Financial Announcement for Year Ended March 31, 2009

May 1, 2009

Name	TOLI Corporation		Stock Exchange	Tokyo Securities Exchange and Osaka Securities Exchange; First Section
Code number	7971		URL	http://www.toli.co.jp
Representative of Company	(Position)	President and Representative Director	(Name) Kenji Kashihara	
Official responsible for any inquiry	(Position)	Operating Officer and General Manager of the Accounting and Finance Department	(Name) Jun Suzuki	TEL: (06)6494-1534
Planned date for regular general meeting of shareholders	June 26, 2009		Dividend payment start date	June 29, 2009
Planned date for submission of financial statements	June 26, 2009			

(Amounts of less than 1 million yen are rounded off)

1. Consolidated performance for year ended March 2009 (April 1, 2008 - March 31, 2009)

(1) Consolidated results (% shows change from previous term.)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 2009	91,329	(5.5)	727	(12.9)	682	10.3	366	140.0
Year ended March 2008	96,641	(4.3)	834	(62.1)	618	(70.9)	152	(90.6)

	Net income per share	Diluted net income per share	Return on equity	Return on total asset	Operating profit on sales
	yen	yen	%	%	%
Year ended March 2009	5.82	-	1.5	1.0	0.8
Year ended March 2008	2.40	-	0.6	0.8	0.9

(For reference) investment gain or loss under equity method Year ended March 2009 (39 million yen) Year ended March 2008 (16 million yen)

(2) Consolidated assets

	Total assets	Net assets	Capital-to-asset ratio	Net asset per share
	million yen	million yen	%	yen
Year ended March 2009	66,805	24,621	36.5	391.05
Year ended March 2008	70,198	25,769	36.4	402.76

(For reference) Shareholders' equity Year ended March 2009 24,373 million yen Year ended March 2008 25,528 million yen

(3) State of consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Term-end balance of cash and cash equivalents
	million yen	million yen	million yen	million yen
Year ended March 2009	3,168	(1,072)	(724)	6,155
Year ended March 2008	2,480	(866)	(1,231)	4,783

2. Dividend payments

	Dividend per share					Total dividend (for year)	Dividend payout ratio (Consolidated)	Dividend ratio to net asset (Consolidated)
(Date of record)	End 1st quarter	End 2nd quarter	End 3rd quarter	End of year	For the year			
	yen	yen	yen	yen	yen	million yen	%	%
Year ended March 2008	-	-	-	7.00	7.00	443	291.7	1.7
Year ended March 2009	-	-	-	7.00	7.00	436	120.3	1.8
Year ending March 2010 (projection)	-	-	-	5.00	5.00		86.5	

3. Consolidated forecasts for year ending March 2010 (April 1, 2009 - March 31, 2010)

(% shows change from previous year and change from same quarter in previous year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim	41,900	(5.7)	(550)	-	(650)	-	(450)	-	(7.22)
Full-year results	90,000	(1.5)	1,000	37.5	850	24.5	360	(1.9)	5.78

4. Other matters

(1) Significant changes to subsidiaries during the current term (changes for a specified subsidiary accompanying a change in the scope of consolidation): None

(2) Change in accounting principles, procedures, or statement methods, etc. pertaining to the presentation of consolidated financial statements (matters reported under the heading of "Changes to the basis of presenting consolidated financial statements")

1) Changes accompanying revision to accounting standards, etc.: Yes

2) Changes other than 1) above: None

Note: For more details, please refer to "Changes to the basis of presenting consolidated financial statements" and "Changes in presentation methods" on page 24.

(3) Number of shares outstanding (Ordinary stock)

1) Number of shares outstanding at end of year (including treasury stock)	Year ended March 2009	66,829,249 shares	Year ended March 2008	66,829,249 shares
2) Number of treasury stock at end of year	Year ended March 2009	4,500,607 shares	Year ended March 2008	3,447,202 shares

Note: For the number of shares that forms the basis of calculation for net income per share (consolidated), please refer to the "Per share data" stated on page 27.

(For reference) Outline of Company-specific business performance

1. Company-specific business performance for year ended March 2009 (April 1, 2008 – March 31, 2009)

(1) Company-specific management performance

(% shows change from previous term.)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended March 2009	55,611	(3.7)	400	62.3	467	105.4	117	321.6
Year ended March 2008	57,764	(1.9)	246	(79.5)	227	(81.3)	27	(96.5)

	Net income per share	Diluted net income per share
	yen	yen
Year ended March 2009	1.86	-
Year ended March 2008	0.44	-

(2) Company-specific financial state

	Total assets	Net assets	Capital-to-asset ratio	Net asset per share
	million yen	million yen	%	yen
Year ended March 2009	56,876	20,058	35.3	321.82
Year ended March 2008	58,592	21,360	36.5	337.01

(For reference) Shareholders' equity Year ended March 2009 20,058 million yen Year ended March 2008 21,360 million yen

2. Company-specific business performance projection for year ending March 2010 (April 1, 2009 - March 31, 2010)

(% shows change from previous year and change from same quarter in previous year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Interim	25,800	(4.1)	(370)	-	(350)	-	(250)	-	(4.01)
Full-year results	55,500	(0.2)	500	24.9	450	(3.7)	120	2.3	1.93

Note: Explanation of the appropriate use of performance projections and other special instructions

These performance projections were prepared based on the information available as of the time of writing, and actual business performance figures may differ from the projections due to various factors.

For matters pertaining to these business performance projections, please refer to "1. Management performance" on page 3.

1 Management performance

(1) Discussion and analysis of the management performance

During the consolidated fiscal year under review, the downturn in the Japanese economy progressed rapidly following the onset of the worldwide recession involving real economies initiated by the bankruptcies of American financial institutions, including a significant drop in corporate revenues and the employment situation growing increasingly severe. In the interior decoration industry, although the price of oil fell and raw material purchasing conditions tended to improve from summer 2008 onwards, demand for interior finishing work stagnated due to the sudden decrease of facility investment and the very difficult circumstances in the management environment continued.

It was in such conditions that the Company Group promoted the efforts aimed at strengthening earnings capabilities and enhancing corporate value laid out for the final year of GROW UP 2008, Toli's medium term business plan, but because the surrounding environment was so difficult, sales during the consolidated fiscal year under review were 91,329 million yen, ordinary income was 682 million yen and net income was 366 million yen.

Business performance by segment for each business area was as follows.

<Vinyl chloride-based products business>

In the vinyl chloride-based products business, sales of vinyl chloride tiles for use in commercial facilities and vinyl floor sheets equipped functionally for large factories increased during the first half of the year. Vinyl chloride tiles for residential rental properties, which the Company developed from a new perspective, also performed well initially, but in the second half of the year, a weakening of private facility investment and a contraction of demand were apparent and sales of slip-resistant vinyl sheet flooring for open corridors in apartment blocks, Toli's leading products, also decreased significantly. As a result of the above, net sales for vinyl chloride-based products were 30,849 million yen and operating income was 2,100 million yen.

