

**For the Fiscal Year Ended March 31, 2014**

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**Annual Select<sup>®</sup> 2014**  
**Takiron Co., Ltd.**

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**NORTH GATE BUILDING, 3-1-3, Umeda, Kita-ku, Osaka**

**(Securities Code: 4215)**

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Contact us via email from the following website:

<http://www.takiron.co.jp/english/form/>

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**Corporate Profile**

*We provide solutions inspired by  
boundless strengths and possibilities*

The corporate mission of Takiron is to make positive contributions using plastics technology to the global environment and society at large.

Takiron came into being in 1919 as a factory manufacturing celluloid.

From its foundation to the present day, Takiron has developed and released a wide variety of high-quality products based on its leading-edge plastics technologies, seeking to satisfy customer needs as they expand in line with the development of society and industry.

Takiron's fields of specialty continue to expand limitlessly into the 21st century. These fields, which all touch people's lives, range from building materials that enrich housing environments and high functional materials to support the advanced IT industry, to leading-edge medical materials essential for peoples' lives and health.

Here at Takiron, we continually strive to unerringly keep up with change in society. Further, we strive to be a company that, with plastics technology at its core, considers the provision of quality that satisfies customers to be its ultimate mission, and where each employee is able to preempt change and take timely decisions and actions.

Through these activities, we aim to contribute to society and the environment and find a place in people's hearts as a good corporate citizen that is desired to continuously exist in the future. We consider this to be the measure of Takiron's performance.

## I. Summary of Selected Financial Data (Consolidated)

Year ended March 31,	115 <sup>th</sup> fiscal year 2010	116 <sup>th</sup> fiscal year 2011	117 <sup>th</sup> fiscal year 2012	118 <sup>th</sup> fiscal year 2013	119 <sup>th</sup> fiscal year 2014
Net sales (Millions of yen)	63,114	66,758	68,181	67,808	72,856
Ordinary income (Millions of yen)	2,580	4,051	4,344	4,827	6,351
Net income (loss) (Millions of yen)	1,193	2,480	1,950	3,395	3,788
Comprehensive income (Millions of yen)	–	2,348	1,998	3,805	3,941
Net assets (Millions of yen)	40,636	40,845	41,725	44,889	45,460
Total assets (Millions of yen)	77,852	76,775	78,610	77,977	85,643
Net assets per share (Yen)	522.92	550.66	572.82	616.38	626.80
Net income (loss) per share (Yen)	16.20	33.99	27.03	47.37	52.88
Diluted net income per share (Yen)	–	–	–	–	–
Equity ratio (%)	49.1	52.1	52.2	56.7	52.2
Return on equity (ROE) (%)	3.2	6.3	4.8	8.0	8.5
Price earnings ratio (PER) (Times)	17.1	10.2	11.2	7.3	8.0
Net cash provided by (used in) operating activities (Millions of yen)	4,357	7,530	3,275	6,632	7,917
Net cash provided by (used in) investing activities (Millions of yen)	(750)	(3,812)	(3,496)	(1,959)	(1,879)
Net cash provided by (used in) financing activities (Millions of yen)	(3,661)	(4,641)	(709)	(1,788)	(2,108)
Cash and cash equivalents at end of period (Millions of yen)	9,033	8,096	7,201	10,095	14,048
Number of employees [Separately, average number of temporary employees] (Persons)	1,730 [358]	1,716 [403]	1,665 [415]	1,670 [421]	1,664 [428]

- (Notes)
1. Net sales do not include consumption taxes.
  2. The number of employees shown denotes employees on duty.
  3. For the 115<sup>th</sup> and 116<sup>th</sup> fiscal years, diluted net income per share is not presented since there were no dilutive potential shares in those terms.
  4. For the 117<sup>th</sup>, 118<sup>th</sup> and 119<sup>th</sup> fiscal years, diluted net income per share is not presented since there were no potential shares in those terms.

