Translation

Notice: This English version is a translation of the original disclosure in Japanese released on April 25, 2014 at 15:00 (GMT+9) and is only for reference purposes. In the case where any differences occur between the English version and the original Japanese version, the Japanese version will prevail.

Member of the Financial Accounting Standards Foundation

April 25, 2014

CONSOLIDATED FINANCIAL RESULTS for the Year Ended March 31, 2014 (Unaudited) <under Japanese GAAP>

Company name: **Nippon Electric Glass Co., Ltd.**
Listing: First Section of the Tokyo Stock Exchange
Securities identification code: 5214
URL: http://www.neg.co.jp/
Representative: Masayuki Arioka, President and Representative Director
Inquiries: Koichi Inamasu, Director and Executive Vice President
TEL: +81-77-537-1700 (from overseas)

Scheduled date of ordinary general meeting of shareholders: June 27, 2014
Scheduled date to commence dividend payments: June 30, 2014
Scheduled date to file securities report: June 30, 2014
Supplementary material on financial results: Yes
Financial results presentation meeting: Yes (for institutional investors and analysts)

(in millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the year ended March 31, 2014 (From April 1, 2013 to March 31, 2014)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
For the year ended		%		%		%		%
March 31, 2014	252,548	(12.1)	16,170	(35.2)	14,372	(36.9)	12,431	17.2
March 31, 2013	287,303	(15.1)	24,967	(59.5)	22,767	(60.0)	10,603	(45.4)

Note: Comprehensive income:
For the year ended March 31, 2014: 23,558 million yen [(15.6%)]
For the year ended March 31, 2013: 27,908 million yen [88.3%]

	Net income per share	Diluted net income per share	Net income/ equity	Ordinary income/ total assets	Operating income/ net sales
For the year ended	yen	yen	%	%	%
March 31, 2014	24.99	-	2.5	2.0	6.4
March 31, 2013	21.32	-	2.2	3.3	8.7

Reference: Equity in earnings of affiliates:
For the year ended March 31, 2014: None
For the year ended March 31, 2013: None

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of			%	yen
March 31, 2014	707, 021	510,807	71.2	1,011.46
March 31, 2013	697,385	495,294	70.1	982.97

Reference: Equity:
As of March 31, 2014: 503,093 million yen
As of March 31, 2013: 488,936 million yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Period-end cash and cash equivalents
For the year ended				
March 31, 2014	46,699	(33,842)	(11,189)	123,887
March 31, 2013	55,111	(46,545)	7,666	121,740

2. Cash dividends

	Annual dividends					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total			
	yen	yen	yen	yen	yen		%	%
For the year ended								
March 31, 2013	-	8.00	-	8.00	16.00	7,958	75.0	1.7
March 31, 2014	-	8.00	-	8.00	16.00	7,958	64.0	1.6
For the year ending December 31, 2014 (Forecasts)	-	8.00	-	4.00	12.00	——	-	——

Note: Subject to approval of the proposal "Partial Amendments of the Articles of Incorporation" at the 95th Ordinary General Meeting of Shareholders scheduled to be held on June 27, 2014, the Company intends to change its fiscal year end (last date of its business year) from March 31 to December 31. In line with this, dividends for the year ending December 31, 2014, will be determined on the assumption of maintaining a dividend of 16 yen per share per twelve-month period, which was paid in the year ended March 31, 2014. As this will be adjusted in consideration that the year ending December 31, 2014, is actually a nine-month period, the planned annual dividend is 12 yen per share (interim dividend 8 yen, year-end dividend 4 yen).