<Textile products business>

In the textile products business, the GX and VARY series of tiled carpets with strong design characteristics performed well in the first half of the year, but a shift to low cost products appeared prominently in the second half. Furthermore, because of the downturn in new residential building starts and the stagnation of personal consumption, a tendency towards declining demand was also apparent for curtains. As a result of the above, net sales for the textile products business were 28,162 million yen and operating income was 363 million yen.

<Other businesses>

In other business, sales of O-SUSUME REFORM WALLPAPER 2008-2011, launched in June 2008, increased steadily, but because the new apartment market is stagnating, sales of commercial production-type wallpaper materials were mediocre and construction and goods sales at Toli's sales subsidiary decreased. As a result of the above, net sales in other business were 32,317 million yen and operating income was 231 million yen.

(Outlook for the next term)

As for the outlook for the next term, it is conceivable that it will take quite a long time for the Japanese economy to recover from the impact of the worldwide recession and it is anticipated that the sluggishness of the economy will continue for a while yet. In regard to the interior decoration industry, there is a sense of expectation concerning the invigoration of the residential housing market due to economic measures such as the preferential tax breaks for buyers of residential houses, but more than that, it seems that the contraction in construction investment by private companies will continue and there are also concerns that the cost of raw materials will increase again as a consequence of trends in crude oil demand.

In this kind of business environment, the Company Group will increase its earnings capabilities by promoting efforts based on the key strategies described in the new medium term business plan, Change & Challenge 2011, and aiming at strengthening the business infrastructure and improving management efficiency.

Taking the above factors into consideration, we expect consolidated net sales of 90,000 million yen, consolidated operating income of 1,000 million yen, consolidated ordinary income of 850 million yen and consolidated net income of 360 million yen for the fiscal year ending March 31, 2010 (full term).

(2) Discussion and analysis of the financial situation

1) State of assets, liabilities and net assets

Assets at the end of the term under review came to 66,805 million yen, 3,392 million yen less than their level at the end of the previous term, reflecting factors such as a decrease in accounts receivable and a fall in the market value of shares held as investment securities.

Liabilities at the end of the term under review totaled 42,184 million yen, 2,244 million yen less than their level at the end of the previous term. This reflected factors such as a decline in accounts payable.

Net assets at the end of the term under review were 24,621 million yen, 1,147 million yen less than their level at the end of the previous term, owning primarily to a decrease in the unrealized gain on securities.

2) State of cash flows

Cash generated by operating activities in the term under review reached 3,168 million yen (compared with 2,480 million yen for the previous term). Cash generated by operating activities increased in comparison to the previous term due to factors such as a reduction in inventory assets.

Cash used in investing activities was 1,072 million yen (compared with usage in investing activities of 866 million yen for the previous term). Although the company received income from the sale of tangible fixed assets, the figure decreased in comparison to the previous term due to factors such as an increase in expenditure due to the acquisition of tangible fixed assets.

Cash used for financing activities was 724 million yen (compared with a cash outflow of 1,231 million yen for previous term). Outflows decreased in comparison to the previous term due to an increase in income from borrowings.

As a result of the above, the term-end balance of cash and cash equivalents on a consolidated basis increased 1,371 million yen to 6,155 million yen (compared with 4,783 million yen for the previous term).

Cash flow indices for the Group are shown below.

	Year ended March 2006	Year ended March 2007	Year ended March 2008	Year ended March 2009
Capital-to-asset ratio (%)	35.1	34.8	36.4	36.5
Capital-to-asset ratio on market value basis (%)	36.0	27.7	16.8	16.0
Cash flow-to-interest-bearing debt ratio (year)	4.1	8.4	4.7	3.7
Interest coverage ratio	16.6	8.8	13.0	15.2

Note: Capital-to-asset ratio: Shareholders' equity / Total assets
Capital-to-asset ratio on market value basis: Market capitalization for stock / Total assets
Cash flow-to-interest-bearing debt ratio: Interest-bearing debts / Cash flows from operating activities
Interest coverage ratio: Cash flows from operating activities / Interest payment

1. Each of the indexes above was calculated based on the financial data on a consolidated basis.
2. Market capitalization for stock was calculated as follows: Term-end closing price for shares x Term-end number of shares outstanding (after deduction for treasury stock).
3. For the Cash flows from operating activities, the data for cash flows from operating activities as stated in the Consolidated statements of cash flows was used. Interest bearing debt covers all types of debt with interest payment among the debt stated in the Consolidated balance sheet. For interest payments, the data for interest paid as shown in the Consolidated statements of cash flows was used.

(3) Basic policy regarding dividend payment, and dividend payments for the current term and next term

With respect to dividend payments, TOLI understands that returning profits to its shareholders is an important mission, and its basic policy is to continue paying dividends using a stable approach. To this end, we believe that we need to bolster and stabilize our operating foundations over the long term. The Company decides the amounts and frequency of its dividend payments by taking into consideration the overall management environment with a medium- and long-term outlook, as well as considering the Company's financial situation for each fiscal term. Decision-making bodies for the Company with respect to term-end dividends and interim dividends are the general meetings of shareholders and the Board of Directors, respectively.

For the fiscal year under review, we plan to pay a term-end dividend of 7 yen per share. In regard to the dividend for the next term, we plan to pay a term end dividend of 5 yen per share in consideration, centered on the basic policy of returning profits to shareholders, of maintaining management stability and ensuring the resources for re-investment towards future growth.

2 The TOLI Group

Disclosure is omitted, as no important change has taken place in the Schematic Diagram of Operations (Businesses) and the Status of Affiliates presented in the most recent securities report (submitted on June 27, 2008).

The following changes and the like were made to Group companies during the consolidated fiscal year under review.

(Exclusion)

Of the equity method affiliates, CHANGZHOU LIBERTY TOLI BUILDING MATERIAL COMPANY LIMITED (People's Republic of China) ceased to fall under the category of affiliated companies during the fiscal year under review due to the transfer of the equity held by the company on October 18, 2008 and is thus excluded from the scope of application of the equity method.

3 Management policy

(1) Basic management policy

The TOLI Group operates based on the following three management principles: "We will contribute to improving lifestyles and culture through our interior decoration business;" "Customer-first thinking is our code of conduct;" and "We seek to become the leader in the total interior business." With "Everything is for the customer" as our action guideline, we aim to provide products and services that can bring quality to every kind of residential, commercial and other space that people encounter in their daily lives, including houses and residential buildings, office buildings, schools, medical and welfare facilities and commercial facilities. Through these activities, we seek to continually raise our corporate value. We will strictly observe all laws and ordinances, and we will always conduct ourselves as a good corporate citizen, fulfilling our responsibility toward society, for example by preserving the global environment. Our goal is to be a corporate group that society will trust, with great expectations.