## II. Message from the President

In a rapidly developing modern society, technology across various industries advances on a daily basis. Also, in the plastics industry, great expectations have been placed on new functionalization by use of new materials. Since its founding as a celluloid manufacturer in 1919, Takiron has developed and released many high-quality products from its unique technological innovations based on leading-edge plastics technologies to satisfy a growing range of needs that has kept pace with the expansion of industrial trends.

The world at present has entered a period of economic and political turbulence due to uncertainty over future prospects. Corporate survival revolves first and foremost around the question of how best to respond appropriately to these environmental challenges and deliver a level of quality expected by customers.

In this context, and in order to sustain growth that is rooted in plastics technology for the twenty-first century and beyond, Takiron recognizes the importance of a workforce comprised of individual employees capable of anticipating changes and engaging in quick decision-making and taking action.

In addition, under circumstances where policies for “realization of a low-carbon society” have been demanded around the globe, we believe that the Takiron group’s original commercialized materials and technologies will lead to greater business opportunities in the future.

Through these activities, we aim to contribute to society and the environment and find a place in people’s hearts as a good corporate citizen that is desired to continuously exist in the future. We consider this to be the measure of Takiron’s performance.

We look forward to the opportunity to earn your continued loyalty and support.



Katsumori Hyodo  
President

### [Takiron’s Business Philosophy]

1. To continuously expand our business, keeping in mind the preservation of the global environment.
2. To contribute to the benefit of society with products of high quality and assure our customers of full satisfaction.
3. To anticipate social changes and meet future challenges.
4. To cultivate individuality and creativity by emphasizing the importance of our human resources.
5. To seek profits and distribute them fairly.

### III. Business Progress and Results

In the fiscal year under review, the Japanese economy showed improvement with respect to the export environment, corporate earnings and the labor market, amid ongoing yen depreciation and a strong stock market hastened by factors such as the government's economic measures, the Bank of Japan's monetary policy, and Tokyo's selection as host to the 2020 Olympic Games. Meanwhile, business conditions remained on track to recovery with upward momentum in corporate production and personal spending in part due to last-minute demand for purchases before the consumption tax hike went into effect. Still, the business climate remains uncertain given concerns of a downturn in overseas markets as raw material prices hold to high levels, the European economy remains sluggish, and economic growth in emerging nations stagnates.

Regarding the business environment surrounding the Takiron Group, new construction and renovations of both self-contained dwellings and multi-family residences field and the non-housing field remained firm, and also civil engineering-related public investment was firm in part due to the government making use of budgeted funds to undertake restoration and reconstruction work. Business targeting IT-related investment in the private sector also showed signs of somewhat modest recovery, in part as a result of capital investment among semiconductor manufacturers picking up steam.

Against this background, in the second fiscal year of its three-year medium-term plan, based on its basic strategy which includes injecting management resources into growth fields, aggressively developing business in overseas markets, centered on Asia, promoting new business and new product development, further pursuing group management as well as strengthening group management, the Takiron Group executed specific measures such as establishing a subsidiary in Changzhou, Jiangsu, China and consolidating group sites in the Kyushu region. These efforts are part of Takiron's stance of devoting every last effort to expanding the business and increasing profitability.

As a result, in the fiscal year under review net sales increased 7.4% year on year to ¥72,856 million, operating income increased 33.0% to ¥6,269 million, ordinary income increased 31.6% to ¥6,351 million, and net income increased 11.6% to ¥3,788 million.

Operating results by business segment are as follows.

#### Housing Environmental Materials Business

The Housing Materials Department generated higher sales than in the previous fiscal year, with a year-on-year increase in the number of housing starts for self-contained dwellings giving rise to healthy demand for housing materials, including products such as polypropylene and unplasticized polyvinyl chloride inspection chambers for sewerage and other drainage equipment, the JET LINE rain gutter system and interior materials.

In the Natural Lighting Material Department, sales increased substantially year on year, mainly due to results with polycarbonate flat sheets and processed products for energy-saving applications involving natural lighting for housing and non-housing structures. Sales overall increased year on year, supported by new business development and healthy demand in the second half.

