



Consolidated Financial Results for the three months of Fiscal Year 2017

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

August 4, 2016

Company Name	Noritake Co., Limited
Stock Exchange Listings	Tokyo, Nagoya
Code Number	5331
URL	http://www.noritake.co.jp/eng/
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 three months of Fiscal Year 2017 (April 1, 2016 - June 30, 2016)

(1) Operating Results

	Net Sales		Operating Income		Ordinary Income	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
Three months of FY 2017	25,938	(3.1%)	402	(34.3%)	836	(18.3%)
Three months of FY 2016	26,758	24.0%	612	272.1%	1,024	92.9%

	Profit Attributable to Owners of Parent		Net Income per Share	Diluted Net Income per Share
	Millions of Yen	Change	Yen	Yen
Three months of FY 2017	392	(52.7%)	2.73	—
Three months of FY 2016	830	234.6%	5.78	—

(2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
1st quarter of FY 2017	133,335	78,164	56.4	523.96
FY 2016	135,931	79,765	56.5	534.53

(Reference) Shareholders' Equity: 1st quarter of FY2017 75,232 million yen
FY2016 76,749 million yen

2. Dividends

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

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

*As the Company is scheduled to conduct a reverse stock split at a ratio of one share for every ten shares effective 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 “-.” Year-end dividends per share for FY 2017 (forecast) without taking into account the reverse stock split are 3 yen, and annual dividends per share are 6 yen. 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 Semi-annual	53,000	(1.9%)	800	(41.5%)	1,500	(24.2%)
FY 2017	109,000	(0.6%)	2,400	(30.4%)	3,800	(20.5%)

	Profit Attributable to Owners of Parent		Net Income per Share
	Millions of Yen	Change	Yen
FY 2017 Semi-annual	900	(62.4%)	6.27
FY 2017	2,400	(45.6%)	167.15

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

* Concerning net income per share of the Consolidated Financial Forecasts (Full year) for FY 2017, the effects of the reverse stock split are taken into account. Net income per share of the Consolidated Financial Forecasts (Full year) for FY 2017 without taking into account the reverse stock split is 16.71 yen. 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
1st quarter of FY 2017	158,428,497	14,844,425	143,584,376
FY 2016	158,428,497	14,843,978	143,603,554

* 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 is scheduled to conduct a reverse stock split at a ratio of one share for every ten shares effective October 1, 2016, as the shareholders resolved to approve a reverse stock split at the 135th Ordinary General Meeting of Shareholders to be held on June 29, 2016. Additionally, dividend forecasts and Consolidated Financial Forecasts for FY2017 without taking into account the reverse stock split are as follows.
 - (1) Dividend Forecasts for FY 2017

Dividends per share	
Interim	3 yen
Year-end	3 yen
 - (2) Consolidated Financial Forecasts for FY 2017

Net income per share	
Semi-annual	6.27 yen
Full year	16.71 yen

CONSOLIDATED BALANCE SHEETS

	FY 2016	FY 2017 1Q
	As of March 31, 2016	As of June 30, 2016
	Millions of Yen	Millions of Yen
Assets		
Current assets		
Cash and deposits	10,720	11,271
Notes and accounts receivable - trade	28,556	26,710
Electronically recorded monetary claims - operating	2,262	2,245
Merchandise and finished goods	8,427	8,280
Work in process	3,778	4,168
Raw materials and supplies	4,387	4,190
Other	2,298	2,498
Allowance for doubtful accounts	(30)	(24)
Total current assets	60,402	59,341
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	17,656	17,325
Land	13,507	13,442
Other, net	12,782	12,658
Total property, plant and equipment	43,946	43,426
Intangible assets	1,200	1,165
Investments and other assets		
Investment securities	29,184	28,236
Net defined benefit asset	122	125
Other	1,207	1,166
Allowance for doubtful accounts	(132)	(127)
Total investments and other assets	30,382	29,401
Total non-current assets	75,529	73,993
Total assets	135,931	133,335

