

Summary of Consolidated Financial Results  
For the Ended March 31, 2014 (Based on Japanese GAAP)

April 30, 2014

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Planned date for ordinary general meeting of shareholders: June 18, 2014  
 Planned date to start dividend payment: June 4, 2014  
 Planned date for submission of annual securities report: June 18, 2014  
 Preparation of supplementary material for quarterly financial statements: No  
 Briefing session for quarterly financial statements: No

(Amounts are rounded down to the nearest 1 million yen)

1. Consolidated Financial Results for the Year Ended March 31, 2014 (from April 1, 2013 to March 31, 2014)

(1) Consolidated Results of Operations (Percentages are year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended March 31, 2014	20,155	2.0	810	(18.6)	990	(13.4)	594	(17.1)
Year ended March 31, 2013	19,760	2.5	995	(2.9)	1,143	(0.2)	716	12.6

Note: Comprehensive income

Year ended March 31, 2014: 809 million yen ((34.4%)) Year ended March 31, 2013: 1,234 million yen (47.4%)

	Net income per share	Diluted net income per share	Return on equity	Return on assets	Operating margin
	Yen	Yen	%	%	%
Year ended March 31, 2014	22.12	—	4.2	4.8	4.0
Year ended March 31, 2013	26.71	—	5.3	5.9	5.0

(Reference) Equity in earnings of affiliates:

For the year ended March 31, 2014: 61 million yen

For the year ended March 31, 2013: 23 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million Yen	Million Yen	%	Yen
Year ended March 31, 2014	21,370	14,821	67.6	537.48
Year ended March 31, 2013	20,023	14,308	69.3	516.28

(Reference) Equity capital: As of March 31, 2014: 14,435 million yen

As of March 31, 2013: 13,879 million yen

(3) Consolidated Cash Flow

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at period end
	Million Yen	Million Yen	Million Yen	Million Yen
Year ended March 31, 2014	857	(1,269)	296	2,495
Year ended March 31, 2013	1,317	(523)	(121)	2,611

2. Cash Dividends

	Annual dividend					Total dividends (annual)	Dividend payout ratio (consolidated)	Dividends to net assets (consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended March 31, 2013	—	0.00	—	10.00	10.00	268	37.4	2.0
Year ended March 31, 2014	—	0.00	—	9.00	9.00	241	40.7	1.7
Year ended March 31, 2015 (forecast)	—	0.00	—	9.00	9.00		40.3	

3. Consolidated Business Forecasts for Year Ending March 31, 2015 (from April 1, 2014 to March 31, 2015)

(Percentages are year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Six months ending September 30, 2014	10,500	3.2	450	(19.8)	520	(16.5)	320	(15.4)	11.91
Full year	21,000	4.2	850	4.9	960	(3.1)	600	0.9	22.34

※ Notes

(1) Significant changes in subsidiaries during period

(Change in specified subsidiaries resulting in change of scope of consolidation):None

(2) Changes in accounting policy and accounting estimates and restatement

(i) Changes in accounting policy due to any revision of accounting standards: Yes

(ii) Changes in accounting policy other than i) above: None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(3) Number of outstanding shares (common shares)

(i) Number of outstanding shares at period end (including treasury stock)

As of year ended March 31, 2014	29,748,200 shares	AS of March 31, 2013	29,748,200 shares
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(ii) Number of treasury stock at period end

As of year ended March 31, 2014	2,889,839 shares	AS of March 31, 2013	2,863,447 shares
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(iii) Average number of shares during period

As of year ended March 31, 2014	26,876,249 shares	AS of March 31, 2013	26,841,802 shares
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※ Disclosure regarding the status on implementation of audit procedures

This summary of financial results is not subject audit procedures under the Financial Instruments and Exchange Act, and audit procedures of financial statements under the Act had not yet been completed as of the date of disclosure of this summary of financial results.

※ Explanation on appropriate use of business forecasts, and other special notes

Descriptions for the future such as business forecasts contained in this report are based on the information we currently have as well as a certain assumption that such information is reasonable. Actual results may greatly differ due to various factors. For preconditions for business forecasts and notes in using such forecasts, please see “Analysis of operating results(outlook for next fiscal year 2015)” on page 3 of the appendix.

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## 1. Operating Results

### (1) Analysis of operating results

(Operating results of the Fiscal Year 2014)

During the fiscal year 2014, the Japanese economy improved steadily due to weak yen by the government economic policy, improvement of company's operating result by high stock price and consumer spending following the increase in the consumption tax rate. However, the Japanese economy continues to face uncertainty due to the political instability in Ukraine and slowdown of Chinese economy.

Under these economic environments, the Group made efforts to maintain the stable and constant supply of our products as the top priority. Our subsidiary, Fuji Nihon Thai Inulin Co., Ltd., for produce and sell "Inulin", focused to promote the construction of Inulin factory for full operation.

As a result, consolidated net sales increased 2.0% year on year to 20,155 million yen. Operating income decreased 18.6% year on year to 810 million yen. Ordinary income decreased 13.4% year on year to 990 million yen. Net income decreased 17.1% year on year to 594 million yen due to recorded an extraordinary gain and loss of 26 million yen by gain on sales of investment securities and loss of 21 million yen by redemption investment securities and others.

Operating results of each segment is as follows:

#### ① Sugar Business

Regarding the Sugar Business, the overseas raw sugar market opened with 17.69 cents (per pound) at the New York Futures Market at the beginning of the current term, it continued sluggish due to satisfactory production in Brazil, India and Thailand, but it went up due to the buying order of speculators by informed delay of production by rainfall in Brazil. Subsequently, it soared temporarily due to a fire of shipment facility of Port of Santos in Brazil, but the market dropped again by finding of limited influence, the weather of Brazil recovered and background of over supply due to continued satisfactory production. But after it dropped to 14 cent, it rebounded due to redemption of speculators and anxiety of drought in Brazil, it ended with 17.77 cents.

On the other hand, the Tokyo spot market price started at 183 yen (per kg of white superior soft sugar in a bag) at the beginning of the current term, but by increasing of energy cost, the price lowered by 3 yen in November, and it ended with 186 yen at the end of the current term.

Regarding the movements of products, sales volume was over the previous year due to the demand of confectionary and seasoning were strong and sales of liquid sugar, granulated sugar were up by increased demand of beverage by heat wave in summer.

As a result, Sales increased 2.5% year on year to 13,342 million yen. Operating income decreased 10.8% year on year to 1,003 million yen due to increase of production cost by rising energy cost.

#### ② Functional Materials Business

Regarding the Functional Materials Business, we focused to sales activity for the product that taking advantage of its fat substitute function, but sales volume decreased affected by price increase of various material by weak yen. On the other hand, Fuji Nihon Thai Inulin Co., Ltd. established in June, 2012 started to trial operation in February, 2014 although construction of factory delayed three months.

Regarding the Floral Preservatives Business, ended with increased sales and increased profits year on year due to focused to promote sales and new release of watering place stimulants product for business use although continuing sluggish trend of flower business by heat wave in summer and heavy snow in winter.

Regarding UNITEC Foods Co., Ltd., a consolidated subsidiary, increased sales year on year due to the sales expansion of collagens, their main products, but decreased profit year on year due to increase of purchase cost by weak yen and high material price.