(2) Operating targets

The management goal for the TOLI Group is to be a true leader in the interior decoration industry, and to earn the trust and support of our customers. To achieve this goal, we will improve operational efficiency throughout the Group, to bolster our earnings foundations and to increase asset efficiency.

The Toli Group set target benchmarks of consolidated ordinary profit of 5,000 million yen, consolidated operating profit on sales of at least 5% and consolidated ROA (return on assets) of at least 6% in GROW UP 2008, the medium term business plan for the period from 2006 to 2008. However, the results for the final year of the plan were consolidated ordinary profit of 682 million yen, consolidated operating profit on sales of 0.8% and consolidated ROA (return on assets) of 1.0%. In the new medium term business plan for the period from 2009 to 2011, Change & Challenge 2011, the Toli Group has set consolidated ordinary profit of 3,000 million yen and consolidated ROA (return on assets) of at least 4% as the new target management benchmarks (for the final year of the plan).

(3) The Company's medium-term business management strategy

The Toli Group promoted the medium term business plan GROW UP 2008 during the period from 2006 to 2008. In regard to the key strategy themes raised in the plan, Toli has made efforts to improve the efficiency of management activities, bolster sales capabilities and develop and sell new products that meet market demands from perspectives such as environmental responsiveness and maintenance. In addition, Toli has advanced improvements in transportation efficiency and the concentration of storage facilities to curtail distribution-related costs and has executed streamlining measures including the integration of product items at the group level. However, because raw material prices increased significantly in association with the high market price of crude oil during the GROW UP 2008 implementation period and other factors, the business environment became very difficult and the Toli Group did not achieve its target management benchmarks.

The Toli Group has formulated Change & Challenge 2011, its new medium term business plan, taking 2009 as the first year and 2011 as the final year of the plan. In this plan, while continuing to promote the measures to strengthen earnings capabilities that were undertaken in GROW UP 2008, the previous plan, the Group raises the 3 themes described below as its key strategies in order to acquire growth potential steadily, aimed at the future. We will execute measures and policies aimed at the achievement of these key indicators as a Group.

I. Residential market capture and business expansion

Toli will develop new goods and materials that fixed on the potential needs of people living in residential housing and others who supply such housing, including the home improvement market, which is expected to expand further in the future.

II. Strengthening of environmental response capabilities

Toli will focus on environmental responsiveness, currently indispensable in the management of business, to raise growth potential and profitability through the development of goods and services and fulfill our social responsibilities as a company.

III. Challenging in new areas

In order to look to the coming 5 or 10 years and cultivate new profit mainstays leading to the next generation, Toli will focus on research and development for tomorrow and take advantage of the Group's technological power to take on the challenge of expanding into business areas that were not previously on its line of growth.

Furthermore, in promoting the key strategies described above, we will make thoroughgoing efforts towards the strengthening of our operating base founded on technology and to improve the efficiency of our sales organization and marketing activities. In addition, by advancing promotion technology, we will further increase the sales capabilities of the Group. We will also promote management that emphasizes cashflow and push through the establishment of the Group's CSR structure to improve the quality of management. The Toli Group will focus on the development and cultivation of human resources, particularly important as an operating base, aiming at the achievement of our management targets.

(4) Challenges that the Company should address

The Company Group has formulated Change & Challenge 2011, its medium term business plan and will promote efforts aimed at the achievement of key strategy targets. The Company Group is well aware of its social mission as a comprehensive interior decoration manufacturer and industry leader. We will strive to offer a rich lineup of products to satisfy wide-ranging needs, and we will actively implement sales promotion measures in order to make useful suggestions on more pleasant and enjoyable lifestyles to customers. By steadily executing the medium term business plan, we aim to overcome the challenges that stem from uncertainties in the business environment, which include the rising costs of key materials associated with fluctuations in crude oil prices and intensifying competition. We believe that a significant challenge for us is to bolster the foundations of our business to establish more powerful and resilient structures and to accelerate the pace of growth.

We are well aware that as a manufacturer, efforts towards environmental protection and the quality of safety are among the most pressing issues we face. In January 2000, we shaped our desire to be a corporate group that is friendly to people and the earth as the TOLI ECO SPIRIT and have faced up to environmental problems seriously from a variety of perspectives. In August 2008, we revised that TOLI ECO SPIRIT and have further enhanced our efforts towards global environmental protection, including the promotion of low-carbon measures. By striving towards the research and development of products that are friendly to people and the earth and by supplying such products to people while using limited resources effectively, we will fulfill our responsibilities as a corporate citizen and make efforts so that we can continue being a corporate group that is trusted and counted on around the world.

The Toli Group recognizes that the achievement and maintenance of adequacy in all operations including accounting is another important management issue. As one of its measures for achieving and sustaining this condition, the Group developed an internal control system for financial reports in response to the Financial Instruments and Exchange Law, which was enforced in April 2008. By operating this system unfailingly, the Group seeks to improve the reliability of its financial reports, increase the efficiency and clarity of its business administration and strengthen its governance organization.

(5) Other important matters for corporate management :

No corresponding item exists.

4 Consolidated financial statements

(1) Consolidated Balance Sheets

(Unit: million yen)

	Previous consolidated fiscal year (March 31, 2008)	Current consolidated fiscal year (March 31, 2009)
Assets		
Current assets		
Cash and deposits	4,032	5,454
Notes and accounts receivable	27,607	24,767
Securities	763	713
Inventory assets	9,272	-
Commodities and manufactured goods	-	6,131
Goods in process	-	821
Raw materials and stored goods	-	1,614
Deferred tax assets	1,035	688
Other current assets	666	793
Allowance for doubtful receivables	(208)	(471)
Total current assets	43,171	40,513
Fixed assets		
Tangible fixed assets		
Buildings and structures	18,110	18,738
Cumulative depreciation	(12,288)	(12,404)
Buildings and structures (Net amount)	5,821	6,334
Machinery and vehicles	21,592	21,989
Cumulative depreciation	(18,668)	(19,297)
Machinery and vehicles (Net amount)	2,923	2,691
Equipment	2,318	2,333
Cumulative depreciation	(1,954)	(2,054)
Equipment (Net amount)	364	279
Land	8,728	8,685
Lease assets	-	159
Cumulative depreciation	-	(0)
Lease assets (net)	-	158
Construction in progress	193	182
Total tangible fixed assets	18,031	18,333
Intangible assets		
Goodwill	184	138
Software	1,088	659
Lease assets	-	99
Other intangible assets	64	133
Total intangible assets	1,337	1,032
Investments and other assets		
Marketable securities and other investment securities	4,492	2,901
Long-term loans receivable	298	267
Deferred tax assets	1,115	2,078
Other assets	2,207	2,003
Allowance for doubtful receivables	(455)	(323)
Total investments and other assets	7,658	6,926
Total fixed assets	27,027	26,291

	Previous consolidated fiscal year (March 31, 2008)	Current consolidated fiscal year (March 31, 2009)
Total assets	70,198	66,805

(Unit: million yen)