3. Consolidated earnings forecasts for the year ending December 31, 2014 (From April 1, 2014 to December 31, 2014)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
		%		%		%		%	yen
For the three months ending June 30, 2014	64,000 - 69,000	-	1,000 - 3,000	-	1,000 - 3,000	-	1,000 - 3,000	-	2.01 - 6.03
For the year ending December 31, 2014	200,000 - 210,000	-	11,000 - 17,000	-	8,000 - 14,000	-	7,000 - 11,000	-	14.07 - 22.12

Note: The year ending December 31, 2014, will be a transitional period in the change to the fiscal year end. Accordingly, the period under consolidation for the Company and its domestic consolidated subsidiaries, for which the fiscal year end has hitherto been March 31, will be the nine months from April 1, 2014, to December 31, 2014. For the Company's overseas consolidated subsidiaries, for which the fiscal year end has hitherto been December 31, the period under consolidation will be the twelve months from January 1, 2014, to December 31, 2014. In the above earnings forecasts for the fiscal year under review, the months under consolidation and periods under consolidation for companies in Japan and those overseas are different from those for the Company's consolidated earnings results for the year ended March 31, 2014. Therefore, the year-on-year percentage changes for the first quarter and the full year are not provided. For more details, please refer to the section of "(iii) Outlook for the year ending December 31, 2014 of (1) Analysis regarding operating results in 1. Operating results: analysis regarding financial position" on page 6.

(Reference: Consolidated earnings in the first quarter of the year ended March 31, 2014)

For the first quarter of the year ended March 31, 2014, the period of consolidation for the Company and its domestic consolidated subsidiaries was the three months from April 1, 2013, to June 30, 2013, while the period of consolidation for the Company's overseas consolidated subsidiaries was the three months from January 1, 2013, to March 31, 2013. Based on these periods, consolidated earnings for the first quarter were as follows:

Net sales	Operating income	Ordinary income	Net income	(Millions of yen)
62,003	3,359	3,614	1,857	

*** Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

A. Changes in accounting policies due to revisions to accounting standards: Yes
B. Changes in accounting policies due to other reasons: None
C. Changes in accounting estimates: None
D. Restatement of prior period financial statements after error corrections: None

(3) Number of issued shares (common stock)

A. Total number of issued shares at the end of the period (including treasury stock)

As of March 31, 2014	497,616,234 shares
As of March 31, 2013	497,616,234 shares

B. Number of treasury shares at the end of the period

As of March 31, 2014	220,670 shares
As of March 31, 2013	208,204 shares

C. Average number of shares during the period

For the year ended March 31, 2014	497,402,810 shares
For the year ended March 31, 2013	497,409,635 shares

SUMMARY OF NON-CONSOLIDATED FINANCIAL RESULTS (Reference)

Non-consolidated performance for the year ended March 31, 2014
(From April 1, 2013 to March 31, 2014)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income	
For the year ended		%		%		%		%
March 31, 2014	182,775	(18.0)	114	(99.1)	2,817	(82.2)	6,010	(1.5)
March 31, 2013	222,850	(20.4)	12,749	(72.7)	15,829	(66.9)	6,099	(62.5)

	Net income per share	Diluted net income per share
For the year ended	yen	yen
March 31, 2014	12.08	-
March 31, 2013	12.26	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of			%	yen
March 31, 2014	632,013	444,037	70.3	892.72
March 31, 2013	639,047	443,022	69.3	890.66

Reference: Equity:
As of March 31, 2014: 444,037 million yen
As of March 31, 2013: 443,022 million yen

* Indication regarding execution of audit procedures

At the time of disclosure of this financial results report, the audit procedures for the consolidated financial statements and non-consolidated financial statements in accordance with the Financial Instruments and Exchange Act were incomplete.

* Proper use of earnings forecasts, and other special directions

The forward-looking statements, including earnings forecasts, contained in these materials are based on certain assumptions deemed to be reasonable by the Company and its subsidiaries ("the NEG Group") and include risks and contingencies. Actual business results may differ substantially due to a number of factors. For more details, please refer to the section of "(iii) Outlook for the year ending December 31, 2014 of (1) Analysis regarding operating results in 1. Operating results: analysis regarding financial position" on page 6.

1. Operating results: analysis regarding financial position

(1) Analysis regarding operating results

(i) Overview of the fiscal year under review (from April 1, 2013 to March 31, 2014)

In the global economy, Europe's economy showed signs of heading toward recovery despite persistently severe employment conditions, while the U.S. economy continued to recover mainly on the back of improvements in personal consumption and the housing market. Furthermore, China continued to show moderate economic growth. The Japanese economy continued on a recovery track mainly on the back of improvements in personal consumption, the housing market and employment.