As a result, the sales revenue of the Functional Materials Business increased 1.3% year on year to 6,213 million yen and the operating loss was 19 million yen (58 million yen of operating income in the same period of the previous year) due to increase of early stage expense for construction of "Inulin" factory by Fuji Nihon Thai Inulin Co., Ltd.

### ③Real Estate Business

Regarding the Real Estate Business, it remained same with year on year although decrease of the rate of operation for a small rental house, contributed to obtaining stable profits.

As a result, the sales revenue of the real estate business decreased 0.7% year on year to 599 million yen and the operating income increased 0.8% to 525 million yen.

#### (Outlook for the Next Fiscal Year)

Regarding Outlook for the Next Fiscal Year, the Japanese economy expects to recover due to weak yen and soaring stock price. Under these circumstance, the Group will make efforts to maintain the stable and constant supply of our products as the top priority, and also will focus to promote “Inulin” project for the stable and constant supply by full operation of “Inulin” factory in Thailand and sales activities in abroad.

Regarding Sugar Business, while the tough sales environment continues due to declining of consumption of sugar, we forecast same revenue with year on year by making efforts to secure sales volume by strengthen sales structure. Furthermore, we forecast increase of profit due to control of purchase cost of raw material and make effort to reduce the processing cost and selling expense.

We will be able to expect an increase of sales in the Functional Materials Business by start to sell the “Inulin” by full operation of “Inulin” factory in Thailand and putting emphasis on sales expansion of natural additives such as pectin by UNITEC Foods Co., Ltd. (consolidated subsidiary). We also will forecast increase of profit by full operation of “Inulin” factory in Thailand.

We will be able to expect same operating results with year on year in the Real Estate Business by improvement of the rate of operation of demised premises and the efforts to secure stable earnings.

As a result, consolidated net sales for the fiscal year 2015 are forecast to rise 4.2% year on year to 21,000 million yen. Operating income is projected to increase 4.9% to 850 million yen. Ordinary income is projected to decrease 3.1% to 960 million yen. Net income is projected to increase 0.9% to 600 million yen.

## (2) Analysis of financial position

### (Assets, liabilities and net assets)

Total asset as of end of fiscal year 2014 increased by 6.7% compared to the end of previous fiscal year to 21,370 million yen.

The changes of financial position of fiscal year 2014 are as follows:

#### ①Assets

Current assets decreased by 1.0% compared to the end of the previous fiscal year to 8,584 million yen. This was mainly due to decrease of inventory.

Fixed assets, increased by 12.7% compared to the end of the previous fiscal year to 12,785 million yen. This was mainly due to increase of construction in progress and investment securities.

#### ②Liabilities

Current liabilities increased by 0.5% compared to the end of the previous fiscal year to 3,736 million yen. This was mainly due to increase of accounts payable.

Non-current liabilities increased by 40.7% compared to the end of the previous fiscal year to 2,811 million yen. This was mainly due to increase of long term loans payable.

#### ③Net assets

Net assets increased by 3.6% compared to the end of the previous fiscal year to 14,821 million yen. This was mainly due to increase of retained earnings by added net income and valuation difference on available for sales securities.

(Cash flow)

Cash and cash equivalents (hereinafter called "funds") as of end of fiscal year 2014 decreased by 116 million yen to 2,495 million yen compared to the end of the fiscal year 2013.

Cash flow as of fiscal year 2014 and their reasons are as follows:

①Cash flow from operating activities

Funds acquired from operating activities amounted to 857 million yen (down 34.9% compared with the same period of the previous year). This was mainly from income before income taxes recorded and decrease of inventories despite increase of accounts receivable.

②Cash flow from investing activities

Funds used for investing activities were 1,269 million yen (up 142.3% compared with the same period of the previous year). This was mainly due to purchase of property, plant and equipment and disbursement of long-term loans despite some collection of long-term loans receivable.

③Cash flow from financing activities

Funds acquired from financing activities were 296 million yen (121 million yen used with the same period of the previous year). This was mainly from proceed from long-term loans receivable despite cash dividends paid and repayment of long-term loans.

(Reference) Changes in cash-flow-related indices

	Fiscal year 2010	Fiscal year 2011	Fiscal year 2012	Fiscal year 2013	Fiscal year 2014
Capital adequacy ratio (%)	65.3	69.6	69.5	69.3	67.6
Market-Price-based capital adequacy ratio (%)	45.3	47.6	44.6	43.1	44.6
Cash flow/interest bearing liabilities ratio (years)	1.7	10.3	2.8	1.6	3.2
Interest coverage ratio (times)	28.5	6.2	25.4	51.4	38.2

(Notes) Capital adequacy ratio: Equity capital ÷ Total assets

Market-price-based capital adequacy ratio: Value of shares ÷ Total assets

Cash flow/interest bearing liabilities ratio : Interest-bearing debt ÷ Cash flow

Interest coverage ratio: Cash flow from operating ÷ Interest payment

Notes:

1. Data on a consolidated basis is used for calculation.
2. Market capitalization is calculated by multiplying the closing share price at the end of the fiscal year with the number of outstanding shares (excluding treasury stock) as of that date.
3. Cash flow used is operating cash flow. Interest payments equal the amount of interest paid on the consolidated cash flow statements.

### (3) Fundamental policy for profit allocation and dividends for fiscal year 2014 and 2015

The Company aim to secure steady operating results and establishes solid management infrastructure under a harsh industry climate. To the shareholder, continue of steady profit allocation and capital policies such as acquisition of treasury stock will help to improve shareholder value as important management issues.

Regarding Dividends policy, our fundamental policy is to provide stable dividends while giving consideration to an increase of retained earnings according to business results. We plan to pay dividends of 9 yen per share for fiscal year 2014. For fiscal year 2015, we plan to pay dividends of 9 yen per share.

#### (4) Business risk

The following are concerning risks that may have a significant impact on Group's operating results and financial position

Descriptions regarding the future are based on the Company's judgment as of end of fiscal year 2014

##### (Effect of Agriculture Laws and Regulations)

In the Sugar Business, the major business of the Group, changes in the government's agricultural policies, the progress of TPP (Trans-Pacific Partnership), FTA (Free Trade Agreement) and EPA (Economic Partnership Agreement) may affect the operating results of the Group.

##### (Integration of Production Bases)

The Company consigns majority refined sugar production to the other refining sugar company.

If the consignee is forced to stop operation by technical and regulatory problem or disaster such as conflagration or earthquake, it may affect our operating results by outage of product.

##### (Product Liability)

Research, development, sales and production may occur potential risk of product liability. The Group buys a policy, but the event beyond the coverage may affect operating results.

##### (Changes in the Purchase Prices of Raw Materials)

In the Sugar Business, the Group mainly purchases raw materials from the oversea. Therefore raw sugar market, ocean freight, a rate of foreign exchange, effect of a demand of ethanol may affect purchase prices of raw materials and this may affect the operating results.

##### (Changes in the Selling Price)

In the Sugar Business, it is difficult goods to differentiate product. Therefore the domestic internal price competition affect decrease of the selling prices may affect the operating results.

##### (Changes in the Stock Market)

The Group holds marketable securities as of end of fiscal year 2014, 3,942 million yen. Therefore Changes in the stock market may affect the operating results.

##### (Application of Accounting Standards for Impairment of Fixed Assets)

Effective from April 1, 2005, the Group applied the Accounting Standards for Impairment of Fixed Assets. The operating results may vary due to impairment loss by a decrease of land prices and a deterioration of revenue.

