



## Consolidated Financial Results for the nine months of Fiscal Year 2017

(Fiscal Year 2017: Year ending March 31, 2017)

February 7, 2017

Company Name	<b>Noritake Co., Limited</b>
Stock Exchange Listings	Tokyo, Nagoya
Code Number	5331
URL	<a href="http://www.noritake.co.jp/eng/">http://www.noritake.co.jp/eng/</a>
Representative	Tadashi Ogura, President
Contact Person	Yoshimasa Nakamura, General Manager of Finance and Accounting Dept. (Tel: +81-52-561-7116)

(Millions of Yen: Amounts less than 1 million yen are omitted.)

### 1. Consolidated Financial Results for the nine months of Fiscal Year 2017 (April 1, 2016 - December 31, 2016)

#### (1) Operating Results

	Net Sales		Operating Income		Ordinary Income	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
Nine months of FY 2017	79,583	(1.4%)	1,800	(22.0%)	3,140	(7.0%)
Nine months of FY 2016	80,720	13.4%	2,309	71.4%	3,376	46.6%

	Profit Attributable to Owners of Parent		Net Income per Share	Diluted Net Income per Share
	Millions of Yen	Change	Yen	Yen
Nine months of FY 2017	1,982	(41.4%)	138.08	—
Nine months of FY 2016	3,382	162.2%	235.55	—

\*The Company conducted a reverse stock split at a ratio of one share for every ten shares on October 1, 2016. The figures for the net income per share are amounts on the assumption that the Company conducts the reverse stock split on the beginning of previous fiscal year.

#### (2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
3rd quarter of FY 2017	140,751	82,586	56.6	5,549.62
FY 2016	135,931	79,765	56.5	5,345.27

(Reference) Shareholders' Equity: 3rd quarter of FY 2017 79,669 million yen  
FY 2016 76,749 million yen

\*The Company conducted a reverse stock split at a ratio of one share for every ten shares on October 1, 2016. The figures for the shareholders' equity per share are amounts on the assumption that the Company conducts the reverse stock split on the beginning of previous fiscal year.

**2. Dividends**

	Dividends per Share		
	Interim (Yen)	Year-End (Yen)	Total (Yen)
FY 2016	3.00	3.00	6.00
FY 2017 (Actual)	3.00	—	—
FY 2017 (Forecast)	—	30.00	—

(Note) Revisions to forecast of dividends per share for FY 2017 : None

\*As the Company conducted a reverse stock split at a ratio of one share for every ten shares on October 1, 2016, figures for the dividends per share for FY 2017 (forecast) are amounts that take into account the reverse stock split, and total annual dividends are shown as “—.” For details, please see “Cautionary Statement.”

**3. Forecast of Consolidated Financial Results for Fiscal Year 2017 \***

	Net Sales		Operating Income		Ordinary Income	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2017	108,000	(1.5%)	2,100	(39.1%)	3,600	(24.7%)

  

	Profit Attributable to Owners of Parent		Net Income per Share
	Millions of Yen	Change	Yen
FY 2017	2,200	(50.1%)	153.25

(Note) Revisions to forecast of consolidated financial results : None

\*The figures for the net income per share of the Consolidated Financial Forecasts (Full year) for FY 2017 are amounts the taken into account the reverse stock split. For details, please see “Cautionary Statement.”

**4. Other Information**

- (1) Status changes of specified subsidiaries involving changes in the scope of consolidation : None
- (2) Adoption of accounting methods used specifically for quarterly consolidated financial statements : None
- (3) Change in accounting policies, accounting estimates or restatement
  - ① Changes in accordance with revision of accounting standards : None
  - ② Other changes in accounting policies : None
  - ③ Changes in accounting estimates : None
  - ④ Restatement : None

**(4) Number of shares outstanding (Common Shares)**

	Outstanding shares at end of period (including treasury shares)	Treasury shares at end of period	Average number of shares outstanding over period
3rd quarter of FY 2017	15,842,849	1,486,954	14,357,635
FY 2016	15,842,849	1,484,397	14,359,797

\*The Company conducted a reverse stock split at a ratio of one share for every ten shares on October 1, 2016. The figures for the outstanding shares at end of period, the treasury shares at end of period and the average number of shares outstanding over period are amounts on the assumption that the Company conducts the reverse stock split on the beginning of previous fiscal year.

\* Cautionary Statement:

1. This quarterly brief note is exempt from the quarterly review procedures based on Japan's Financial Instruments and Exchange Law. The quarterly review procedures based on the Financial Instruments and Exchange Law had not been completed when this quarterly note was disclosed.
2. Forecast of consolidated financial results for FY 2017 is based on management's assumptions and beliefs in the light of information currently available. A number of important risks and uncertainties could cause actual results to differ materially from it, therefore Noritake suggests that you should not place undue reliance on it for investment purpose and so forth.
3. The Company conducted a reverse stock split at a ratio of one share for every ten shares on October 1, 2016, as the shareholders resolved to approve a reverse stock split at the 135th Ordinary General Meeting of Shareholders held on June 29, 2016. Additionally, Dividend forecasts and Consolidated Financial Forecasts for FY 2017 without taking into account the reverse stock split are as follows.