Amid this environment, results in many of the business fields, including glass fiber, cover glass for smartphones and tablet devices (specialty glass for chemical strengthening), and substrate glass for solar cells, were generally as anticipated both in terms of sales and profits; however, substrate glass for liquid crystal displays (LCDs), our core business, faced a difficult environment characterized by weaker demand and falling product prices, and our performance under the fiscal year under review fell below that of the previous fiscal year.

(ii) Operating results for the fiscal year under review

(Billions of yen)

	Year ended March 31, 2013	Year ended March 31, 2014	Change (%)
Net sales	287.3	252.5	(12)
Operating income	24.9	16.1	(35)
Ordinary income	22.7	14.3	(37)
Net income	10.6	12.4	17

Note: Amounts less than 100 million yen are omitted.

(Sales by products)

Reporting segment	Category	Year ended March 31, 2013		Year ended March 31, 2014		Change	
		billions of yen	(%)	billions of yen	(%)	billions of yen	(%)
Glass Business	Glass for electronic and information devices	226.2	79	180.9	72	(45.3)	(20)
	Glass for others	61.0	21	71.6	28	10.5	17
Total		287.3	100	252.5	100	(34.7)	(12)

Note: Amounts less than 100 million yen are omitted.

(Net sales)

Glass for electronic and information devices:

Sales of substrate glass for LCDs were weak reflecting a fall in prices and the impact of a slowdown in demand from the latter half of the second quarter (from July 1, 2013 to September 30, 2013). Sales of products related to plasma display panels (PDPs) such as substrate glass for PDPs declined owing to the withdrawal of a primary customer from the sector. In the area of cover glass for smartphones and tablet devices (specialty glass for chemical strengthening), full-blown sales of a new product started in the third quarter (from October 1, 2013 to December 31, 2013). Sales of glass for optical devices were firm on the back of increased communications infrastructure demand, although sales of cover glass for image sensors were affected by a slowdown in demand for digital cameras. Sales of substrate glass for solar cells grew steadily on the back of increased demand.

Glass for others:
In the area of glass fiber, for its core application in high-function plastics for auto parts and for reinforced cement, business was brisk throughout the year and sales grew. Sales of glass tubes for pharmaceutical and medical use expanded primarily overseas. Sales of radiation-shielding glass were firm on the back of increased demand, while there were moderate recoveries in sales of other types of glass for building materials and heat resistant glass in line with the improved economic environment.

(Profits)
Profits were weakened by the slowdown in sales of substrate glass for LCDs, falling product prices and rising fuel prices caused by yen depreciation and a rise in electricity prices, along with depreciation and launch costs associated with Electric Glass (Korea) Co., Ltd. As a result, operating income and ordinary income were down on the previous fiscal year. Net income, on the other hand, was up from the previous fiscal year. This primarily reflected a reversal of provision for special repairs accompanying impairment loss on production facilities, and the recording of gain on sales of non-current assets associated with reorganization and reduction of assets carried out in consideration of market trends.

(iii) Outlook for the year ending December 31, 2014

(Consolidated earnings forecasts for the three months and for the year ending December 31, 2014)

(Billions of yen)

	Three months ending June 30, 2014	Year ending December 31, 2014
Net sales	64.0 - 69.0	200.0 - 210.0
Operating income	1.0 - 3.0	11.0 - 17.0
Ordinary income	1.0 - 3.0	8.0 - 14.0
Net income	1.0 - 3.0	7.0 - 11.0

Notes: 1. The year ending December 31, 2014, will be a transitional period in the change to the fiscal year end. Accordingly, the period under consolidation for the Company and its domestic consolidated subsidiaries, for which the fiscal year end has hitherto been March 31, will be the nine months from April 1, 2014, to December 31, 2014. For the Company's overseas consolidated subsidiaries, for which the fiscal year end has hitherto been December 31, the period under consolidation will be the twelve months from January 1, 2014, to December 31, 2014. As a measure for this transitional period, profit and loss for the overseas consolidated subsidiaries mentioned above in the three months from January 1, 2014, to March 31, 2014, are directly added or deducted in retained earnings under shareholders' equity on the consolidated balance sheet and reflected accordingly. In line with this measure, in the consolidated earnings forecasts with respect to profit and loss, the forecast figures provided for the first quarter are those for the three months from April 1, 2014, to June 30, 2014, while the forecast figures for the full year are those for the nine months from April 1, 2014, to December 31, 2014.