##### (Development of overseas project)

The business activity in overseas, in addition to risk of changes in currency, there are potential risks by unexpected changes in law and policy or deterioration of politics and economic environment. In case of these becomes tangible, it may affect the operating results of the Group.

## 2. Corporate Group

The Group (the Company and its affiliates, subsidiaries) is composed of the Company, 4 consolidated subsidiaries and 4 companies accounted for using the equity method. The Group's business is mainly composed of Sugar, Functional Materials, and Real Estate Business.

The following is description of the business of the Group and the relationships among the subsidiaries and affiliates. Three Business groupings are the same as those described in [Segment information].

### (1) Sugar Business

The Company produces and sells sugar related products. The affiliate (Nan-ei Togyo Co., Ltd.) produces raw sugar in Kagoshima, the Company purchases part of the product. The affiliate (Taiheiyu Seito Co., Ltd.) produces refined sugar for the Company and for some other companies in the same line of business.

The subsidiary (Kyoritsu Foods Co., Ltd.) sells and purchase refined sugar, liquid sugar and syrup produced by the Company.

### (2) Functional Materials Business

#### ① Food Science Division

Produces and sells a food additive.

#### ② Functional Food Division

The Company and Fuji Nihon Thai Inulin Co., Ltd. produce and sell a functional material (Inulin). The Company sells and purchases the fruit juice and the flavoring agents. The subsidiary (UNITEC Foods Co., Ltd.) sells and purchases natural additives like gelatin, pectin and others.

Fuji Nihon Thai Inulin Co., Ltd. is now conducting trial operation for full operation of "Inulin" factory in Thailand.

#### ③ Floral Preservatives Division

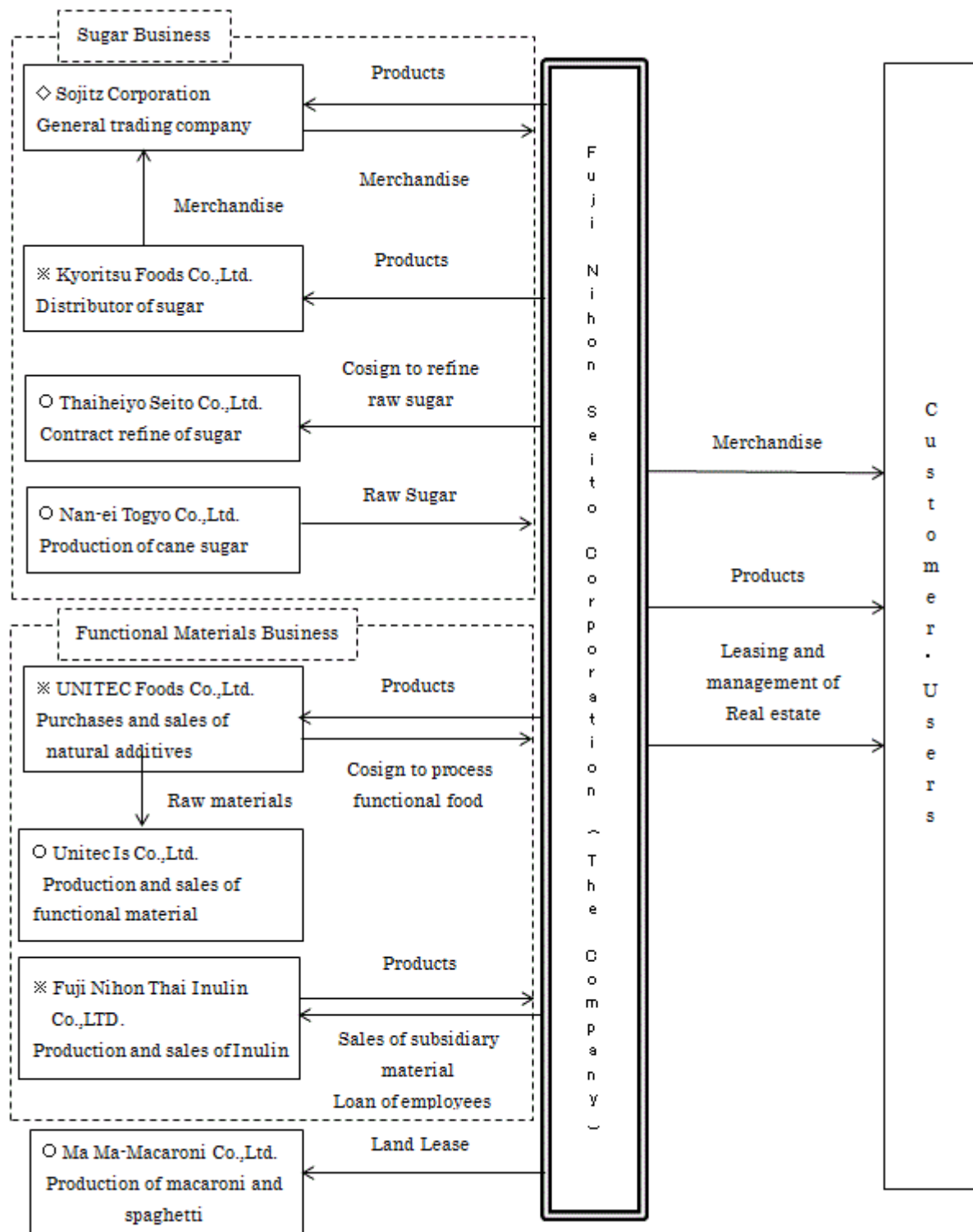
Produces and sells flower freshness preservation agent (Keep Flower).

### (3) Real Estate Business

Lease of company land and buildings and other real estate businesses.



The diagram on the following page illustrates the structure business explained above



Note:※ :Consolidated Subsidiary ○ :Equity method affiliate ◇ :Other Affiliated

### 3. Management Policy

#### (1) Fundamental management policy

The Company's fundamental management policy aims to be "a company with robustness and vision", to contribute to healthy lifestyles. Based on 7 management policies, we aim to increase satisfaction of shareholders, clients, employees and contribute to the society through contributing to abundant lifestyles by food culture and maximizing corporate value as its fundamental policy.

- Completeness of Customer First policy
- Establishment of corporate culture employees grows and aims for self-fulfillment with the company
- Maximization of corporate value admired by society
- Creation of new values by promotion of research and development
- Completeness of righteous, transparent corporate activities
- Reinforcement and Expansion of ecological environmental management
- Promotion of corporate citizenship activities contribute to the society

#### (2) Management benchmark

The Group works on enhancing corporate value by efficiency of management. As our important management benchmark for increase revenue for growth and efficiency of capital, we aim for 8% ROE (return on equity).

#### (3) Medium and long term management strategies and issues to work on

The company aim to enhance earning capacity of Three Business Sections, constructs the steady earning system, enhances corporate value by new investment and M&A to develop a new business at some extra related to sugar and a new product and develop actively overseas project.

##### ① Sugar Business

Market will continue to face uncertainty due to the influence of unusual weather in sugar producing countries and inflows and outflows of speculative funds into the sugar future market. We make efforts to purchase raw materials in the steady and reliable manner by collecting appropriate market data.

