidate for Substitute Audit & Supervisory Board Member is that the Company expects that he has significant expertise in accounting, and his legal expertise acquired as a lawyer can be utilized in the audit system of the Company if he is elected as Audit & Supervisory Board Member. Also, although he does not have any experience of being involved in corporate management, he is well versed in corporate legal practice as a lawyer and has adequate knowledge of corporate governance, and thus the Company expects that he can properly perform duties as Outside Audit & Supervisory Board Member.

Notes: If Mr. Yasuhiko Fujitsu is elected as Audit & Supervisory Board Member, the Company will conclude an agreement with him pursuant to Article 427, Paragraph 1 of the Company Law to limit the amount of his liability to the Company to the extent allowed by laws and regulations. A summary of the agreement is as follows:
If, after the conclusion of this agreement, the Outside Audit & Supervisory Board Member causes damage to the Company because of his failure to perform his duties as Outside Audit & Supervisory Board Member, his liability to the Company for such damage shall be limited to the minimum amount of liability provided for under Article 425, Paragraph 1 of the Company Law, provided that such failure is not caused by his intentional act or gross negligence.

Proposal No. 5: Revision to the Amount of Remunerations for Directors

The total amount of remunerations for Directors was approved at the 91th Ordinary General Meeting of Shareholders on June 26, 2009, at within 700 million Yen per annum (including within 50 million Yen for Outside Directors).

If Proposal No. 1 is approved as proposed, the number of Directors in Articles of Incorporation of the Company will change from ten (10) persons to twelve (12) persons. For the diversification and development of the business in the future and for strengthening its audit function, and in consideration of the results of the Company and the ability of each Director, it is proposed that the maximum amount of remunerations for Directors be 900 million Yen per annum (including within a maximum amount of 100 million Yen for Outside Directors).

The number of current Directors is eight (8), including two (2) Outside Directors. If Proposal No. 2 is approved as proposed, the number of Directors will be eight (8), including two (2) Outside Directors.

CONSOLIDATED BALANCE SHEETS

(As of March 31, 2015)

(Unit: millions of yen)

Item	97th	Item	97th
Assets		**Liabilities**	
Current Assets	**115,990**	**Current Liabilities**	**35,890**
Cash and Time Deposits	58,449	Trade Notes and Accounts Payable	10,239
Trade Notes and Accounts Receivable	35,969	Electronically Recorded Monetary Obligations-Operating	3,282
Securities	4,500	Short-Term Loans	40
Inventories	12,485	Accrued Amounts Payable	12,723
Deferred Income Taxes	2,724	Lease Obligations	82
Other	1,909	Accrued Income Taxes	3,191
Allowance for Doubtful Accounts	(46)	Accrued Consumption Taxes	1,476
		Reserve for Sales Returns	1,272
		Accrued Bonuses	1,915
		Asset Retirement Obligations	19
		Other	1,646
Fixed Assets	**70,340**	**Fixed Liabilities**	**10,829**
Tangible Fixed Assets	**16,023**	Lease Obligations	513
Buildings and Structures	7,340	Defined Benefit Liabilities for Employees	5,496
Machinery, Equipment and Vehicles	2,851		
Land	3,380	Accrued Retirement Benefits for Directors and Audit & Supervisory Board Members	27
Leased Assets	582		
Other	1,867	Asset Retirement Obligations	90
Intangible Fixed Assets	**5,582**	Other Fixed Liabilities	4,702
Goodwill	4,023	**Total Liabilities**	**46,720**
Other	1,558	**Net Assets**	
Investments and Other Assets	**48,735**	**Shareholders' Equity**	**129,320**
Investments in Securities	41,580	**Common Stock**	**3,450**
Long-Term Loans Receivable	668	**Capital Surplus**	**4,219**
Deferred Income Taxes	318	**Retained Earnings**	**127,858**
Investment Properties	3,025	**Treasury Stock**	**(6,207)**
Other	3,275	**Accumulated Other Comprehensive Profit**	**10,076**
Allowance for Doubtful Accounts	(133)		
		Net Unrealized Holding Gain (Loss) on Securities	**7,553**
		Unrealized Gain (Loss) on Deferred Hedges	**1,359**
		Translation Adjustments	**1,874**
		Retirement Benefit Liability Adjustments	**(710)**
		Stock Acquisition Rights	**191**
		Minority Interests	**22**
		Total Net Assets	**139,611**
TOTAL ASSETS	**186,331**	**TOTAL LIABILITIES AND NET ASSETS**	**186,331**

Note: Any amount less than ¥1 million is rounded down.