In the Environmental and Engineering Department, sales increased year on year due to progress made in deliveries to pre-designed properties in line with increases in public works projects.

In the Engineering Department, sales increased year on year due to steady deliveries of materials for ordinance-designated urban properties in the FFT-S field (a material for sewage pipe renewal), while

orders for properties in the water supply and sewerage field were largely unchanged from the previous fiscal year.

As a result, net sales in the Housing Environmental Materials Business increased 5.3% year on year to ¥38,542 million. However, operating income decreased 12.6% to ¥2,539 million given a special factor in the previous fiscal year in the form of a substantial increase in capacity utilization driven by a surge in demand for corrugated sheet.

#### Flooring Materials Business

In the Flooring Materials Business, both revenues and earnings increased year on year due to a combination of favorable results with Takiron's mainstay products for condominium renovations and last minute demand ahead of the consumption tax hike in the fourth quarter.

As a result, net sales of the Flooring Materials Business increased 12.2% year on year to ¥11,037 million, and operating income increased 19.8% to ¥2,940 million.

#### High Functional Materials Business

In the Plate Department, industrial plates performed well as a result of gaining overseas businesses related to semiconductors and LCDs, along with heightened demand from domestic device manufacturers. Fourth quarter sales were higher year on year due to growing demand for displays ahead of the consumption tax hike coupled with upward momentum in the realm of PET plate and materials for use in retail stores.

In the Polycarbonate Department, despite sluggish performance of general-purpose products used mainly for general industrial machine covers, sales increased year on year due to healthy results with high-functional products for semiconductor-related applications and optical products.

Sales in other departments increased year on year, on the back of new business generated with large properties in the signage field and new areas of business developed in the cutting materials field. Sales in the storage tank field decreased year on year, due to a downward trajectory in capital investment demand in Japan.

As a result, net sales of the High Functional Materials Business increased 8.7% year on year to ¥21,122 million, and operating income was ¥832 million (compared to an operating loss of ¥398 million in the previous fiscal year).

#### Medical Business

Sales in the Bone Fixation Devices Department increased year on year, with the orthopedic surgery field generating steady sales of SUPER FIXSORB and the crano and maxillofacial surgery field facing a downturn in domestic sales of SUPER FIXSORB MX, but firm sales of the product overseas.

As a result, net sales in the Medical Business increased 10.7% year on year to ¥2,153 million. However, despite positive earnings in the Bone Fixation Devices Department, the Medical Business posted an operating loss of ¥41 million (compared to an operating loss of ¥247 million in the previous fiscal year) due in part to significantly higher development expenses in the Electrically Conductive Adhesives Department.

Net Sales and Operating Income by Business Segment

(Millions of yen)

	Fiscal year ended March 31, 2013		Fiscal year ended March 31, 2014	
	Net sales	Operating income	Net sales	Operating income
Housing Environmental Materials Business	36,591	2,904	38,542	2,539
Flooring Materials Business	9,838	2,454	11,037	2,940
High Functional Materials Business	19,432	(398)	21,122	832
Medical Business	1,945	(247)	2,153	(41)
Total	67,808	4,714	72,856	6,269