On the other hand, the total domestic sales volume of sugar, under unstoppable declining trend of sugar consumption, ended less than 2 million ton bringing difficult situation, but we will maintain the stable and constant supply of our products while make efforts continuously to secure sales volume by strengthen sales structure as previous year. The progress of TPP (Trans-Pacific Partnership), FTA (Free Trade Agreement) and EPA (Economic Partnership Agreement) may affect substantially the operating results of the Sugar Business, we will watch continuously the movement of negotiations.

##### ② Functional Materials Business

Regarding the Functional Materials Business, we will make efforts to strengthen development of an usage of "Inulin" and in addition to strengthen of domestic sales, selling activity in center of South East Asia area by utilizing sales subsidiary established in June 2013 for corresponding increase of supply capability in the Thai Plant.

Regarding Food Science Division, Focuses of Preparation Business of UNITEC Foods Co., Ltd. (consolidated subsidiary), we continue to strive to pursue synergy. Regarding the flower freshness preservative, we strive to increase sales volume due to strengthen of expansion of new product of watering place stimulants product and expansion of household products.

##### ③ Real Estate Business

Regarding the Real Estate Business, we make efforts to secure stable revenue by operation and maintenance of company's own demised premises considering environment problem and disaster control.

#### 4. Consolidated Financial Statements

##### (1) Consolidated balance sheets

(Thousand yen)

	Fiscal 2013 (As of March 31,2013)	Fiscal 2014 (As of March 31,2014)
<b>Assets</b>		
Current assets		
Cash and deposits	2,291,486	2,111,695
Notes and accounts receivable-trade	※5 1,993,693	2,451,842
Short-term investment securities	322,085	385,719
Merchandise and finished goods	1,469,940	1,279,058
Work in process	162,901	109,595
Raw materials and supplies	1,246,646	1,097,743
Deferred tax assets	80,915	75,153
Other	1,110,814	1,077,127
Allowance for doubtful accounts	(2,911)	(23,282)
Total current assets	8,675,571	8,584,653
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	686,222	679,664
Machinery, equipment and vehicles, net	193,074	158,279
Land	※3 2,048,834	※3 2,048,834
Construction in progress	623,883	1,658,701
Other, net	60,463	91,041
Total property, plant and equipment	※1 3,612,479	※1 4,636,521
Intangible assets		
Goodwill	793,787	685,798
Other	96,618	99,888
Total intangible assets	890,406	785,686
Investments and other assets		
Investment securities	※2 4,671,323	※2 5,153,069
Long-term loans receivable	2,626	3,820
Long-term loans receivable from subsidiaries and affiliates	1,962,552	1,980,852
Other	279,011	289,712
Allowance for doubtful accounts	(70,252)	(64,140)
Total investments and other assets	6,845,260	7,363,312
Total noncurrent assets	11,348,146	12,785,521
Total assets	20,023,717	21,370,175

(Thousand yen)

	Fiscal 2013 (As of March 31,2013)	Fiscal 2014 (As of March 31,2014)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	1,269,306	1,505,769
Short-term loans payable	1,261,196	1,182,696
Income taxes payable	207,760	203,136
Accrued consumption taxes	123,546	70,814
Provision for bonuses	120,180	110,896
Provision for directors' bonuses	9,830	9,100
Other	725,278	654,205
Total current liabilities	3,717,097	3,736,618
Noncurrent liabilities		
Long-term loans payable	896,803	1,551,216
Provision for retirement benefits	260,485	—
Provision for directors' retirement benefits	164,893	183,175
Net defined benefit liability	—	203,125
Asset retirement obligations	53,967	66,603
Other	※3 621,784	※3 807,716
Total noncurrent liabilities	1,997,933	2,811,837
<b>Total liabilities</b>	<b>5,715,031</b>	<b>6,548,455</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	1,524,460	1,524,460
Capital surplus	2,530,171	2,530,171
Retained earnings	9,691,308	10,016,829
Treasury stock	(706,124)	(714,805)
Total shareholders' equity	13,039,815	13,356,655
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	759,331	1,020,619
Foreign currency translation adjustment	80,800	77,752
Remeasurements of defined benefit plans	—	(19,219)
Total accumulated other comprehensive income	840,131	1,079,152
Minority interests	428,739	385,910
<b>Total net assets</b>	<b>14,308,686</b>	<b>14,821,719</b>
<b>Total liabilities and net assets</b>	<b>20,023,717</b>	<b>21,370,175</b>

(2) Consolidated statements of income and consolidated statement of comprehensive income  
 Consolidated Statements of income

(Thousand yen)

	Fiscal 2013 (From April 1,2012 to March 31,2013)	Fiscal 2014 (From April 1,2013 to March 31,2014)
Net sales	19,760,597	20,155,915
Cost of sales	15,462,818	15,953,818
Gross profit	4,297,779	4,202,096
Selling, general and administrative expenses	※1, ※2 3,302,713	※1, ※2 3,391,871
Operating income	995,065	810,224
Non-operating income		
Interest income	50,690	46,966
Dividends income	65,863	65,042
Foreign exchange gains	21,453	—
Equity in earnings of affiliates	23,003	61,412
Other	16,011	33,756
Total non-operating income	177,023	207,177
Non-operating expenses		
Interest expenses	26,148	22,833
Other	2,291	3,754
Total non-operating expenses	28,439	26,587
Ordinary income	1,143,648	990,815
Extraordinary income		
Gain on sales of investment securities	20,444	26,825
Total extraordinary income	20,444	26,825
Extraordinary loss		
Loss on retirement of noncurrent assets	※3 4,841	※3 2,193
Loss on sales of investment securities	17	—
Loss on redemption of investment securities	5,455	21,749
Loss on valuation of investment securities	2,263	3,964
Total extraordinary loss	12,577	27,907
Income before income taxes	1,151,515	989,732
Income taxes-current	363,377	379,603
Income taxes-deferred	74,073	54,691
Total income taxes	437,451	434,294
Income before minority interests	714,063	555,438
Minority interests in loss	(2,761)	(38,931)
Net income	716,825	594,369

## Consolidated statements of comprehensive income

(Thousand yen)

	Fiscal 2013 (From April 1,2012 to March 31,2013)	Fiscal 2014 (From April 1,2013 to March 31,2014)
Income before minority interests	714,063	555,438
Other comprehensive income		
Valuation difference on available-for-sale securities	373,616	261,287
Deferred gains or losses on hedges	1,283	—
Foreign currency translation adjustment	143,620	(8,660)
Share of other comprehensive income of associates accounted for using equity method	1,808	1,715
Total other comprehensive income	520,329	254,342
Comprehensive income	1,234,393	809,781
Comprehensive income attributable to		
Owners of the parent	1,172,525	852,609
Minority interests	61,867	(42,828)

## (3) Consolidated statements of changes in net assets

Fiscal 2013(From April 1,2012 to March 31,2013)

	Shareholder's equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of current period	1,524,460	2,524,305	9,241,908	(740,988)	12,549,685
Changes of items during the period					
Dividends from surplus			(267,426)		(267,426)
Net income			716,825		716,825
Purchase of treasury stock				(884)	(884)
Disposal of treasury stock		5,865		35,749	41,615
Net changes of items other than shareholders' equity (net)					
Total changes of items during the period	—	5,865	449,399	34,864	490,129
Balance at the end of fiscal year	1,524,460	2,530,171	9,691,308	(706,124)	13,039,815