2. Amounts less than 100 million yen are omitted.

The global economy is expected to generally continue on a recovery track despite future uncertainties. Japan is expected to gradually recover despite a comparative fall in demand following a rush in demand leading up to the consumption tax hike that was implemented in April 2014. With respect to our prospects amid this environment, in glass for electronic and information devices, shipments of substrate glass for LCDs are forecast to be firm on the back of moderate market growth. Shipments of cover glass for smartphones and tablet devices (specialty glass for chemical strengthening) are expected to increase in line with expansion in models that incorporate them as well as sales channels. In the areas of cover glass for image sensors, glass related to optical products and substrate glass for solar cells, shipments are expected to continue to be stable in line with growth in related markets. Regarding glass for others, in shipments of glass fiber, firm shipments are expected for application in high-function plastics for auto parts reflecting expansion in the automobile market, while shipments of alkali-resistant glass (ARG) fiber are also expected to be firm reflecting increased demand for reinforced cement in the fields of construction and civil engineering. We fully intend to aggressively expand sales of heat resistant glass, glass for building

materials and glass tubes for pharmaceutical and medical use not only in Japan but also in overseas markets.
We will work to maintain and improve earnings by such means as boosting productivity and reducing expenses, although in terms of costs, not only do we expect to face such issues as an increase in depreciation and a rise in fuel costs, but also trends in product prices are forecast to have an adverse impact on profitability.
Considering the above outlook, the NEG Group's consolidated earnings forecasts for the first quarter of the year ending December 31, 2014, and the full year are as shown above.

The forward-looking statements, including earnings forecasts, contained in these materials are based on certain assumptions deemed to be reasonable by the NEG Group and include risks and contingencies. Actual business results may differ substantially due to a number of factors. Factors that may impact actual business results include the economic conditions of global markets, various rules and regulations such as those concerning trade, significant fluctuation of supply and demand of products in principal markets as well as the financial situation showing extensive changes in prices on capital markets, exchange rates between the yen and other major currencies such as the U.S. dollar and the Euro, and interest rates, in addition to rapid technological advancement. Factors not mentioned here also could have a significant impact on business results.

(2) Analysis regarding financial position

(i) Overview of consolidated financial position for the fiscal year under review

(Billions of yen)

	As of March 31, 2013	As of March 31, 2014	Change
Total assets	697.3	707.0	9.6
Liabilities	202.0	196.2	(5.8)
Net assets	495.2	510.8	15.5

Note: Amounts less than 100 million yen are omitted.

(Total assets)
In current assets, notes and accounts receivable - trade decreased and merchandise and finished goods increased due to a fall in sales. In addition, cash and deposits increased mainly due to sales of non-current assets associated with reorganization and reduction of assets.
Regarding non-current assets, despite acquisitions mainly of facilities associated with Electric Glass (Korea) Co., Ltd., property, plant and equipment decreased mainly due to depreciation and the aforementioned sales of non-current assets. In addition, investments and other assets increased due to an increase in investment securities in line with recovery in the stock market.

(Liabilities)
In current liabilities, notes and accounts payable - trade decreased mainly due to a decrease in purchases, while a new long-term loan was received and a short-term loan repayment was carried out. In addition, there was an increase in current portion of bonds due to a transfer from non-current liabilities. In non-current liabilities, there was a decrease in bonds as mentioned above, while on the other hand long-term loans payable increased.

(Net assets)
Retained earnings increased, while valuation difference on available-for-sale securities increased due to recovery in the stock market and foreign currency translation adjustment increased as a result of yen depreciation against other major currencies.