	FY 2016 As of March 31, 2016 Millions of Yen	FY 2017 1Q As of June 30, 2016 Millions of Yen
Liabilities		
Current liabilities		
Notes and accounts payable - trade	9,307	8,975
Electronically recorded obligations - operating	4,239	4,614
Short-term loans payable	12,730	12,832
Current portion of long-term loans payable	2,011	1,988
Income taxes payable	700	273
Provision	1,463	416
Notes payable - facilities	236	127
Electronically recorded obligations - non-operating	229	248
Other	3,735	4,767
Total current liabilities	34,655	34,243
Non-current liabilities		
Long-term loans payable	13,474	13,359
Provision	276	174
Net defined benefit liability	2,064	2,026
Other	5,696	5,365
Total non-current liabilities	21,511	20,926
Total liabilities	56,166	55,170
Net assets		
Shareholders' equity		
Capital stock	15,632	15,632
Capital surplus	18,783	18,783
Retained earnings	39,286	39,248
Treasury shares	(3,991)	(3,991)
Total shareholders' equity	69,711	69,672
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	10,106	9,399
Foreign currency translation adjustment	(1,660)	(2,649)
Remeasurements of defined benefit plans	(1,407)	(1,189)
Total accumulated other comprehensive income	7,038	5,559
Non-controlling interests	3,015	2,932
Total net assets	79,765	78,164
Total liabilities and net assets	135,931	133,335

CONSOLIDATED STATEMENTS OF INCOME

	FY 2016 1Q (April 1, 2015 through June 30, 2015) Millions of Yen	FY 2017 1Q (April 1, 2016 through June 30, 2016) Millions of Yen
Net sales	26,758	25,938
Cost of sales	19,670	19,014
Gross profit	7,088	6,924
Selling, general and administrative expenses		
Selling expenses	4,378	4,379
General and administrative expenses	2,097	2,142
Total selling, general and administrative expenses	6,475	6,521
Operating income	612	402
Non-operating income		
Interest income	12	16
Dividend income	278	298
Rent income	80	105
Foreign exchange gains	33	—
Share of profit of entities accounted for using equity method	60	126
Other	38	45
Total non-operating income	503	592
Non-operating expenses		
Interest expenses	44	20
Foreign exchange losses	—	71
Rent expenses on non-current assets	33	32
Other	13	32
Total non-operating expenses	91	157
Ordinary income	1,024	836
Extraordinary income		
Gain on sales of non-current assets	15	8
Total extraordinary income	15	8
Extraordinary losses		
Loss on disposal of non-current assets	11	9
Loss on liquidation of subsidiaries and associates	—	69
Other	0	14
Total extraordinary losses	11	94
Profit before income taxes	1,028	751
Income taxes - current	247	183
Income taxes - deferred	(125)	111
Total income taxes	121	295
Profit	906	455
Profit attributable to non-controlling interests	76	63
Profit attributable to owners of parent	830	392

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	FY 2016 1Q (April 1, 2015 through June 30, 2015) Millions of Yen	FY 2017 1Q (April 1, 2016 through June 30, 2016) Millions of Yen
Profit	906	455
Other comprehensive income		
Valuation difference on available-for-sale securities	2,855	(708)
Foreign currency translation adjustment	(187)	(1,071)
Remeasurements of defined benefit plans, net of tax	35	220
Share of other comprehensive income of entities accounted for using equity method	2	(11)
Total other comprehensive income	2,706	(1,571)
Comprehensive income	3,613	(1,115)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,521	(1,086)
Comprehensive income attributable to non-controlling interests	92	(29)

SEGMENT INFORMATION

FY 2016 1Q (April 1, 2015 through June 30, 2015) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	14,230	7,589	2,573	2,365	26,758
Operating Income (loss)	331	384	17	(120)	612

FY 2017 1Q (April 1, 2016 through June 30, 2016) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	14,064	6,858	2,827	2,188	25,938
Operating Income (loss)	98	411	123	(231)	402