	Other accumulated 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 other accumulated comprehensive income		
Balance at the beginning of current period	385,715	(1,283)	—	384,431	—	12,934,117
Changes of items during the period						
Dividends from surplus						(267,426)
Net income						716,825
Purchase of treasury stock						(884)
Disposal of treasury stock						41,615
Net changes of items other than shareholders' equity (net)	373,616	1,283	80,800	455,700	428,739	884,439
Total changes of items during the period	373,616	1,283	80,800	455,700	428,739	1,374,568
Balance at the end of fiscal year	759,331	—	80,800	840,131	428,739	14,308,686

Fiscal 2014(From April 1,2013 to March 31,2014)

	Shareholder's equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of current period	1,524,460	2,530,171	9,691,308	(706,124)	13,039,815
Changes of items during the period					
Dividends from surplus			(268,847)		(268,847)
Net income			594,369		594,369
Purchase of treasury stock				(8,681)	
Disposal of treasury stock					
Net changes of items other than shareholders' equity (net)					
Total changes of items during the period	—	—	325,521	(8,681)	316,840
Balance at the end of fiscal year	1,524,460	2,530,171	10,016,829	(714,805)	13,356,655

	Other accumulated 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 other accumulated comprehensive income		
Balance at the beginning of current period	759,331	80,800	—	840,131	428,739	14,308,686
Changes of items during the period						
Dividends from surplus						(268,847)
Net income						594,369
Purchase of treasury stock						(8,681)
Net changes of items other than shareholders' equity (net)	261,287	(3,047)	(19,219)	239,020	(42,828)	196,192
Total changes of items during the period	261,287	(3,047)	(19,219)	239,020	(42,828)	513,032
Balance at the end of fiscal year	1,020,619	77,752	(19,219)	1,079,152	385,910	14,821,719



## (4) Consolidated statement of cash flows

(Thousand yen)

	Fiscal 2013 (From April 1,2012 to March 31,2013)	Fiscal 2014 (From April 1,2013 to March 31,2014)
Net cash provided by (used in) operating activities		
Income before income taxes	1,151,515	989,732
Depreciation and amortization	166,221	147,816
Amortization of goodwill	107,989	107,989
Increase (decrease) in provision for bonuses	9,677	(9,283)
Increase (decrease) in provision for directors' bonuses	(780)	(730)
Increase (decrease) in allowance for doubtful accounts	569	(5,741)
Increase (decrease) in provision for retirement benefits	(88,216)	—
Net defined benefit liability	—	(87,203)
Increase (decrease) in provision for directors' retirement benefits	17,672	18,282
Interest and dividends income	(116,553)	(112,008)
Interest expenses	26,148	22,833
Foreign exchange losses (gains)	(19,406)	3,757
Equity in (earnings) losses of affiliates	(23,003)	(61,412)
Loss (gain) on sales of investment securities	(20,426)	(26,825)
Loss (gain) on valuation of investment securities	2,263	3,964
Loss (gain) on redemption of investment securities	5,455	21,749
Loss on retirement of noncurrent assets	4,841	2,193
Decrease (increase) in notes and accounts receivable-trade	(17,737)	(458,149)
Decrease (increase) in inventories	147,744	392,977
Decrease (increase) in accounts receivable-other	866	23
Decrease (increase) in other current assets	(62,087)	61,850
Increase (decrease) in notes and accounts payable-trade	(36,206)	236,545
Increase (decrease) in accrued consumption taxes	81,375	(52,732)
Increase (decrease) in other current liabilities	116,994	(71,176)
Increase (decrease) in other noncurrent liabilities	(348)	(1,602)
Other, net	18,494	(12,153)
Subtotal	1,473,061	1,110,696
Interest and dividends income received	138,623	150,157
Interest expenses paid	(25,652)	(22,457)
Income taxes paid	(268,907)	(380,872)
Net cash provided by (used in) operating activities	1,317,124	857,524

(Thousand yen)

	Fiscal 2013 (From April 1,2012 to March 31,2013)	Fiscal 2014 (From April 1,2013 to March 31,2014)
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	300,000	—
Proceeds from sales and redemption of securities	137,202	273,847
Purchase of investment securities	(115,764)	(300,261)
Purchase of property, plant and equipment	(681,224)	(1,158,143)
Purchase of intangible assets	(38,047)	(18,120)
Collection of long-term loans receivable	869,154	950,954
Payments of long-term loans receivable	(986,852)	(1,001,676)
Purchase of investments in subsidiaries	—	(3,155)
Other, net	(8,187)	(12,624)
Net cash provided by (used in) investing activities	(523,721)	(1,269,179)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(110,000)	(10,000)
Proceeds from long-term loans payable	109,956	794,941
Repayment of long-term loans payable	(261,859)	(211,196)
Proceeds from sales of treasury stock	41,615	—
Purchase of treasury stock	(884)	(8,681)
Cash dividends paid	(267,426)	(268,847)
Proceeds from stock issuance to minority shareholders	366,871	—
Net cash provided by (used in) financing activities	(121,727)	296,216
Effect of exchange rate change on cash and cash equivalents	61,793	(716)
Net increase (decrease) in cash and cash equivalents	733,468	(116,156)
Cash and cash equivalents at beginning of period	1,878,102	2,611,571
Cash and cash equivalents at end of period	※1 2,611,571	※1 2,495,415

(5) Note on consolidated financial statements

(Note on assumption of a going concern)

None

(Important matters concerning preparation of consolidated financial statements)

1 Matters concerning scope of consolidation

(1) Below three subsidiaries are included in the scope of consolidation.

Kyoritsu Food Co., Inc.

Unitec Foods Co., Ltd.

Fuji Nihon Thai Inulin Co., Ltd.

(2) Below one subsidiary is excluded in the scope of consolidation.

FUJI NIHON (Thailand) Co., Ltd.

Regarding FUJI NIHON (Thailand) Co., Ltd., established in fiscal 2014, but small size company, aggregation of asset, sales, profit and loss (amount of interest) and retained earnings (amount of interest), respectively may not affect substantial effect to consolidated financial statement.

2 Matters of concerning application of equity method

(1) Equity method affiliates

Taiheiyo Seito Co., Ltd.

Ma•Ma- Macaroni Co., Ltd.

Nan-ei Togyo Co., Ltd.

Unitec Is Co., Ltd.

Regarding Unitec Is Co., Ltd., included in the scope of equity method from the fiscal year 2013 by new requirement of stock.

(2) Matters concerning fiscal year of equity method affiliates

Of our equity method affiliates, the closing date of Nan-ei Togyo Co., Ltd. is December 31. The financial statement based on provisional settlement on 31 December is used. However, necessary adjustments are made for material transactions that occurred during the period between the subsidiary's year-end and the consolidated year-end.

3 Matters concerning fiscal year of consolidated subsidiaries

The year closing date for subsidiaries is the same as the consolidated year closing date.

4 Matters concerning accounting standard

(1) Evaluation standard and evaluation method of important assets

① Securities

Available-for-sales-securities

Securities with market value

Market value method based on market price as of the closing date. (Valuation difference is reported as a component of shareholder's equity, and cost of securities sold is calculated by the moving-average method.)

Securities without market value

Cost method based on the moving average method.

Taking a stake in Investment Limited Partnership and other Partnership similar (It deemed to be Securities in the Financial Instruments and Exchange Law, Article 2-2), net amount of the comparable to equity securities based on current financial statement is available of Partnership contract provisions is used.