	Previous consolidated fiscal year (March 31, 2008)	Current consolidated fiscal year (March 31, 2009)
Liabilities		
Current liabilities		
Notes and accounts payable	24,992	22,489
Short-term borrowings	2,400	940
Lease liabilities	-	51
Accrued corporation taxes	200	221
Accrued expenses	1,424	1,260
Reserve for bonus payable	641	599
Reserve for bonuses payable to directors and corporate auditors	2	2
Other current liabilities	767	1,046
Total current liabilities	30,428	26,612
Fixed liabilities		
Long-term borrowings	7,700	9,200
Lease liabilities	-	192
Deferred tax liabilities	1	-
Reserve for retirement allowance	4,409	4,126
Reserve for severance indemnities to directors and corporate auditors	262	294
Long-term guarantee deposits	1,611	1,599
Other fixed liabilities	15	159
Total fixed liabilities	13,999	15,571
Total liabilities	44,428	42,184
Net assets		
Shareholders' equity		
Paid in Capital	6,855	6,855
Capital surplus	6,488	6,488
Earned Surplus	11,787	11,710
Treasury stock	(863)	(1,064)
Total shareholders' equity	24,268	23,989
Unrealized gain (loss) and translation gain (loss)		
Unrealized gain (loss) on securities	1,241	383
Equity adjustment from foreign currency translation	17	-
Total unrealized gain (loss) and translation gain (loss)	1,259	383
Minority interests in consolidated subsidiaries	241	248
Total net assets	25,769	24,621
Total liabilities and net assets	70,198	66,805

(2) Consolidated Statements of Income

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Net sales	96,641	91,329
Cost of sales	72,040	67,606
Gross profit	24,601	23,722
Selling and administrative expenses		
Freight and packing expenses	5,445	5,163
Advertising expenses	2,051	1,868
Sales charges	328	258
Provision for allowance for doubtful receivables	57	183
Salaries and bonuses	6,409	6,134
Provision for allowance for bonuses	478	439
Transfers to reserve for bonuses payable to directors and corporate auditors	2	2
Retirement allowance expenses	504	638
Transfers to reserve for severance indemnities to directors and corporate auditors	68	75
Depreciation and amortization	1,043	997
Goodwill depreciation	46	45
Other expenses	7,331	7,189
Total selling and administrative expenses	23,766	22,995
Operating profit	834	727
Non-operating income		
Interest income	27	23
Dividend income	69	73
Purchase discount	79	73
Real estate rental charges	73	56
Insurance dividends	48	80
Other income	128	118
Total non-operating income	426	425
Non-operating expenses		
Interest expense	192	208
Sales discount	113	114
Inventory losses	196	-
Loss on equity method investment	16	39
Other expenses	123	108
Total non-operating expense	642	470
Ordinary profit	618	682

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Extraordinary income		
Gain on sale of fixed assets	9	300
Gain on sale of investment securities	-	32
Adjustment for allowance for doubtful receivables	2	3
Total extraordinary income	11	336
Extraordinary loss		
Losses on sales of assets	12	-
Loss on disposal of fixed assets	50	61
Write-down of investment securities	150	131
Losses on bad-debts	4	-
Loss on valuation of inventories	-	162
Losses on sales of investments in affiliated companies	-	124
Total extraordinary loss	219	479
Net profit before taxes and other adjustments	411	538
Corporation tax, local inhabitants taxes, and enterprise taxes	171	208
Deferred corporation tax	96	(46)
Total corporation and other taxes	267	162
Minority interests	(9)	9
Current term net profit	152	366

(3) Consolidated Statement of Changes in Shareholders' Equity, etc.

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Shareholders' equity		
Capital		
Balance at end of previous terms	6,855	6,855
Change during current term		
Total change during current term	-	-
Balance at end of current term	6,855	6,855
Capital surplus		
Balance at end of previous terms	6,468	6,488
Change during current term		
Disposal of treasury stock	19	(0)
Total change during current term	19	(0)
Balance at end of current term	6,488	6,488
Retained earnings		
Balance at end of previous terms	12,077	11,787
Change during current term		
Distribution of surplus	(443)	(443)
Current term net profit	152	366
Total change during current term	(290)	(76)
Balance at end of current term	11,787	11,710
Treasury stock		
Balance at end of previous terms	(911)	(863)
Change during current term		
Acquisition of treasury stock	(168)	(202)
Disposal of treasury stock	216	1
Total change during current term	48	(201)
Balance at end of current term	(863)	(1,064)
Total shareholders' equity		
Balance at end of previous terms	24,490	24,268
Change during current term		
Distribution of surplus	(443)	(443)
Current term net profit	152	366
Acquisition of treasury stock	(168)	(202)
Disposal of treasury stock	236	1
Total change during current term	(222)	(278)
Balance at end of current term	24,268	23,989

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Valuation/ currency translation differences, etc		
Other marketable securities valuation differences		
Balance at end of previous terms	2,624	1,241
Change during current term		
Change during current term in items other than shareholders' equity (net)	(1,382)	(858)
Total change during current term	(1,382)	(858)
Balance at end of current term	1,241	383
Foreign currency translation adjustment account		
Balance at end of previous terms	16	17
Change during current term		
Change during current term in items other than shareholders' equity (net)	1	(17)
Total change during current term	1	(17)
Balance at end of current term	17	-
Total valuation/ currency translation differences, etc		
Balance at end of previous terms	2,640	1,259
Change during current term		
Change during current term in items other than shareholders' equity (net)	(1,381)	(875)
Total change during current term	(1,381)	(875)
Balance at end of current term	1,259	383
Minority interests		
Balance at end of previous terms	209	241
Change during current term		
Change during current term in items other than shareholders' equity (net)	32	6
Total change during current term	32	6
Balance at end of current term	241	248
Total net assets		
Balance at end of previous terms	27,340	25,769
Change during current term		
Distribution of surplus	(443)	(443)
Current term net profit	152	366
Acquisition of treasury stock	(168)	(202)
Disposal of treasury stock	236	1
Change during current term in items other than shareholders' equity (net)	(1,348)	(869)
Total change during current term	(1,571)	(1,147)
Balance at end of current term	25,769	24,621

