

Non-consolidated Financial Statements
for the First Nine Months of the Fiscal Year Ending March 31, 2013

Company name:	Zuken Elmic, Inc.	Listing:	TSE Mothers Market
Stock code:	4770	URL:	http://www.elwsc.co.jp/
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(1) Balance Sheets

(Thousands of yen)

	FY2011 selected data (As of Mar. 31, 2012)	3Q of FY2012 (As of Dec. 31, 2012)
Assets		
Current assets		
Cash and deposits	274,998	299,752
Notes and accounts receivable - trade	457,411	317,144
Short-term investment securities	63,069	63,104
Merchandise and finished goods	9,812	12,743
Work in process	39,346	109,779
Raw materials	1,610	1,208
Other current assets	53,522	45,178
Allowance for doubtful accounts	(513)	(443)
Total current assets	899,257	848,468
Noncurrent assets		
Property, plant and equipment	18,792	13,657
Intangible assets	32,574	25,599
Investments and other assets		
Investment securities	12,310	12,060
Other investments and other assets	80,863	23,335
Allowance for doubtful accounts	(6,649)	(6,649)
Total investments and other assets	86,523	28,745
Total noncurrent assets	137,891	68,003
Total assets	1,037,148	916,471

(Thousands of yen)

	FY2011 selected data (As of Mar. 31, 2012)	3Q of FY2012 (As of Dec. 31, 2012)
Liabilities		
Current liabilities		
Accounts payable - trade	86,955	81,723
Income taxes payable	8,278	4,163
Provision for bonuses	50,771	26,669
Provision for product warranties	53,569	41,600
Other current liabilities	132,530	124,347
Total current liabilities	332,105	278,503
Noncurrent liabilities		
Long-term accounts payable-other	3,431	3,431
Provision for retirement benefits	2,998	2,998
Other long-term liabilities	7,971	6,645
Total noncurrent liabilities	14,401	13,074
Total liabilities	346,506	291,578
Net assets		
Shareholders' equity		
Common stock	1,202,036	1,202,036
Capital surplus	81,886	81,886
Retained earnings	(592,731)	(658,228)
Total shareholders' equity	691,191	625,693
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	(550)	(800)
Total valuation and translation adjustments	(550)	(800)
Total net assets	690,641	624,893
Total liabilities and net assets	1,037,148	916,471

(2) Statements of Income
(For the Nine-month Period)

(Thousands of yen)

	3Q of FY2011 (Apr. 1, 2011 – Dec. 31, 2011)	3Q of FY2012 (Apr. 1, 2012 – Dec. 31, 2012)
Net sales	931,007	1,008,047
Cost of sales	569,593	599,016
Gross profit	361,414	409,031
SG&A expenses	448,260	475,136
Operating loss	(86,846)	(66,105)
Non-operating income		
Interest income	2,810	118
Dividend income	260	300
Subsidy income	7,196	1,833
Rent income	3,365	1,550
Other	1,651	284
Total non-operating income	15,284	4,087
Non-operating expenses		
Loss on investments in partnership	3,232	-
Foreign exchange losses	1,925	2,201
Rent expenses	2,223	1,508
Total non-operating expenses	7,381	3,710
Ordinary loss	(78,943)	(65,727)
Extraordinary income		
Gain on sales of real estate for investment	-	2,981
Total extraordinary income	-	2,981
Extraordinary loss		
Loss on retirement of noncurrent assets	217	0
Total extraordinary losses	217	0
Net loss before income taxes	(79,160)	(62,745)
Income taxes –current	2,835	2,835
Income taxes-deferred	(197)	(83)
Total income taxes	2,637	2,751
Net loss	(81,798)	(65,497)