(ii) Overview of consolidated cash flows for the fiscal year under review (Billions of yen)

	Year ended March 31, 2013	Year ended March 31, 2014	Change
Cash flows from operating activities	55.1	46.6	(8.4)
Cash flows from investing activities	(46.5)	(33.8)	12.7
Cash flows from financing activities	7.6	(11.1)	(18.8)
Period-end cash and cash equivalents	121.7	123.8	2.1

Note: Amounts less than 100 million yen are omitted.

(Cash flows from operating activities)
In addition to income before income taxes and minority interests and depreciation, there were proceeds from a decrease in notes and accounts receivable - trade and others. On the other hand, there were expenditures resulting from a decrease in notes and accounts payable - trade and others. As a result, there was a decline in proceeds compared to the previous fiscal year.

(Cash flows from investing activities)
While there were purchase of non-current assets and others associated with Electric Glass (Korea) Co., Ltd., there were also proceeds from sales of non-current assets associated with reorganization and reduction of assets. As a result, there was a decrease in expenditure compared to the previous fiscal year.

(Cash flows from financing activities)
While there were proceeds from long-term loans payable, there were also repayments of long- and short-term loans payable, payment of cash dividends and others. As a result, there was a decrease in proceeds compared to the previous fiscal year, and expenditure exceeded proceeds.

(iii) Trends of cash-flow related indices

Year ended	March 31, 2010	March 31, 2011	March 31, 2012	March 31, 2013	March 31, 2014
Equity ratio (%)	62.2	66.9	68.4	70.1	71.2
Market value-based equity ratio (%)	101.3	84.6	52.1	34.1	37.4
Interest-bearing debt to cash flows ratio (years)	0.8	0.7	1.0	1.9	2.1
Interest coverage ratio (times)	66.6	123.6	86.3	74.6	77.1

Equity ratio: Shareholders' equity / Total assets
Market value-based equity ratio: Market capitalization / Total assets
Interest-bearing debt to cash flows ratio: Interest-bearing debt / Operating cash flow
Interest coverage ratio: Operating cash flow / Interest paid
Notes: 1. All calculations are based on consolidated financial figures.
2. Market capitalization was calculated based on the number of issued shares excluding treasury stock.
3. For cash flows and interest paid, calculations use "cash flows from operating activities" and "interest expenses paid," respectively, in the consolidated statement of cash flows. Moreover, interest-bearing debt corresponds to long- and short-term loans payable, bonds payable and commercial papers included in liabilities presented in the consolidated balance sheet.

(3) Basic policy on allocation of profits and cash dividends for this fiscal year and next fiscal year

(Basic policy)

While ensuring adequate retained earnings to provide for reinforcement of the Company's financial standing and future business development, the Company decides on the amount of dividend payment based on a basic policy of maintaining a long-term and stable return of profits to shareholders that is not significantly affected by fluctuations in earnings, but it also takes the financial situation etc. into consideration.

Regarding the funds from retained earnings, the Company aims to fulfill the expectations of shareholders through boosting its corporate value by appropriating retained earnings funds for future research and development and future business expansion.

(Year-end dividend)

The Company shall present the year-end dividend payment of 8 yen per share (which combined with the 8 yen per share interim dividend makes an annual dividend of 16 yen per share, unchanged from the previous fiscal year) for approval at the Ordinary General Meeting of Shareholders scheduled to be held on June 27.

(Dividend forecast for the next fiscal year)

The next fiscal year (ending December 31, 2014) will be nine months due to the change in the fiscal year end. In accordance with this, the dividend for the next fiscal year is expected to be an annual dividend of 12 yen per share (consisting of an interim dividend of 8 yen and a year-end dividend of 4 yen).