(4) Consolidated Statements of Cash Flows

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Cash flows from operating activities		
Income before income taxes	411	538
Depreciation and amortization	1,928	1,927
Goodwill amortization	46	45
Long-term prepaid expenses depreciation	-	135
Loss on disposal of fixed assets	50	61
Gain or loss on sale of fixed assets (brackets denote a gain)	3	(300)
Gain or loss on sale of investment securities (brackets denote a gain)	-	(32)
Gain or loss on appraisal of investment securities (brackets denote a gain)	150	131
Change in allowance for doubtful receivables (brackets denote a decrease)	(394)	130
Change in reserve for retirement allowance (brackets denote a decrease)	(456)	(282)
Change in reserve for severance indemnities to directors and corporate auditors (brackets denote a decrease)	(62)	31
Equity in earnings or loss of subsidiary or affiliated company (brackets denote a gain)	16	39
Interest and dividend income	(96)	(97)
Interest expense	192	208
Change in trade receivables (brackets denote an increase)	3,809	2,977
Change in value of inventory assets (△ = increase)	(7)	705
Change in trade payables (brackets denote a decrease)	(2,637)	(2,725)
Other	(462)	(27)
Sub total	2,492	3,467
Interest and dividend received	96	97
Interest paid	(190)	(208)
Payment or refund of company tax, etc (△ = payment)	82	(187)
Cash flows from operating activities	2,480	3,168
Cash flows from investing activities		
Payments into time deposits	(12)	(52)
Payments from time deposits	12	52
Expenditure on the acquisition of securities	-	(100)
Income from the sale of securities	-	100
Expenditure on the acquisition of tangible fixed assets	(673)	(1,514)
Income from the sale of tangible fixed assets	73	373
Expenditure on the acquisition of intangible fixed assets	(93)	(154)
Expenditure on the acquisition of investment securities	(241)	(11)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Income from the sale of investment securities	0	70
Expenditure on loans	(20)	(83)
Income from the return of loans receivable	98	111
Others	(10)	135
Cash flows from investing activities	(866)	(1,072)

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Cash flows from financing activities		
Net repayment in short-term borrowings (△ = decrease)	(300)	40
Extension of long-term debt	3,600	2,100
Repayment of long-term debt	(3,145)	(2,100)
Redemption of convertible bond	(1,000)	-
Expenditures due to repayment of lease liabilities	-	(15)
Expenditures due to repayment of accrued liabilities	-	(100)
Change in value of treasury stock (△ = increase)	(167)	(201)
Income from sale of treasury stock	235	-
Expenditure on refund to minority shareholders	(4)	-
Dividends paid	(443)	(443)
Dividends, etc. paid to minority shareholders	(6)	(3)
Cash flows from financing activities	(1,231)	(724)
Change in cash and cash equivalents (△ = decrease)	382	1,371
Cash and cash equivalents at beginning of year	4,398	4,783
Increase in cash and cash equivalents due to new consolidation	3	-
Cash and cash equivalents at end of year	4,783	6,155

Notes on the assumption of the company as a going concern
N/A

Basis of presenting consolidated financial statements

1 Matters related to the scope of consolidation
(1) The number of consolidated subsidiaries is 14
Main consolidated subsidiaries
LIC Co., Ltd., Shiga TOLI Co., Ltd., KIRONY Co., Ltd., HOKKAIDO TOLI Corporation, TECHNO KAMEI CORPORATION, DIA･CARPET CO., LTD.

(2) Names of main non-consolidated subsidiaries, etc.
Main non-consolidated subsidiaries
Japan Reform System Co., Ltd.
(The reason for the exclusion from consolidation)
These non-consolidated subsidiaries have been excluded from consolidation because they have no material effect on the consolidated financial statements due to the small size of their operations, in light of their total assets, net sales and net profit or loss (the amount corresponding to equity), etc.

2 Matters concerning the application of equity method
(1) Number of non-consolidated subsidiaries with equity method applied: one company
Company name: Works Co., Ltd.

(2) Number of affiliated companies with equity method applied: one companies
Company name: True Heart Co., Ltd.
The equity method affiliate CHANGZHOU LIBERTY TOLI BUILDING MATERIAL COMPANY LIMITED is excluded from the scope of application of the equity method from the consolidated fiscal year under review due to the transfer of the equity previously held by Toli.

(3) Non-consolidated subsidiaries (Japan Reform System Co., Ltd and others) and affiliated companies (Kyushu Kirony, Co., Ltd) for which the equity method is not applied have been excluded from the scope of application of the equity method because of their negligible impact on net profit or loss (amount corresponding to equity) and retained earnings (amount corresponding to equity), and because they have no material effect on overall results.

3 Matter pertaining to the fiscal years of consolidated subsidiaries
The closing date of the fiscal year of each of the consolidated subsidiaries matches the consolidated closing date of the fiscal year.

4 Accounting policies
(1) Valuation standards and method for important assets
Securities
Other Securities
Securities with
market value
Market value method based on the average of the market price, etc., for 1 month prior to the last day of the consolidated fiscal year, etc. (variance from valuation is processed as a component of net assets, and cost of securities sold is calculated using the moving average method.)
(Change of accounting policy)
The Company used to calculate the values of other valuable securities with market values according to the market value method (all valuation differences processed using the net asset direct entry method and the cost of securities sold calculated using the moving average method) based on the market price, etc, on the last day of the consolidated fiscal year, but from the consolidated fiscal year under review, the Company has changed to a market value method (all valuation differences processed

using the net asset direct entry method and the cost of securities sold calculated using the moving average method) based on the average of the market price, etc, for 1 month prior to the last day of the consolidated fiscal year in order to equalize the impacts on the net asset section due to short term changes in stock market conditions.

As a result, investments in securities at the end of the consolidated fiscal year under review fell by 115 million yen, the valuation difference of other marketable securities fell by 68 million yen and deferred tax assets increased by 46 million yen.

The impact exerted on profit and loss during the consolidated fiscal year under review was minor and its description has been omitted. There were no impacts exerted on segment information.

Securities with no market value

Cost accounting method using the moving average method

Derivatives

Market value method

Inventories

Mainly periodic average cost method

(Book price devaluation based on the decrease in profitability of balance sheet values)

(Change of accounting policy)

The Company mainly used to calculate the values of inventory assets retained for ordinary sales purposes according to a cost accounting method using the periodic average method, but the Company is now calculating such values according to a cost accounting method mainly using the periodic average method (book price devaluation based on the decrease in profitability of balance sheet values) in accordance with the application from the consolidated fiscal year under review of the "Accounting Standard for Measurement of Inventories" (ASBJ Statement No.9, July 5, 2006).

As a result, operating profit for the consolidated fiscal year under review has decreased 232 million yen, ordinary profit has decreased 104 million yen and net profit before taxes and other adjustments has decreased 266 million yen.

An impact on segment information is described the segment information section..

(2) Depreciation method for important depreciable assets

Tangible fixed assets (excluding lease assets)

The fixed rate method is mainly applied. However, for buildings acquired after April 1, 1998 (excluding equipment attached to buildings), the fixed amount method is applied. The effective lives of buildings and structures are three to 65 years. The effective lives for machinery and vehicles are seven to 12 years.

(Additional information)

The Company and its consolidated subsidiaries reviewed the number of durable years of machinery and equipment for purposes of depreciation in accordance with the revision of the Corporation Tax Act in 2008 and from the consolidated fiscal year under review have changed to the number of durable years designated in the law following the revision.

By doing so, operating profit, ordinary profit and net profit before taxes and other adjustments for the consolidated fiscal year under review each decreased by 38 million yen.

An impact on segment information is described the segment information section..