CONSOLIDATED STATEMENTS OF INCOME

(From April 1, 2014 to March 31, 2015)

(Unit: millions of yen)

Item	97th
Net Sales	**128,344**
Cost of Sales	**54,718**
Gross Profit	**73,626**
Selling, General and Administrative Expenses	**55,708**
Operating Income	**17,917**
Other Income	**1,965**
Interest Income	229
Dividend Income	322
Royalty Income	719
Income from Lease of Real Estate	285
Exchange Gain	142
Other	265
Other Expenses	**1,039**
Interest Expense	22
Sales Discounts	690
Real Estate Lease Cost	76
Loss on Share of affiliates	150
Other	99
Ordinary Income	**18,843**
Extraordinary Income	**1,349**
Gain on Sales of Property, Plant and Equipment	0
Gain on Sales of Investments in Securities	1,013
Reversal of Reserve for Loss on Business Liquidation	179
Compensation Income	155
Extraordinary Loss	**136**
Loss on Disposal or Sales of Property, Plant and Equipment	82
Loss on Impairment of Fixes Assets	20
Other	33
Income Before Income Taxes and Minority Interests	**20,056**
Income Taxes Current	5,911
Income Taxes Deferred	1,696
Total Income Taxes	7,608
Income Before Minority Interests	**12,448**
Loss on Minority Interests	(0)
Net Income	**12,448**

Note: Any amount less than ¥1 million is rounded down.

CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS

(From April 1, 2014 to March 31, 2015)

(Unit: millions of yen)

	Shareholders' Equity				
	Common Stock	Capital Surplus	Retained Earnings	Treasury Stock	Total Shareholders' Equity
Balance at April 1, 2014	3,450	4,219	118,731	(4,706)	121,695
Cumulative effects of changes in accounting policies			229		229
Balance at April 1, 2014 reflected changes in accounting policies	3,450	4,219	118,961	(4,706)	121,925
Changes for the year					
Cash dividends			(3,552)		(3,552)
Net income			12,448		12,448
Purchase of treasury stock				(1,501)	(1,501)
Net changes of items other than shareholders' equity					
Total changes for the year	-	-	8,896	(1,501)	7,395
Balance at March 31, 2015	3,450	4,219	127,858	(6,207)	129,320

	Accumulated Other Comprehensive Income					Stock Acquisition Rights	Minority Interests	Total Net Assets
	Unrealized Holding Gain (Loss) on Securities	Unrealized Gain (Loss) on Deferred Hedges	Translation Adjustments	Retirement Benefit Liability Adjustments	Total Accumulated Other Comprehensive Income			
Balance at April 1, 2014	5,369	1,043	(373)	(864)	5,174	83	0	126,953
Cumulative effects of changes in accounting policies								229
Balance at April 1, 2014 reflected changes in accounting policies	5,369	1,043	(373)	(864)	5,174	83	0	127,183
Changes for the year								
Cash dividends								(3,552)
Net income								12,448
Purchase of treasury stock								(1,501)
Net changes of items other than shareholders' equity	2,183	316	2,248	153	4,902	108	22	5,032
Total changes for the year	2,183	316	2,248	153	4,902	108	22	12,427
Balance at March 31, 2015	7,553	1,359	1,874	(710)	10,076	191	22	139,611

Note: Any amount less than ¥1 million is rounded down.