2. Consolidated financial statements

(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2013	As of March 31, 2014
Assets		
Current assets		
Cash and deposits	129,420	134,149
Notes and accounts receivable - trade	45,824	44,317
Merchandise and finished goods	31,552	35,807
Work in process	2,479	2,373
Raw materials and supplies	21,203	19,139
Deferred tax assets	4,901	3,894
Other	8,298	7,890
Allowance for doubtful accounts	(103)	(68)
Total current assets	243,576	247,502
Non-current assets		
Property, plant and equipment		
Buildings and structures	122,778	131,558
Accumulated depreciation	(59,977)	(64,525)
Buildings and structures, net	62,800	67,032
Machinery, equipment and vehicles	684,041	691,812
Accumulated depreciation	(380,299)	(405,325)
Machinery, equipment and vehicles, net	303,742	286,487
Land	13,337	13,042
Construction in progress	12,988	25,287
Other	19,915	19,973
Accumulated depreciation	(17,408)	(18,072)
Other, net	2,506	1,900
Total property, plant and equipment	395,375	393,750
Intangible assets	2,090	2,659
Investments and other assets		
Investment securities	37,262	42,209
Deferred tax assets	17,720	18,847
Other	1,400	2,100
Allowance for doubtful accounts	(40)	(48)
Total investments and other assets	56,342	63,109
Total non-current assets	453,809	459,519
Total assets	697,385	707,021

(Millions of yen)

	As of March 31, 2013	As of March 31, 2014
Liabilities		
Current liabilities		
Notes and accounts payable - trade	35,805	28,143
Short-term loans payable	22,712	15,185
Current portion of bonds	—	10,000
Income taxes payable	1,423	1,898
Other provision	94	65
Other	28,003	31,676
Total current liabilities	88,038	86,969
Non-current liabilities		
Bonds payable	40,000	30,000
Long-term loans payable	36,891	41,306
Provision for special repairs	35,032	35,937
Other provision	989	72
Other	1,138	1,927
Total non-current liabilities	114,052	109,243
Total liabilities	202,091	196,213
Net assets		
Shareholders' equity		
Capital stock	32,155	32,155
Capital surplus	34,351	34,351
Retained earnings	418,419	422,893
Treasury shares	(270)	(276)
Total shareholders' equity	484,657	489,124
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10,852	13,670
Deferred gains or losses on hedges	(67)	84
Foreign currency translation adjustment	(6,506)	214
Total accumulated other comprehensive income	4,279	13,969
Minority interests	6,358	7,714
Total net assets	495,294	510,807
Total liabilities and net assets	697,385	707,021

(2) Consolidated statements of income and comprehensive income

(Consolidated statements of income)

(Millions of yen)

	Year ended March 31, 2013	Year ended March 31, 2014
Net sales	287,303	252,548
Cost of sales	235,226	208,065
Gross profit	52,077	44,482
Selling, general and administrative expenses	27,109	28,311
Operating income	24,967	16,170
Non-operating income		
Interest income	117	218
Dividend income	901	1,227
Foreign exchange gains	214	1,780
Other	1,531	1,247
Total non-operating income	2,765	4,474
Non-operating expenses		
Interest expenses	680	649
Loss on retirement of non-current assets	1,085	1,437
Depreciation of inactive non-current assets	2,097	3,035
Other	1,102	1,151
Total non-operating expenses	4,965	6,272
Ordinary income	22,767	14,372
Extraordinary income		
Reversal of provision for special repairs	2,406	4,696
Gain on sales of non-current assets	—	3,756
Other	294	80
Total extraordinary income	2,701	8,533
Extraordinary losses		
Loss on retirement of non-current assets	1,114	541
Impairment loss	2,690	3,356
Loss on valuation of investment securities	4,074	—
Other	478	38
Total extraordinary losses	8,357	3,937
Income before income taxes and minority interests	17,111	18,968
Income taxes - current	9,492	5,435
Income taxes - deferred	(4,228)	(274)
Total income taxes	5,263	5,160
Income before minority interests	11,847	13,808
Minority interests in income	1,244	1,376
Net income	10,603	12,431

(Consolidated statements of comprehensive income)

(Millions of yen)

	Year ended March 31, 2013	Year ended March 31, 2014
Income before minority interests	11,847	13,808
Other comprehensive income		
Valuation difference on available-for-sale securities	10,028	2,817
Deferred gains or losses on hedges	(61)	151
Foreign currency translation adjustment	6,094	6,781
Total other comprehensive income	16,061	9,750
Comprehensive income	27,908	23,558
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	26,636	22,122
Comprehensive income attributable to minority interests	1,272	1,436