Intangible assets (excluding lease assets)

The fixed amount method

However, for software (used by the Company) the straight line depreciation method based on the period of usability within the company (5 years) is applied.

Lease assets

Finance lease transactions not involving the transfer of ownership

Straight line depreciation method (method using the lease period as the period of depreciation and calculate depreciation on a straight line basis with a residual value of 0)

The Company will continue to apply accounting methods in accordance with methods relating to normal lease transactions for finance lease transactions not involving the transfer of ownership where the starting date of the lease transaction was prior to the initial fiscal year of application of this new method.

(3) Accounting standards for significant allowances

Allowance for doubtful receivables

To prepare for potential loan losses, the Company posts non-recoverable amounts for general debts based on the loan loss ratio and for specific debts, posts non-recoverable amounts after investigating collectability on an individual basis.

Allowance for bonus payable

An allowance for bonuses payable is posted based on the estimated value of bonuses to be paid to employees.

Reserve for bonuses payable to directors and corporate auditors

To prepare for bonus payments to directors, an allowance is posted on the basis of estimated payments in the consolidated fiscal year under review.

Reserve for retirement allowance

To prepare for retirement benefits for employees, an allowance is posted based on the estimated value of retirement benefit obligations and pension assets at the end of the consolidated fiscal year under review. Past service liabilities and actuarial differences are recorded as expenses based on a fixed amount method for a fixed number of years within the employees' average remaining period (usually 10 years) at the time of the occurrence from the consolidated fiscal year under review and the following fiscal year respectively.

Reserve for severance indemnities to directors and corporate auditors

To prepare for the payment of severance indemnities to directors, operating officers and others, the submitting company and its consolidated subsidiaries LIC Co., Ltd, HOKKAIDO TOLI Corporation, TECHNO KAMEI CORPORATION and DIA･CARPET CO., LTD post the value of the required payments at the end of the consolidated fiscal year under review based on internal regulations.

(4) Hedge accounting method

1) Hedge accounting method

Deferred hedge accounting is applied. Preferential procedures are employed for interest swap transactions satisfying requirements for preferential procedures.

2) Hedging instruments and hedging targets

Hedging instruments Interest rate swap, Commodities derivatives

Hedging targets Borrowing interest, Raw materials

3) Hedging policy

The Company hedges interest rate risks and raw material price fluctuation risks under the Derivatives Management Regulations. The Company has a policy of not engaging in derivatives transactions for the purpose of trading or speculation.

4) Method of valuating the effectiveness of hedging

The Company evaluates the relationships between price fluctuations of the hedging targets and market fluctuations of hedging instruments and the effectiveness of hedging by using statistical methods including regression analysis. Since interest rate swaps meet the requirements for preferential procedures, the Company omits the evaluation of their effectiveness.

(5) Other important matters for the preparation of consolidated financial statements

Accounting of consumption tax etc.

The tax exclusion method is employed.

5 Matters related to the evaluation of consolidated subsidiaries' assets and liabilities

The Company evaluates the fair values of the whole assets and liabilities of the consolidated subsidiaries.

6 Matters related to the depreciation of goodwill and negative goodwill
Goodwill is amortized equally over five years.

7 Scope of funds in consolidated statements of cash flows
Funds consist of cash on hand, deposits that can be withdrawn as needed, and easily convertible short-term investments that mature within three months of the trading day for which there are only small risks of price fluctuations.

Change in the basis of presenting consolidated financial statements

1 Changes in matters concerning the application of the equity method

Changes in equity method affiliate companies

The equity method affiliate CHANGZHOU LIBERTY TOLI BUILDING MATERIAL COMPANY LIMITED is excluded from the scope of application of the equity method from the consolidated fiscal year under review due to the transfer of the equity previously held by the Company.

2. Changes in matters concerning accounting procedures and standards

(Accounting standards for lease transactions)

The Company previously applied accounting procedures in accordance with methods related to normal lease transactions for finance lease transactions not involving the transfer of ownership, but from the consolidated fiscal year under review, the Company is applying the “Accounting Standard for Lease Transactions” (ASBJ Statement No.13 (June 17, 1993 (First Committee of the Business Accounting Council), revised March 30, 2007)) and the “Guideline for Application of the Accounting Standard for Lease Transactions” (ASBJ Statement No.16 (January 18, 1994 (Japanese Institute of Certified Public Accountants), revised March 30, 2007)).

The Company will continue to apply accounting methods in accordance with methods relating to normal lease transactions for finance lease transactions not involving the transfer of ownership where the starting date of the lease transaction was prior to the initial fiscal year of application of this new method.

The impacts exerted on profit and loss and segment information during the consolidated fiscal year under review were minor and their description has been omitted.

Changes in presentation methods

(Consolidated balance sheet)

In association with the application of the “Cabinet Office Ordinance on a Partial Amendment of the Regulations Concerning the Terminology, Forms and Preparation of Financial Statements” (Cabinet Office Ordinance No. 50, August 7, 2008), the Company is presenting items included as “Inventory assets” in previous consolidated fiscal years under the separate headings of “Goods and products”, “Work-in-progress” and “Raw materials and “Inventory goods” from the consolidated fiscal year under review. The values of “Goods and products”, “Work-in-progress” and “Raw materials and “Inventory goods” included under “Inventory assets” in the previous consolidated fiscal year were 6,874 million yen, 1,067 million yen and 1,330 million yen respectively.

Notes

(Segment Information)

a. Business segment information

Previous consolidated fiscal year (from April 1, 2007 to March 31, 2008)

	Vinyl chloride products (million yen)	Textile products business (million yen)	Other businesses (million yen)	Total (million yen)	Elimination or Group-wide businesses (million yen)	Consolidated (million yen)
I Net sales						
(1) Net sales to external customers	31,713	30,507	34,420	96,641	-	96,641
(2) Internal sales or transfers among segments	-	-	-	-	(-)	-
Total net sales	31,713	30,507	34,420	96,641	(-)	96,641
Operating expenses	29,904	30,243	34,109	94,257	1,549	95,806
Operating income	1,809	263	311	2,384	(1,549)	834
II Assets, depreciation and capital expenditures						
Assets	20,638	22,492	15,559	58,689	11,508	70,198
Depreciation	795	490	234	1,519	475	1,995
Capital expenditures	491	299	183	974	100	1,074

Notes:
1 Business segments are determined based on units for sales aggregation.
2 Main products in each segment
(1) Vinyl chloride products segment: Vinyl-chloride tiles and vinyl chloride sheets
(2) Textile products business: Carpets, curtains
(3) Other businesses: Wallpaper, adhesives, blinds, etc.
3 Of operating expenses for the fiscal year under review, unallocatable operating expenses included in the segment of elimination or Group-wide businesses were 1,549 million yen. They were mainly consisted of expenses related to the General Affairs and Personnel Department,, the Accounting Department, etc. of the head office of the submitting company.
4 Of assets for the fiscal year, Group-wide assets included in the elimination or Group-wide segment were 11,508 million yen. The main assets included excess funds (cash and securities), long-term investment funds (investment securities, etc.), and assets related to the administrative division of the submitting company.