(1) Dividend for FY 2017

Dividends per share

Interim                      3 yen

Year-end (forecast)      3 yen

(2) Consolidated Financial Forecasts for FY 2017

Net income per share

Full year                  15.32 yen

**CONSOLIDATED BALANCE SHEETS**

	FY 2016	FY 2017 3Q
	As of March 31, 2016	As of December 31, 2016
	Millions of Yen	Millions of Yen
Assets		
Current assets		
Cash and deposits	10,720	11,164
Notes and accounts receivable - trade	28,556	27,368
Electronically recorded monetary claims - operating	2,262	2,930
Merchandise and finished goods	8,427	7,883
Work in process	3,778	5,280
Raw materials and supplies	4,387	4,245
Other	2,298	2,485
Allowance for doubtful accounts	(30)	(22)
Total current assets	60,402	61,334
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	17,656	16,974
Other, net	26,289	25,125
Total property, plant and equipment	43,946	42,099
Intangible assets	1,200	1,042
Investments and other assets		
Investment securities	29,184	35,157
Net defined benefit asset	122	181
Other	1,207	1,059
Allowance for doubtful accounts	(132)	(124)
Total investments and other assets	30,382	36,274
Total non-current assets	75,529	79,416
Total assets	135,931	140,751

	FY 2016 As of March 31, 2016 Millions of Yen	FY 2017 3Q As of December 31, 2016 Millions of Yen
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	9,307	9,755
Electronically recorded obligations - operating	4,239	7,125
Short-term loans payable	12,730	10,507
Current portion of long-term loans payable	2,011	1,959
Income taxes payable	700	377
Provision	1,463	456
Notes payable - facilities	236	137
Electronically recorded obligations - non-operating	229	537
Other	3,735	4,649
<b>Total current liabilities</b>	<b>34,655</b>	<b>35,507</b>
<b>Non-current liabilities</b>		
Long-term loans payable	13,474	13,110
Provision	276	232
Net defined benefit liability	2,064	2,006
Other	5,696	7,308
<b>Total non-current liabilities</b>	<b>21,511</b>	<b>22,657</b>
<b>Total liabilities</b>	<b>56,166</b>	<b>58,164</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	15,632	15,632
Capital surplus	18,783	18,783
Retained earnings	39,286	40,292
Treasury shares	(3,991)	(3,890)
<b>Total shareholders' equity</b>	<b>69,711</b>	<b>70,818</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	10,106	13,982
Foreign currency translation adjustment	(1,660)	(4,370)
Remeasurements of defined benefit plans	(1,407)	(760)
<b>Total accumulated other comprehensive income</b>	<b>7,038</b>	<b>8,851</b>
<b>Non-controlling interests</b>	<b>3,015</b>	<b>2,916</b>
<b>Total net assets</b>	<b>79,765</b>	<b>82,586</b>
<b>Total liabilities and net assets</b>	<b>135,931</b>	<b>140,751</b>

**CONSOLIDATED STATEMENTS OF INCOME**

	FY 2016 3Q (April 1, 2015 through December 31, 2015)	FY 2017 3Q (April 1, 2016 through December 31, 2016)
	Millions of Yen	Millions of Yen
Net sales	80,720	79,583
Cost of sales	59,043	58,326
Gross profit	21,677	21,256
Selling, general and administrative expenses		
Selling expenses	13,221	13,178
General and administrative expenses	6,145	6,276
Total selling, general and administrative expenses	19,367	19,455
Operating income	2,309	1,800
Non-operating income		
Interest income	45	65
Dividend income	549	584
Rent income	241	316
Foreign exchange gains	87	0
Share of profit of entities accounted for using equity method	298	480
Other	134	122
Total non-operating income	1,355	1,570
Non-operating expenses		
Interest expenses	122	58
Rent expenses on non-current assets	121	129
Other	44	43
Total non-operating expenses	288	230
Ordinary income	3,376	3,140
Extraordinary income		
Gain on sales of non-current assets	1,469	16
Gain on sales of investment securities	22	18
Total extraordinary income	1,492	35
Extraordinary losses		
Loss on disposal of non-current assets	169	240
Impairment loss	320	—
Loss on liquidation of subsidiaries and associates	—	67
Other	0	15
Total extraordinary losses	490	322
Profit before income taxes	4,378	2,852
Income taxes - current	937	705
Income taxes - deferred	(163)	(53)
Total income taxes	774	652
Profit	3,603	2,200
Profit attributable to non-controlling interests	221	218
Profit attributable to owners of parent	3,382	1,982

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	FY 2016 3Q (April 1, 2015 through December 31, 2015)	FY 2017 3Q (April 1, 2016 through December 31, 2016)
	Millions of Yen	Millions of Yen
Profit	3,603	2,200
Other comprehensive income		
Valuation difference on available-for-sale securities	1,126	3,887
Foreign currency translation adjustment	(1,020)	(2,954)
Remeasurements of defined benefit plans, net of tax	106	653
Share of other comprehensive income of entities accounted for using equity method	(29)	(35)
Total other comprehensive income	183	1,550
Comprehensive income	3,786	3,751
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,728	3,795
Comprehensive income attributable to non-controlling interests	57	(44)

**SEGMENT INFORMATION**

FY 2016 3Q (April 1, 2015 through December 31, 2015) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	43,122	21,788	8,343	7,466	80,720
Operating Income (loss)	1,278	1,237	55	(261)	2,309

FY 2017 3Q (April 1, 2016 through December 31, 2016) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	42,456	20,673	9,651	6,800	79,583
Operating Income (loss)	560	1,352	445	(557)	1,800