# IV. Corporate Governance

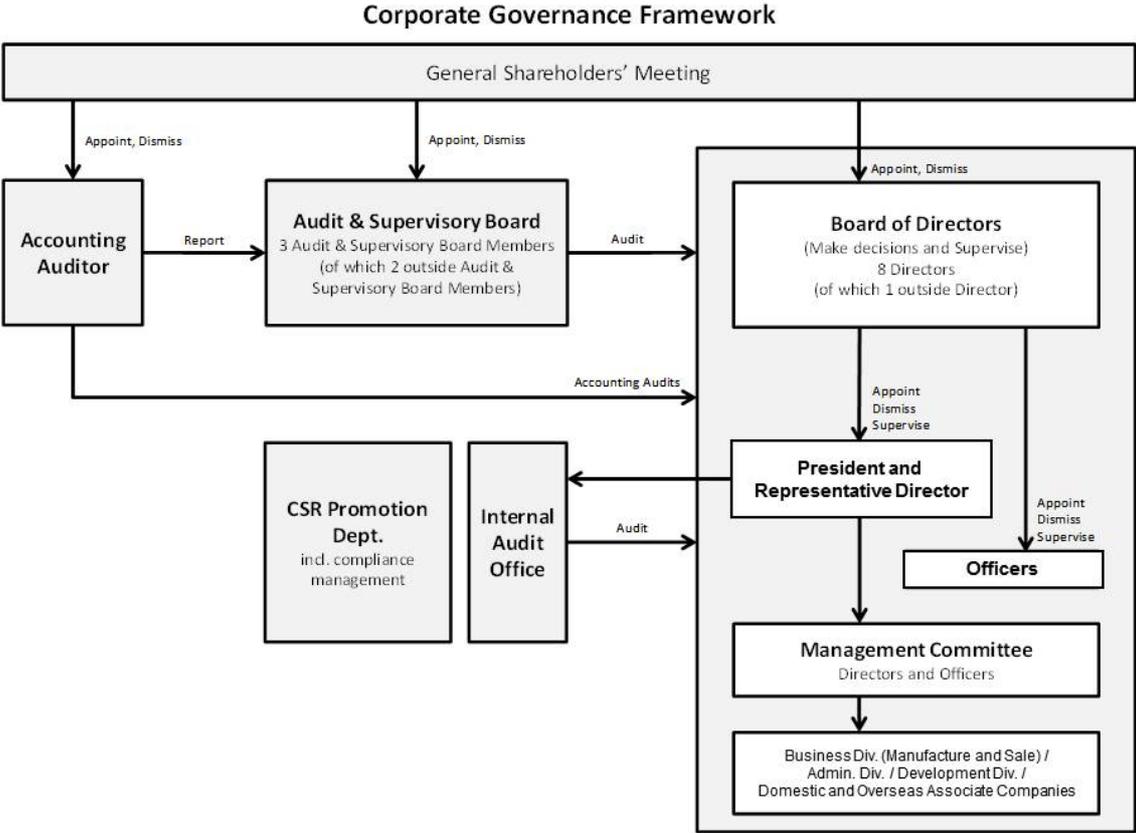
## Basic Approach to Corporate Governance

Takiron regards strengthening corporate governance as a management issue of primary importance in order to improve management efficiency and transparency, earn the trust of all stakeholders including shareholders, and continuously improve corporate value.

## Reasons for Implementation of Corporate Governance Framework

Takiron employs the corporate governance framework of a company with audit and supervisory board members. One of the directors is an outside director with specialist knowledge, experience and an independent perspective, in order to provide advice from an external viewpoint and enhance deliberations by the directors while also monitoring and supervising the execution of their duties. Alongside auditing with respect to legality by the audit and supervisory board members and the Audit & Supervisory Board, efforts are also made to strengthen governance.

Takiron’s corporate governance framework is as shown in the diagram below.



## V. Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2013	As of March 31, 2014
<b>Assets</b>		
Current assets		
Cash and deposits	10,111	14,075
Notes and accounts receivable - trade	24,958	27,158
Securities	9	—
Merchandise and finished goods	6,349	6,708
Work in process	2,272	1,969
Raw materials and supplies	1,594	1,687
Deferred tax assets	800	732
Other	1,005	820
Allowance for doubtful accounts	(168)	(23)
Total current assets	46,935	53,129
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	7,854	7,454
Machinery, equipment and vehicles, net	4,215	4,557
Land	10,065	9,902
Leased assets, net	275	245
Construction in progress	176	574
Other, net	646	767
Total property, plant and equipment	23,233	23,502
Intangible assets	568	617
Investments and other assets		
Investment securities	3,426	3,266
Deferred tax assets	2,805	4,168
Net defined benefit asset	—	117
Other	1,156	976
Allowance for doubtful accounts	(149)	(135)
Total investments and other assets	7,239	8,393
Total non-current assets	31,041	32,513
<b>Total assets</b>	<b>77,977</b>	<b>85,643</b>