②Derivatives

Market value method

③Inventories

Merchandise

Mainly these are evaluated by the cost method based on the moving-average method. (Amounts in the balance sheets are calculated by devaluating book value base on a decrease in profitability.)

Finished goods, work in progress and raw materials

These are evaluated by the cost method based on FIFO. (Amounts in the balance sheets are calculated by devaluating book values based on a decrease in profitability.)

Supplies

It is evaluated by the cost method based on the moving-average method. (Amounts in the balance sheets are calculated by devaluating book values based on a decrease in profitability.)

(2) Method of depreciation of important depreciable assets

①Property, plant and equipment

Buildings acquired on or after April 1, 1998 (excluding building fixtures), they apply the straight-line method, and other tangible assets apply the declining balance method.

Useful life of major categories is as follows:

Buildings and structures

3-50 years

Machinery, equipment and vehicles

2-10 years

②Intangible assets

Straight-line method

However, software is amortized on a straight-line basis over the expected usable period, up to five years.

(3) Standard to record important allowance and provision

①Allowance for doubtful accounts

In preparation for bad debt, for general accounts receivable, a loan loss ratio is taken into account while for certain receivables such as doubtful accounts receivable, collectability of each receivable is considered in recording the estimated uncollectible amount.

②Provision for employees' bonuses

In preparation for payment of employees' bonuses, a provision thereof is recorded based on the estimated amount of payment in this fiscal year.

③Provision for directors' bonuses

In preparation for payment of directors' bonuses, a provision thereof is recorded based on the estimated amount of Payment.

④Reserve for retirement allowance for executive

The Company and some of our consolidated subsidiaries are in preparation for payment of director and corporate officers' retirement benefits, the Company records provision for retirement benefits based on the estimated retirement benefit obligations as well as pension asset as of the end of this fiscal year.

(4) Accounting method for retirement benefits

① Period method for retirement benefit

In calculating retirement benefits obligations, the method to match the estimated amount of retirement benefits to a period until the end of the consolidated fiscal year under review is based on the fixed amount standard.

② Accounting methods for actuarial difference and prior service cost

Actuarial differences are charged to expenses from the next fiscal year using a straight-line method mainly based on determined years (principally 10 years) within the average remaining years of service of employees when incurred.

(5) Translation standard for important foreign currency-denominated assets and liabilities into the Japanese yen

Foreign currency amounts are translated into the Japanese yen on the basis of the spot exchange rate in effect on the consolidated balance sheet date for monetary assets and liabilities. The resulting gains and losses are included in net profit or loss for the period. The assets, liabilities of overseas subsidiaries and affiliates have been converted into Japanese currency at the spot exchange rate on the consolidated settlement date, income and expenses of overseas subsidiaries and affiliates have been converted into Japanese currency at the average rate on the consolidated settlement date. Translation differences are shown as foreign currency translation adjustments and minority interests in the net assets section.

(6) Method of important hedge accounting

① Method of hedge accounting

Deferred hedge accounting is adopted.

Interest rate swap that meets the requirements of appropriation processing is recorded based on the appropriation processing, and interest rate swap that meets the requirements of special accounting is recorded based on the special accounting.

② Hedging instruments, hedged items and hedging policy

a Hedging instruments

Foreign exchange forwards

Hedged items

Monetary receivables and payables are denominated in foreign currencies

b Hedging instruments

Interest rate swap

Hedged items

Interest on borrowing

③ Hedging policy

The company employs derivative financial instruments for the import transactions of raw sugar to manage fluctuations in foreign currency exchange rates within the limits of the outstanding of monetary receivables and payables are denominated in foreign currencies and for the loans to manage fluctuations in interest rate within the limits of the outstanding of loans.

We follow the internal regulations concerning derivative for derivative transactions.

Our policy is not to use any transactions for speculation purpose.

④ Method to evaluate effectiveness of hedging

As for decision for effectiveness of hedging, we give a decision based on the much-up of total amounts of market fluctuation for hedged items or cash flow and total amount of market fluctuation for hedging instruments or cash flow since started to hedge.

As for interest rate swaps, we do not evaluate the effectiveness since they meet the requirement of special accounting.

(7) Method and period of goodwill amortization

Amortization of goodwill is computed by using the straight-line method over 12 years.

(8) Scope of funds in the consolidated statements of cash flows

Funds consist of cash on hand, deposits cashable anytime and short-term investments (to be redeemed within three months from the date of acquisition) that are easily realizable and have limited risk of changes in value.

(9) Other important matters for preparation of consolidated financial statements

Accounting for consumption taxes

All accounting transactions are booked exclusive of any national or local consumption taxes.

(Change in accounting policies)

The Company has applied the Accounting Standard for Retirement Benefits (Accounting Standards Board of Japan (ASBJ) Statement No.26, May 17, 2012; the "Retirement Benefit Accounting Standard") and Guidance on Accounting Standard for Retirement Benefits (ASBJ Guidance No.25 May 17,2012; the "Retirement Benefit Accounting Guidance") from the fiscal year ended March 31,2014 (excluding, however, the stipulations of the body text of Article 67 of the Retirement Benefit Accounting Guidance). Under this accounting standard, the Company has adopted the method of recording unrecognized actuarial gains and losses and unrecognized prior service costs after tax as a net defined benefit liability. The Company has also recorded the amounts of retirement benefit obligations minus pension asset as a net defined benefit liability.

In accordance with the transitional treatment stipulated by Article 37 of the Retirement Benefit Accounting Standard, as of March 31, 2014, the amounts of the impacts resulting from the application of Retirement Benefit Accounting Standard, etc., were added to, or deducted from, remeasurements of defined benefit plans in accumulated other comprehensive income.

As a result, the Company recorded a net defined benefit liability of 203,125 thousand yen as of March 31, 2014, and accumulated other comprehensive income was decreased 19,219 thousand yen. Influence of per share information, see Per share information.

(Consolidated balance sheets)

※1

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Accumulated depreciation of property, plant and equipment	2,632,154 Thousand yen	2,741,842 Thousand yen

※2 Item concerning the subsidiary is excluded in the scope of consolidation and the affiliates is as follows.

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Investment securities (shares)	1,421,678 Thousand yen	1,475,214 Thousand yen

※3 Assets pledged as collateral and munching liabilities

Duty of refund deposit for borrower  
(Assets pledged as collateral)

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Land	145,995 Thousand yen	145,995 Thousand yen

(Warranty liabilities)

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Long-term guarantee deposited	57,980 Thousand yen	57,980 Thousand yen

Above long-term deposits are included in the "Other" of fixed liability.

4 Contingent liabilities

Guarantee obligation

The Company guarantees obligations for below affiliates' loan from banks.

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Taiheiyō Seito Co., Ltd.	685,333 Thousand yen	530,666 Thousand yen
Nan-ei Togyō Co., Ltd.	116,564 Thousand yen	115,956 Thousand yen
Fuji Nihon(Thailand) Co.,Ltd (Thai baht)	—	6,340 Thousand yen (2 million baht)

※5 Notes matured at the end of the fiscal year are settled on the date of clearing.

Regarding accounting method of notes matured at the end of the fiscal year, applied settlement in notes exchange date. Since March 31, 2014 was a holiday of financial institutions, the following notes matured at the end of fiscal year are included in the ending balance of fiscal year 2014.