NON-CONSOLIDATED BALANCE SHEETS

(As of March 31, 2015)

(Unit: millions of yen)

Item	97th	Item	97th
Assets		**Liabilities**	
Current Assets	**96,031**	**Current Liabilities**	**35,478**
Cash and Time Deposits	50,913	Trade Notes Payable	1,118
Trade Notes Receivable	29	Trade Accounts Payable	10,804
Trade Accounts Receivable	30,013	Electronically Recorded Monetary Obligations-operating	1,752
Securities	4,500		
Commodities and Finished Goods	5,723	Short-Term Loans Payable to Affiliates	5,585
Work in Progress	324		
Raw Materials and Supplies	611	Lease Obligations	46
Prepaid Expenses	620	Accrued Amounts Payable	10,699
Deferred Income Taxes	1,781	Accrued Expenses	663
Short-Term Loans Receivable from Affiliates	1,008	Accrued Income Taxes	1,956
		Accrued Consumption Taxes	836
Other	520	Deposits Received	94
Allowance for Doubtful Accounts	(16)	Accrued Bonuses	1,299
		Reserve for Sales Returns	600
		Asset Retirement Obligations	19
Fixed Assets	**71,344**	Other	2
Tangible Fixed Assets	**7,321**	**Fixed Liabilities**	**8,868**
Buildings	3,113	Security Deposits	467
Structures	124	Lease Obligations	497
Machinery and Equipment	356	Deferred Income Tax Obligations	2,232
Tools and Equipment	902	Long-Term Accrued Amounts Payable	1,437
Land	2,043	Accrued Retirement Benefits for Employees	4,146
Leased Assets	533		
Other	248	Asset Retirement Obligations	86
Intangible Fixed Assets	**1,168**	**Total Liabilities**	**44,346**
Goodwill	4	**Net Assets**	
Trademarks	79	**Shareholders' Equity**	**115,215**
Software	901	**Common Stock**	**3,450**
Other	182	**Capital Surplus**	**4,219**
Investments and Other Assets	**62,855**	Capital Reserve	4,183
Investments in Securities	37,264	Other Capital Surplus	35
Investments in Shares of Affiliates	17,160	**Retained Earnings**	**113,753**
Contribution of Capital to Affiliates	2,195	Retained Reserve	340
		Other Retained Earnings	113,413
Long-Term Loans Receivable	21	Development Reserve	330
Long-Term Loans Receivable from Affiliates	2,148	General Reserve	104,092
		Retained Earnings Brought Forward	8,990
Long-Term Prepaid Expenses	1,139		
Investment Properties	2,263	**Treasury Stock**	**(6,207)**
Other	1,550	**Valuation and Translation Adjustments**	**7,623**
Allowance for Doubtful Accounts	(890)	**Unrealized Holding Gain (Loss) on Securities**	**7,474**
		Unrealized Gain (Loss) on Deferred Hedges	**148**
		Stock Acquisition Rights	**191**
		Total Net Assets	**123,029**
TOTAL ASSETS	**167,376**	**TOTAL LIABILITIES AND NET ASSETS**	**167,376**

Note: Any amount less than ¥1 million is rounded down.

NON-CONSOLIDATED STATEMENTS OF INCOME

(From April 1, 2014 to March 31, 2015)

(Unit: millions of yen)

Item	97th
Net Sales	**111,502**
Cost of Sales	**52,620**
Gross Profit	**58,881**
Selling, General and Administrative Expenses	**45,632**
Operating Income	**13,249**
Other Income	**3,771**
Interest Income	237
Dividend Income	1,958
Royalty Income	757
Income from Lease of Real Estate	442
Income from Lease of Other Assets	16
Exchange Gain	122
Other	235
Other Expenses	**832**
Interest Expense	22
Sales Discounts	556
Real Estate Lease Cost	157
Other Lease Cost	16
Other	79
Ordinary Income	**16,188**
Extraordinary Income	**159**
Gain on Sales of Property, Plant and Equipment	0
Compensation Income	155
Other	4
Extraordinary Loss	**68**
Loss on Disposal or Sales of Property, Plant and Equipment	31
Loss on Impairment of Fixed Assets	5
Other	31
Income Before Income Taxes	**16,278**
Income Taxes Current	4,539
Income Taxes Deferred	1,186
Net Income	**10,552**

Note: Any amount less than ¥1 million is rounded down.