	As of March 31, 2013	As of March 31, 2014
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	12,717	15,660
Short-term loans payable	2,500	2,250
Current portion of long-term loans payable	1,000	500
Lease obligations	113	98
Accrued consumption taxes	364	177
Income taxes payable	1,224	1,734
Accrued expenses	606	601
Provision for bonuses	938	978
Provision for directors' bonuses	163	180
Notes payable - facilities	103	138
Other	1,618	2,533
Total current liabilities	21,351	24,853
Non-current liabilities		
Long-term loans payable	500	300
Lease obligations	167	150
Deferred tax liabilities	862	866
Provision for retirement benefits	8,969	—
Provision for directors' retirement benefits	189	7
Net defined benefit liability	—	12,759
Asset retirement obligations	203	204
Other	844	1,039
Total non-current liabilities	11,735	15,328
Total liabilities	33,087	40,182
Net assets		
Shareholders' equity		
Capital stock	15,189	15,189
Capital surplus	14,667	14,667
Retained earnings	15,767	18,659
Treasury shares	(2,013)	(2,152)
Total shareholders' equity	43,610	46,363
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	629	720
Foreign currency translation adjustment	(62)	(24)
Remeasurements of defined benefit plans	—	(2,337)
Total accumulated other comprehensive income	567	(1,642)
Minority interests	711	739
Total net assets	44,889	45,460
Total liabilities and net assets	77,977	85,643

**(2) Consolidated Statements of Income and  
Consolidated Statements of Comprehensive Income**

**(Consolidated Statements of Income)**

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Net sales	67,808	72,856
Cost of sales	45,105	48,003
Gross profit	22,703	24,852
Selling, general and administrative expenses		
Transportation and warehousing expenses	4,109	4,467
Personnel expenses	6,554	6,739
Provision for bonuses	449	502
Retirement benefit expenses	588	709
Provision for directors' bonuses	163	178
Provision for directors' retirement benefits	48	5
Depreciation	504	493
Provision of allowance for doubtful accounts	31	(27)
Research and development expenses	826	801
Amortization of goodwill	121	75
Other expenses	4,592	4,636
Total selling, general and administrative expenses	17,988	18,583
Operating income	4,714	6,269
Non-operating income		
Interest income	5	5
Dividend income	81	85
Rent income on non-current assets	9	30
Share of profit of entities accounted for using equity method	30	40
Miscellaneous income	124	110
Total non-operating income	251	273
Non-operating expenses		
Interest expenses	55	53
Sales discounts	52	55
Rent expenses on non-current assets	6	27
Miscellaneous expenses	22	56
Total non-operating expenses	137	191
Ordinary income	4,827	6,351
Extraordinary income		
Gain on sales of non-current assets	—	2
Gain on sales of investment securities	17	279
Gain on revision of retirement benefit plan	927	—
Total extraordinary income	944	282

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Extraordinary losses		
Loss on disposal of non-current assets	43	45
Loss on sales of investment securities	33	8
Impairment loss	20	272
Total extraordinary losses	98	326
Income before income taxes and minority interests	5,673	6,306
Income taxes - current	1,883	2,546
Income taxes - deferred	351	(43)
Total income taxes	2,234	2,502
Income before minority interests	3,439	3,804
Minority interests in income	43	16
Net income	3,395	3,788

## (Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Income before minority interests	3,439	3,804
Other comprehensive income		
Valuation difference on available-for-sale securities	343	92
Foreign currency translation adjustment	15	36
Share of other comprehensive income of entities accounted for using equity method	7	7
Total other comprehensive income	366	136
Comprehensive income	3,805	3,941
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,755	3,916
Comprehensive income attributable to minority interests	49	25