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Notes receivable-trade	15,223 Thousand yen	—

(Consolidated statements of income)

※1 Major item of expenditure and amounts of money, general and administrative expenses are as follows:

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
Sales promotion premium	441,444 Thousand yen	464,769 Thousand yen
Sales commission	144,994 Thousand yen	144,556 Thousand yen
Provision of allowance for doubtful accounts	407 Thousand yen	370 Thousand yen
Freightage expenses	600,296 Thousand yen	614,484 Thousand yen
Directors' compensations	158,923 Thousand yen	168,815 Thousand yen
Corporate officers' compensations	124,602 Thousand yen	142,779 Thousand yen
Salaries and allowances	552,973 Thousand yen	545,369 Thousand yen
Depreciation	74,577 Thousand yen	71,199 Thousand yen
Provision for bonuses	95,772 Thousand yen	86,155 Thousand yen
Provision for directors' bonuses	9,830 Thousand yen	9,100 Thousand yen
Retirement benefit expenses	37,280 Thousand yen	35,539 Thousand yen
Provision for directors' retirement benefits	25,372 Thousand yen	25,884 Thousand yen
Taxes and dues	36,644 Thousand yen	35,832 Thousand yen
Amortization of goodwill	107,989 Thousand yen	107,989 Thousand yen

※2 Research and development expenses included in selling expenses and selling, general and administrative expenses

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
	43,593 Thousand yen	49,387 Thousand yen

※3 Details of noncurrent assets are as follows:

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
Buildings and structures	4,454 Thousand yen	1,768 Thousand yen
Machinery, equipment and vehicles	138 Thousand yen	302 Thousand yen
Other	247 Thousand yen	123 Thousand yen
Total	4,841 Thousand yen	2,193 Thousand yen



## (Consolidated statements of comprehensive income)

## ※1 Amount for reclassification adjustment pertaining to other comprehensive income and tax effect

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
Valuation difference on available-for-sale securities		
Gain in the current period	588,867 Thousand yen	410,751 Thousand yen
Reclassification adjustment	(12,708) Thousand yen	(1,111) Thousand yen
Before tax effect adjustment	576,159 Thousand yen	409,639 Thousand yen
Tax effect	(202,542) Thousand yen	(148,352) Thousand yen
Valuation difference on available-for-sale securities	373,616 Thousand yen	261,287 Thousand yen
Deferred gains or losses on hedges		
Gain in the current period	920 Thousand yen	—
Reclassification adjustment	1,149 Thousand yen	—
Before tax effect adjustment	2,069 Thousand yen	—
Tax effect	(786) Thousand yen	—
Deferred gains or losses on hedges	1,283 Thousand yen	—
Foreign currency translation adjustment		
Gain in the current period	143,620 Thousand yen	(8,660) Thousand yen
Foreign currency translation adjustment	143,620 Thousand yen	(8,660) Thousand yen
Share of other comprehensive income of associates accounted for using equity method		
Gain in the current period	1,808 Thousand yen	1,715 Thousand yen
Share of other comprehensive income of associates accounted for using equity method	1,808 Thousand yen	1,715 Thousand yen
Total other comprehensive income	520,329 Thousand yen	254,342 Thousand yen

## (Consolidated statements of change in net assets)

Fiscal 2013 (from April 1, 2012 to March 31, 2013)

## 1 Matters concerning type and total number of outstanding shares as well as treasury stock

	Number of shares at the beginning of Fiscal 2013 (in share)	Number of increased shares during Fiscal 2013 (in share)	Number of decreased shares during Fiscal 2013 (in share)	Number of shares at the end of Fiscal 2013 (in share)
Outstanding shares				
Common shares	29,748,200	—	—	29,748,200
Total	29,748,200	—	—	29,748,200
Treasury stock				
Common shares	3,005,585	2,862	145,000	2,863,447
Total	3,005,585	2,862	145,000	2,863,447

Note:

- 1 2,862 shares of increase in treasury stock are as a result of acquisition of fractional shares
- 2 145,000 shares of decrease in treasury stock are as a result of sales of treasury shares

## 2 Matters concerning cash dividends

## (1) Dividends paid

(Resolution)	Type of shares	Total dividends paid (in thousand yen)	Dividend per share (in yen)	Base date	Effective date
Board of Directors' meeting held on May 18, 2012	Common shares	267,426	10.00	March 31, 2012	June 1, 2012

## (2) Dividends whose record is in the fiscal year under review but whose effective dates fall in the next fiscal year

(Resolution)	Type of shares	Dividend resource	Total dividends paid (in thousand yen)	Dividend per share (in yen)	Base date	Effective date
Board of Directors' meeting held on May 17, 2013	Common shares	Retained earnings	268,847	9.00	March 31, 2013	June 5, 2013

Fiscal 2014 (from April 1, 2013 to March 31, 2014)

1 Matters concerning type and total number of outstanding shares and treasury stock

	Number of shares at the beginning of Fiscal 2014 (in share)	Number of increased shares during Fiscal 2014 (in share)	Number of decreased shares during Fiscal 2014 (in share)	Number of shares at the end of Fiscal 2014 (in share)
Outstanding shares				
Common shares	29,748,200	—	—	29,748,200
Total	29,748,200	—	—	29,748,200
Treasury stock				
Common shares	2,863,447	26,392	—	2,889,839
Total	2,863,447	26,392	—	2,889,839

Note:

- 1 26,392 shares of increase in treasury stock are as a result of acquisition of fractional shares.

2 Matters concerning cash dividends

(1) Dividends paid

(Resolution)	Type of shares	Total dividends paid (in thousand yen)	Dividend per share (in yen)	Base date	Effective date
Board of Directors' meeting held on May 17, 2013	Common shares	268,847	10.00	March 31, 2013	June 5, 2013

(2) Dividends whose record is in the fiscal year under review but whose effective dates fall in the next fiscal year

The following will be proposed.

(Resolution)	Type of shares	Dividend resource	Total dividends paid (in thousand yen)	Dividend per share (in yen)	Base date	Effective date
Board of Directors' meeting held on May 16, 2014	Common shares	Retained earnings	241,725	9.00	March 31, 2014	June 4, 2014

(Consolidated statements of cash flows)

※1 Relationship between ending balance of cash and cash equivalents and its amount in the consolidated balance sheets

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
Cash and deposits	2,291,486 Thousand yen	2,111,695 Thousand yen
Short-term investment securities	322,085 Thousand yen	385,719 Thousand yen
Total	2,613,571 Thousand yen	2,497,415 Thousand yen
Time deposit with maturity of more than three months	(2,000) Thousand yen	(2,000) Thousand yen
Cash and cash equivalents	2,611,571 Thousand yen	2,495,415 Thousand yen

(Segment information)

(Segment information)

### 1 Overview of integration

The Company's reporting segments are the compositional units of the Company for which separate financial information is available. They are periodically examined by the Board of Directors for the purpose of deciding on allocation of management resources and evaluating business results.