(3) Consolidated statements of changes in net assets

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	32,155	34,355	415,799	(274)	482,037
Changes of items during period					
Dividends of surplus			(7,958)		(7,958)
Net income			10,603		10,603
Purchase of treasury shares				(2)	(2)
Disposal of treasury shares		(4)		6	2
Others			(24)		(24)
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(4)	2,620	3	2,619
Balance at end of current period	32,155	34,351	418,419	(270)	484,657

	Accumulated other comprehensive income				Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of current period	824	(5)	(12,572)	(11,753)	5,452	475,736
Changes of items during period						
Dividends of surplus						(7,958)
Net income						10,603
Purchase of treasury shares						(2)
Disposal of treasury shares						2
Others						(24)
Net changes of items other than shareholders' equity	10,028	(61)	6,065	16,033	905	16,938
Total changes of items during period	10,028	(61)	6,065	16,033	905	19,558
Balance at end of current period	10,852	(67)	(6,506)	4,279	6,358	495,294

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	32,155	34,351	418,419	(270)	484,657
Changes of items during period					
Dividends of surplus			(7,958)		(7,958)
Net income			12,431		12,431
Purchase of treasury shares				(6)	(6)
Disposal of treasury shares		(0)		0	0
Others					
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(0)	4,473	(6)	4,466
Balance at end of current period	32,155	34,351	422,893	(276)	489,124

	Accumulated other comprehensive income				Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Total accumulated other comprehensive income		
Balance at beginning of current period	10,852	(67)	(6,506)	4,279	6,358	495,294
Changes of items during period						
Dividends of surplus						(7,958)
Net income						12,431
Purchase of treasury shares						(6)
Disposal of treasury shares						0
Others						—
Net changes of items other than shareholders' equity	2,817	151	6,721	9,690	1,355	11,046
Total changes of items during period	2,817	151	6,721	9,690	1,355	15,513
Balance at end of current period	13,670	84	214	13,969	7,714	510,807

(4) Consolidated statements of cash flows

(Millions of yen)

	Year ended March 31, 2013	Year ended March 31, 2014
Cash flows from operating activities		
Income before income taxes and minority interests	17,111	18,968
Depreciation	46,104	35,890
Loss on retirement of non-current assets	1,242	1,422
Impairment loss	2,690	3,356
Loss (gain) on sales of non-current assets	(195)	(3,798)
Loss (gain) on valuation of investment securities	4,074	—
Increase (decrease) in provision for special repairs	1,602	904
Interest and dividend income	(1,018)	(1,446)
Interest expenses	680	649
Decrease (increase) in notes and accounts receivable - trade	11,145	2,550
Decrease (increase) in inventories	(1,294)	(1,670)
Increase (decrease) in notes and accounts payable - trade	(18,593)	(8,987)
Other, net	(169)	3,054
Subtotal	63,380	50,895
Interest and dividend income received	1,013	1,446
Interest expenses paid	(739)	(605)
Income taxes paid	(8,543)	(5,036)
Net cash provided by (used in) operating activities	55,111	46,699
Cash flows from investing activities		
Net decrease (increase) in time deposits	(7,048)	(2,684)
Purchase of investment securities	(7,774)	(621)
Proceeds from sales of investment securities	1,376	—
Purchase of non-current assets	(33,176)	(45,349)
Proceeds from sales of non-current assets	496	15,027
Other, net	(417)	(214)
Net cash provided by (used in) investing activities	(46,545)	(33,842)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	154	(5,093)
Proceeds from long-term loans payable	20,000	5,500
Repayments of long-term loans payable	(24,394)	(3,539)
Proceeds from issuance of bonds	20,000	—
Cash dividends paid	(7,957)	(7,957)
Cash dividends paid to minority shareholders	(26)	—
Other, net	(110)	(99)
Net cash provided by (used in) financing activities	7,666	(11,189)
Effect of exchange rate change on cash and cash equivalents	298	479
Net increase (decrease) in cash and cash equivalents	16,530	2,147
Cash and cash equivalents at beginning of period	105,209	121,740
Cash and cash equivalents at end of period	121,740	123,887