### (3) Consolidated Statements of Changes in Net Assets

Fiscal year ended March 31, 2013

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	15,189	14,667	13,007	(2,011)	40,851
Changes of items during period					
Dividends of surplus			(573)		(573)
Net income			3,395		3,395
Purchase of treasury shares				(1)	(1)
Change of scope of equity method			(61)		(61)
Net changes of items other than shareholders' equity					
Total changes of items during period	–	–	2,760	(1)	2,759
Balance at end of current period	15,189	14,667	15,767	(2,013)	43,610

	Accumulated other comprehensive income				Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	288	(81)	–	207	666	41,725
Changes of items during period						
Dividends of surplus						(573)
Net income						3,395
Purchase of treasury shares						(1)
Change of scope of equity method						(61)
Net changes of items other than shareholders' equity	341	18	–	360	45	405
Total changes of items during period	341	18	–	360	45	3,164
Balance at end of current period	629	(62)	–	567	711	44,889

Fiscal year ended March 31, 2014

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	15,189	14,667	15,767	(2,013)	43,610
Changes of items during period					
Dividends of surplus			(895)		(895)
Net income			3,788		3,788
Purchase of treasury shares				(139)	(139)
Net changes of items other than shareholders' equity					
Total changes of items during period	–	–	2,892	(139)	2,752
Balance at end of current period	15,189	14,667	18,659	(2,152)	46,363

	Accumulated other comprehensive income				Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	629	(62)	–	567	711	44,889
Changes of items during period						
Dividends of surplus						(895)
Net income						3,788
Purchase of treasury shares						(139)
Net changes of items other than shareholders' equity	90	37	(2,337)	(2,209)	27	(2,181)
Total changes of items during period	90	37	(2,337)	(2,209)	27	571
Balance at end of current period	720	(24)	(2,337)	(1,642)	739	45,460

#### (4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
<b>Cash flows from operating activities</b>		
Income before income taxes and minority interests	5,673	6,306
Depreciation	2,957	2,836
Impairment loss	20	272
Amortization of goodwill	106	74
Increase (decrease) in provision for bonuses	(21)	39
Increase (decrease) in provision for directors' bonuses	27	16
Increase (decrease) in provision for retirement benefits	(973)	—
Increase (decrease) in net defined benefit liability	—	120
Increase (decrease) in provision for directors' retirement benefits	(2)	(181)
Increase (decrease) in allowance for doubtful accounts	21	(158)
Interest and dividend income	(86)	(91)
Interest expenses	55	53
Foreign exchange losses (gains)	(24)	(22)
Share of (profit) loss of entities accounted for using equity method	(30)	(40)
Loss (gain) on sales of investment securities	16	(270)
Loss (gain) on disposal of non-current assets	43	43
Decrease (increase) in notes and accounts receivable - trade	928	(2,282)
Decrease (increase) in inventories	1,118	(99)
Increase (decrease) in notes and accounts payable - trade	(1,349)	2,944
Increase (decrease) in accounts payable - other	(119)	214
Other, net	156	107
<b>Subtotal</b>	<b>8,518</b>	<b>9,882</b>
Interest and dividend income received	96	95
Interest expenses paid	(63)	(56)
Proceeds from subsidy income	23	18
Income taxes paid	(1,944)	(2,021)
<b>Net cash provided by (used in) operating activities</b>	<b>6,632</b>	<b>7,917</b>
<b>Cash flows from investing activities</b>		
Payments into time deposits	(10)	(10)
Proceeds from withdrawal of time deposits	2	0
Purchase of property, plant and equipment	(2,057)	(2,288)
Proceeds from sales of property, plant and equipment	—	6
Purchase of intangible assets	(79)	(264)
Purchase of investment securities	(22)	(19)
Proceeds from sales of investment securities	256	633
Decrease (increase) in other investments	(7)	(3)