Consolidated fiscal year under review (from April 1, 2008 to March 31, 2009)

	Vinyl chloride products (million yen)	Textile products business (million yen)	Other businesses (million yen)	Total (million yen)	Elimination or Group-wide businesses (million yen)	Consolidated (million yen)
I Net sales						
(1) Net sales to external customers	30,849	28,162	32,317	91,329	-	91,329
(2) Internal sales or transfers among segments	-	-	-	-	(-)	-
Total net sales	30,849	28,162	32,317	91,329	(-)	91,329
Operating expenses	28,749	27,798	32,548	89,096	1,505	90,602
Operating profit or operating loss (△)	2,100	363	(231)	2,233	(1,505)	727
II Assets, depreciation and capital expenditures						
Assets	20,342	20,859	14,073	55,275	11,530	66,805
Depreciation	789	498	238	1,526	446	1,973
Capital expenditures	729	372	136	1,238	858	2,097

Notes:
1 Business segments are determined based on units for sales aggregation.
2 Main products in each segment
(1) Vinyl chloride products segment: Vinyl-chloride tiles and vinyl chloride sheets
(2) Textile products business: Carpets, curtains
(3) Other businesses: Wallpaper, adhesives, blinds, etc.
3 Of operating expenses for the fiscal year under review, unallocatable operating expenses included in the segment of elimination or Group-wide businesses were 1,505 million yen. They were mainly consisted of expenses related to the General Affairs and Personnel Department, the Accounting and Finance Department, etc. of the head office of the submitting company.
4. Of assets for the fiscal year, group-wide assets included in the elimination or group-wide segment were 11,530 million yen. The main assets included excess funds (cash and securities), long-term investment funds (investment securities, etc.), and assets related to the administrative division of the submitting company.
5. Changes in accounting procedures
(Accounting standards related to the valuation of inventory assets)
As described in 4 (1) “Changes to the basis of presenting consolidated financial statements”, the Company is applying the “Accounting Standard for Measurement of Inventories” (ASBJ Statement No.9, July 5, 2006) from the consolidated fiscal year under review. As a result, operating profit for the consolidated fiscal year under review has decreased by 53 million yen in the vinyl chloride products business and by 165 million yen in the textile products business, and operating losses have increased by 14 million yen in other businesses.
6. Additional information
(Changes in the durable years of tangible fixed assets)
As described in 4 (2) “Changes to the basis of presenting consolidated financial statements”, the Company and subsidiary companies have reviewed the number of durable years of machinery and equipment for purposes of depreciation in accordance with the revision of the Corporation Tax Act in 2008 and from the consolidated fiscal year under review have changed to the number of durable years designated in the law following the revision. As a result, operating profit for the consolidated fiscal year under review has decreased by 1 million yen in the vinyl chloride products business and by 47 million yen in the textile products business, and operating losses have decreased by 6 million yen in other businesses.

b Geographical segment information
Previous consolidated fiscal year (from April 1, 2007 to March 31, 2008)
Not applicable, since the submitting company did not have overseas branches or consolidated subsidiaries.
Consolidated fiscal year under review (from April 1, 2008 to March 31, 2009)
Not applicable, since the submitting company did not have overseas branches or consolidated subsidiaries.

c Overseas sales
Previous consolidated fiscal year (from April 1, 2007 to March 31, 2008)
Description of overseas sales is omitted because they were less than 10% of consolidated sales.
Consolidated fiscal year under review (from April 1, 2008 to March 31, 2009)
Description of overseas sales is omitted because they were less than 10% of consolidated sales.

(Per-share data)

Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)		Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)	
Net assets per share	402.76 yen	Net assets per share	391.05 yen
Net income per share	2.40 yen	Net income per share	5.82 yen

Notes: 1 Diluted net income per share is omitted because there was no potential dilution.
2 The basis for calculation of net income per share is as follows.

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Net income per share		
Net income as stated in the Consolidated Statements of Income (million yen)	152	366
Net income pertaining to common stock (million yen)	152	366
Amount not belonging to common stockholders (million yen)	-	-
Average number of common stock shares during the period (thousands of shares)	63,734	63,055

(Important post-balance sheet events)
No corresponding item exists.

(Omission of disclosure)
Notes concerning lease transactions, related party transactions, tax effect accounting, securities, derivative transactions and retirement allowance are not disclosed, as little need is believed to exist for disclosure in a financial announcement document.

5 Company-specific financial statements

(1) Balance Sheets

(Unit: million yen)

	Previous consolidated fiscal year (March 31, 2008)	Current consolidated fiscal year (March 31, 2009)
Assets		
Current assets		
Cash and deposits	2,361	3,434
Notes receivable	4,277	4,200
Accounts receivable	16,374	14,800
Securities	763	713
Goods	5,157	-
Products	1,550	-
Half-finished products	266	-
Raw materials	680	-
Inventory goods	153	-
Goods and products	-	5,943
Work-in-progress	-	239
Raw materials and inventory goods	-	1,147
Prepaid expenses	35	172
Deferred tax assets	772	433
Short-term loans	1,470	1,968
Accounts receivable	2,823	2,545
Other current assets	45	46
Allowance for doubtful receivables	(156)	(161)
Total current assets	36,577	35,484
Fixed assets		
Tangible fixed assets		
Buildings (net)	4,224	4,749
Structures (net)	231	276
Machinery and equipment (net)	1,859	1,738
Motor vehicles and transport equipment (net)	16	11
Equipment (net)	273	207
Land	6,075	6,032
Lease assets (net)	-	151
Construction in progress	145	107
Total tangible fixed assets	12,827	13,275
Intangible assets		
Goodwill	180	136
Software	853	522
Lease assets	-	99
Others	14	84
Total intangible assets	1,048	842

(Unit: million yen)

	Previous consolidated fiscal year (March 31, 2008)	Current consolidated fiscal year (March 31, 2009)
Investments and other assets		
Investment securities	3,801	2,396
Shares in affiliated companies	1,353	1,417
Investments in affiliated companies	273	-
Long-term loans receivable	61	43
Long-term loans to employees	195	167
Long-term loans to affiliated company	714	547
Bankruptcy rehabilitation claims, etc	-	40
Long-term advance charges	40	214
Deferred tax assets	852	1,695
Others	875	846
Allowance for doubtful receivables	(28)	(94)
Total investments and other assets	8,139	7,273
Total fixed assets	22,015	21,391
Total assets	58,592	56,876
Liabilities		
Current liabilities		
Notes payable	3,190	2,210
Accounts payable	13,341	13,210
Short-term borrowings	300	300
Current portion of long-term debt	2,100	600
Lease liabilities	-	50
Arrears	509	638
Accrued expenses	1,225	1,069
Accrued income taxes	66	68
Deposits	3,331	4,013
Allowance for bonus payable	302	293
Others	7	12
Total current liabilities	24,375	22,467
Fixed liabilities		
Long-term debt	7,700	9,200
Lease liabilities	-	186
Reserve for retirement allowance	3,416	3,121
Reserve for severance indemnities to directors and corporate auditors	178	207
Long-term guarantee deposits	1,562	1,537
Others	-	98
Total fixed liabilities	12,856	14,350
Total liabilities	37,232	36,817