The company's products are divided between operating and service divisions at its each base, and each operating and service division formulates comprehensive strategies for each of its assigned products and services, and conducts business activities. As a result, the Company is composed of product and service segments based on the operating divisions, with three reporting segments: "Sugar Business", "Functional Materials Business" and "Real Estate Business"

Major products and services for each reporting segment are as follows:

Reportable Segment	Major Products and Services
Sugar Business	Sugar , Liquid sugar , Sugar related products , etc.
Functional Materials Business	Food materials , Food additives , Flower freshness preservation agent , Processed fruit materials , etc.
Real Estate Business	Real estate lease , etc.

### 2 Calculation method of net sales , income/loss , assets , liabilities and other items of each reportable segment

Accounting of reportable business segments is basically the same as those described in the "Important matters concerning preparation of consolidated financial statements."

### 3 Information on amounts of net sales , income/loss , liabilities and other items by each reportable segment

Fiscal year ended March 31, 2013 (from April 1, 2012 to March 31, 2013)

(Thousand yen)

	Reportable Segment				Adjustments (Note:1)	Amount recorded in consolidated financial statements (Note:2)
	Sugar Business	Functional Materials Business	Real Estate Business	Total		
Net sales						
Net sales to third-party customers	13,021,827	6,134,595	604,175	19,760,597	—	19,760,597
Intersegment net sales and transfer	13,267	4,307	1,110	18,685	(18,685)	—
Total	13,035,095	6,138,903	605,285	19,779,283	(18,685)	19,760,597
Segment profit	1,125,994	58,544	521,370	1,705,909	(710,844)	995,065
Segment assets	9,099,315	5,230,394	1,503,901	15,833,611	4,190,106	20,023,717
Depreciation and amortization	75,930	64,142	26,148	166,221	—	166,221
Amortization of goodwill	—	107,989	—	107,989	—	107,989
Increase of property, plant and equipment and intangible assets	31,269	663,243	38,816	733,329	—	733,329

Notes: 1 Adjustments are as follows:

- (1) Adjustment for segment income of (710,844) thousand yen is unallocated expenses. Unallocated expenses are mainly general and administrative expenses of administrative department and research and development department.
- (2) Adjustment for segment assets of 4,190,106 thousand yen is unallocated assets. Major components of the unallocated assets are the property, using surplus fund (cash and deposit, Securities-trading and matured within one year) and investment fund (investment securities)

2 Segment income is adjusted against the operating income recorded in the consolidated income statement.

Fiscal year ended March 31, 2014 (from April 1, 2013 to March 31, 2014)

(Thousand yen)

	Reportable Segment				Adjustments (Note:1)	Amount recorded in consolidated financial statements (Note:2)
	Sugar Business	Functional Materials Business	Real Estate Business	Total		
Net sales						
Net sales to third-party customers	13,342,225	6,213,744	599,945	20,155,915	—	20,155,915
Intersegment net sales and transfer	6,582	7,146	1,614	15,343	(15,343)	—
Total	13,348,807	6,220,891	601,559	20,171,258	(15,343)	20,155,915
Segment profit (loss)	1,003,936	(19,795)	525,686	1,509,826	(699,602)	810,224
Segment assets	9,690,139	5,606,976	1,477,761	16,774,877	4,595,297	21,370,175
Depreciation and amortization	67,528	58,346	21,941	147,816	—	147,816
Amortization of goodwill	—	107,989	—	107,989	—	107,989
Increase of property, plant and equipment and intangible assets	25,269	1,162,221	—	1,187,490	—	1,187,490

Notes: 1 Adjustments are as follows:

- (1) Adjustment for segment income of (699,602) thousand yen is unallocated expenses. Unallocated expenses are mainly general and administrative expenses of administrative department and research and development department.
- (2) Adjustment for segment assets of 4,595,297 thousand yen is unallocated assets. Major components of the unallocated assets are the property, using surplus fund (cash and deposit, Securities-trading and matured within one year) and investment fund (investment securities)

2 Segment income is adjusted against the operating income recorded in the consolidated income statement.

(Related information)

Fiscal year ended March 31, 2013 (from April 1, 2012 to March 31, 2013)

1 Information by products and services

This information is omitted because it is the same as is recorded for segment information.

2 Information by countries and regions

(1) Net sales

Description is omitted since none of net sales to overseas customer.

(2) Property, plant and equipment

(Thousand yen)

Japan	Thailand	Total
2,982,093	630,385	3,612,479

3 Information by major customer

(Thousand yen)

Name of customer	Net sales	Relevant segment
Sojitz Corporation	10,119,950	Refined Sugar Business and Functional Materials Business

Fiscal year ended March 31, 2014 (from April 1, 2013 to March 31, 2014)

1 Information by products and services

This information is omitted because it is the same as is recorded for segment information.

2 Information by countries and regions

(1) Net sales

Description is omitted since none of net sales to overseas customer.

(2) Property, plant and equipment

(Thousand yen)

Japan	Thailand	Total
2,948,293	1,688,228	4,636,521

3 Information by major customer

(Thousand yen)

Name of customer	Net sales	Relevant segment
Sojitz Corporation	9,834,442	Sugar Business and Functional Materials Business

【Information on impairment loss on noncurrent assets by reporting segments】

None

【Information on amortization of goodwill and unamortized amounts by reporting segments】

Fiscal year ended March 31, 2013 (from April 1, 2012 to March 31, 2013)

(Thousand yen)

	Reportable Segment				Adjustments	Amount recorded in consolidated financial statements
	Sugar Business	Functional Materials Business	Real Estates Business	Total		
Balance at the end of current period	—	793,787	—	793,787	—	793,787

Note: Information on the amortization of goodwill is omitted because it is the same as is recorded for segment information.

Fiscal year ended March 31, 2014 (from April 1, 2013 to March 31, 2014)

(Thousand yen)

	Reportable Segment				Adjustments	Amount recorded in consolidated financial statements
	Sugar Business	Functional Materials Business	Real Estates Business	Total		
Balance at the end of current period	—	685,798	—	685,798	—	685,798

Note: Information on the amortization of goodwill is omitted because it is the same as is recorded for segment information.

**【Information on gain on negative goodwill by reporting segment】**

None

(Per share information)

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
Net assets per share	516.28 yen	537.48 yen
Net income per share	26.71 yen	22.12 yen

Note: (1) Diluted net income per share is not disclosed due to the absence of latent shares with dilution effect.

(2) As described in [Changes in accounting policy], applied the Accounting Standard for Retirement Benefits, followed temporary treatment by the Article 37 of Accounting Standard for Retirement Benefits.

(3) Basis for calculating per share data is shown below.

	Fiscal 2013 (As of March 31, 2013)	Fiscal 2014 (As of March 31, 2014)
Total of net assets section (thousand yen)	14,308,686	14,821,719
Amount deducted from total of net assets section (thousand yen)	428,739	385,910
(Of the above, minority interests (thousand yen))	(428,739)	(385,910)
Net assets attributable to common shares at period end (thousand yen)	13,879,947	14,435,808
Number of common shares at period end used in calculation net assets per share (thousand shares)	26,884	26,858

	Fiscal 2013 (From April 1, 2012 to March 31, 2013)	Fiscal 2014 (From April 1, 2013 to March 31, 2014)
Net income (thousand yen)	716,825	594,369
Amount not attributable to common shareholders (thousand yen)	—	—
Net income attributable to common shares (thousand yen)	716,825	594,369
Average number of shares outstanding (thousand shares)	26,841	26,876

(Important subsequent events)

None

5. Other

(1) Transfer of directors

Regarding Transfer of directors, announced on 26 March, 2014.