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Payments of loans receivable	(20)	(28)
Collection of loans receivable	21	122
Other, net	(41)	(27)
Net cash provided by (used in) investing activities	(1,959)	(1,879)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(1,050)	(250)
Proceeds from long-term loans payable	—	300
Repayments of long-term loans payable	—	(1,000)
Repayments of lease obligations	(159)	(123)
Purchase of treasury shares	(1)	(139)
Cash dividends paid	(573)	(895)
Cash dividends paid to minority shareholders	(4)	—
Net cash provided by (used in) financing activities	(1,788)	(2,108)
Effect of exchange rate change on cash and cash equivalents	9	23
Net increase (decrease) in cash and cash equivalents	2,893	3,953
Cash and cash equivalents at beginning of period	7,201	10,095
Cash and cash equivalents at end of period	10,095	14,048

## VI. Company Information

### Company Information (as of March 31, 2014)

Trade name:	Takiron Co., Ltd.
Date of establishment:	December 1935
Listing date:	October 1961
Business year:	From April 1 to March 31
Paid-in capital:	15,189 million yen
Number of employees:	2,092 (including 428 temporary employees; on a consolidated basis)
Head office:	NORTH GATE BUILDING, 3-1-3, Umeda, Kita-ku, Osaka, 530-0001 Japan
Telephone:	+81-6-6453-3700
Consolidated subsidiaries and equity-method affiliates:	Takiron Matex Co., Ltd. Sanwa Signworks Co., Ltd. Rontec Co., Ltd. Takiron Engineering Co., Ltd. Takiron Protech Co., Ltd. Takiron-Rowland Co., Ltd. Takiron Service Co., Ltd. Dailite Co., Ltd. Takiron Polymer Co., Ltd. Takiron KC Home Improvement Co., Ltd. Dainippon Plastics Co., Ltd. Shanghai Takiron Plastics Co., Ltd. Takiron Plastics (Changzhou) Co., Ltd. PT. TAKIRON INDONESIA Other 9 companies

### Directors and Audit & Supervisory Board Members (as of June 25, 2014)

President and Representative Director	Katsumori Hyodo
Executive Vice President and Representative Director	Yosuke Minamitani
Director, Senior Executive Officer	Masayoshi Kanao
Director, Executive Officer	Mitsuo Murata
Director, Officer	Tomomi Umeda
Director, Officer	Hideharu Iwasaki
Director, Officer	Masatoshi Torimoto
Director*	Mune Iwamoto
Audit & Supervisory Board Member**	Ryunosuke Onitsuka
Audit & Supervisory Board Member	Takeshi Aoyama
Audit & Supervisory Board Member**	Michichika Suzuki
Officer	Nobuyuki Kaburagi
Officer	Kazuhisa Tanaka
Officer	Makoto Ihira
Officer	Yutaka Takeda
Officer	Kazuya Saito
Officer	Takahisa Miyake

\* Outside Director    \*\* Outside Audit & Supervisory Board Member

**Stock Status (as of March 31, 2014)**

Total number of authorized shares:	178,008,000 shares
Total number of issued shares:	78,698,816 shares
Number of shareholders (excluding shareholders holding shares less than one unit (1,000 shares)):	4,885

**Major shareholders (Top 10)**

Shareholder name	Number of shares held (Thousands)	Share-holding ratio to number of issued shares (%)
ITOCHU Corporation	20,906	26.56
Takiron Kyowa-Kai	5,046	6.41
Japan Trustee Services Bank, Ltd. [trust fund]	2,231	2.83
Nippon Life Insurance Company	1,557	1.98
Sekisui Jushi Corporation	1,439	1.83
Kaneka Corporation	1,318	1.67
CBNY-DFA Intl Small Cap Value Portfolio (Standing proxy: Citibank Japan Ltd.)	1,128	1.43
The Master Trust Bank of Japan, Ltd. [trust fund]	1,100	1.40
Tosoh Corporation	1,070	1.36
NIPPONKOA Insurance Company, Limited	987	1.25

(Notes) 1. Of the shares held above, the number of shares related to trust business is as follows:

Japan Trustee Services Bank, Ltd. [trust fund]	2,231 thousand shares
The Master Trust Bank of Japan, Ltd. [trust fund]	1,100 thousand shares

2. Treasury shares of 7,350 thousand shares (share-holding ratio of 9.34%) are excluded from the table above.

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