(Unit: million yen)

	Previous consolidated fiscal year (March 31, 2008)	Current consolidated fiscal year (March 31, 2009)
Net assets		
Shareholders equity		
Common stock	6,855	6,855
Capital surplus		
Additional paid-in capital	1,789	1,789
Other capital surplus	4,698	4,698
Total capital surplus	6,488	6,488
Retained earnings		
Other retained earnings		
General reserve	6,800	6,800
Retained earnings carried forward	944	618
Total retained earnings	7,744	7,418
Treasury stock	(863)	(1,064)
Total shareholders' equity	20,226	19,698
Unrealized gain (loss) and equity adjustment from currency translation		
Unrealized gain (loss) on securities	1,134	360
Total unrealized gain (loss) and equity adjustment from foreign currency translation	1,134	360
Total net assets	21,360	20,058
Total liabilities and net assets	58,592	56,876

(2) Statements of Income

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Net sales		
Product sales	14,772	15,507
Goods sales	42,992	40,104
Total sales	57,764	55,611
Cost of sales		
Product inventories at start of term	1,524	1,550
Current term product manufacturing costs	8,959	9,963
Total	10,484	11,514
Product inventories at end of term	1,550	1,498
Product transfers to other accounts	161	147
Cost variance	79	(449)
Product sales costs	8,852	9,418
Goods inventories at start of term	5,139	5,157
Current term goods purchased	33,154	30,292
Total	38,293	35,449
Goods inventories at end of term	5,157	4,444
Goods transfers to other accounts	524	639
Goods sales costs	32,611	30,364
Total sales costs	41,464	39,783
Gross operating profit	16,300	15,828
Selling and general administrative expenses		
Freight and packaging costs	5,300	5,027
Advertising costs	423	318
Sample costs	1,446	1,234
Sales charges	368	269
Transfers to allowance for bad debt	5	71
Salaries and wages	2,178	2,227
Employee bonuses	411	377
Transfers to allowance for employee bonuses	211	210
Retirement benefit costs	245	350
Transfers to reserve for severance indemnities to directors and corporate auditors	46	46
Rental costs	1,171	1,131
Depreciation costs	835	792
Goodwill depreciation	58	53
Technology research costs	445	486
Others	2,905	2,829
Total sales costs and general administrative costs	16,053	15,428
Operating profit	246	400

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Non-operating income		
Interest income	52	49
Interest on securities	5	7
Dividends received	179	139
Insurance dividends	13	21
Real estate rental charges	162	161
Others	131	121
Total non-operating profit	545	499
Non-operating expenses		
Interest expense	200	224
Interest paid on bonds	3	-
Sales discounts	128	137
Inventory losses	164	-
Others	66	70
Total non-operating loss	564	433
Ordinary income	227	467
Extraordinary income		
Adjustment for allowance for doubtful receivables	22	-
Reversal of reserve for investment loss	27	-
Gain on liquidation of affiliates	4	-
Gain on sale of fixed assets	-	300
Total extraordinary profit	54	300
Extraordinary loss		
Loss on sale of fixed assets	3	-
Loss on disposal of fixed assets	28	46
Write-down of investment securities	144	115
Write-down of shares of affiliates	13	-
Losses on valuation of inventory assets	-	154
Losses on disposal of investments in affiliated companies	-	273
Total extraordinary loss	190	591
Income before income taxes	91	175
Corporation tax, local inhabitants taxes, and enterprise taxes	40	40
Deferred corporation tax	24	17
Total corporation tax, etc.	64	58
Net income	27	117

(3) Statement of Changes in Shareholders' Equity, etc.

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Shareholders' equity		
Capital		
Balance at end of previous term	6,855	6,855
Change during current term		
Total change during current term	-	-
Balance at end of current term	6,855	6,855
Capital surplus		
Capital reserve		
Balance at end of previous term	1,789	1,789
Change during current term		
Total change during current term	-	-
Balance at end of current term	1,789	1,789
Other capital surplus		
Balance at end of previous term	4,679	4,698
Change during current term		
Disposal of treasury stock	19	(0)
Total change during current term	19	(0)
Balance at end of current term	4,698	4,698
Retained earnings		
Other retained earnings		
Special reserves		
Balance at end of previous term	6,300	6,800
Change during current term		
Reserve of special reserve	500	-
Change during current term	500	-
Balance at end of current term	6,800	6,800
Retained earnings carried forward		
Balance at end of previous term	1,860	944
Change during current term		
Dividend of retained earnings	(443)	(443)
Reserve of special reserve	(500)	-
Current term net profit	27	117
Total change during current term	(915)	(326)
Balance at end of current term	944	618
Treasury stock		
Balance at end of previous term	(911)	(863)
Change during current term		
Acquisition of treasury stock	(168)	(202)
Disposal of treasury stock	216	1
Total change during current term	48	(201)
Balance at end of current term	(863)	(1,064)

(Unit: million yen)

	Previous consolidated fiscal year (From April 1, 2007 until March 31, 2008)	Current consolidated fiscal year (From April 1, 2008 until March 31, 2009)
Total shareholders' equity		
Balance at end of previous term	20,573	20,226
Change during current term		
Dividend of retained earnings	(443)	(443)
Current term net profit	27	117
Acquisition of treasury stock	(168)	(202)
Disposal of treasury stock	236	1
Total change during current term	(347)	(528)
Balance at end of current term	20,226	19,698
Valuation/ currency translation differences, etc.		
Other marketable securities valuation differences		
Balance at end of previous term	2,400	1,134
Change during current term		
Change during current term in items other than shareholders' equity (net)	(1,266)	(774)
Total change during current term	(1,266)	(774)
Balance at end of current term	1,134	360
Total valuation/ currency translation differences, etc.		
Balance at end of previous term	2,400	1,134
Change during current term		
Change during current term in items other than shareholders' equity (net)	(1,266)	(774)
Total change during current term	(1,266)	(774)
Balance at end of current term	1,134	360
Total net assets		
Balance at end of previous term	22,974	21,360
Change during current term		
Dividend of retained earnings	(443)	(443)
Current term net profit	27	117
Acquisition of treasury stock	(168)	(202)
Disposal of treasury stock	236	1
Change during current term in items other than shareholders' equity (net)	(1,266)	(774)
Total change during current term	(1,613)	(1,302)
Balance at end of current term	21,360	20,058

Notes on the assumption of the company as a going concern
N/A

6. Other
(1) Transfers of directors
Relevant information will be disclosed when the details of disclosure are settled.
(2) Other
N/A