



## Consolidated Financial Results for the six months of Fiscal Year 2016

(Fiscal Year 2016: Year ending March 31, 2016)

November 6, 2015

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 six months of Fiscal Year 2016 (April 1, 2015 - September 30, 2015)

#### (1) Operating Results

	Net Sales		Operating Income		Ordinary Income	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
Six months of FY 2016	54,004	20.8%	1,366	91.3%	1,979	58.0%
Six months of FY 2015	44,692	6.6%	714	—	1,252	—

	Profit Attributable to Owners of Parent		Net Income per Share	Diluted Net Income per Share
	Millions of Yen	Change	Yen	Yen
Six months of FY 2016	2,394	250.2%	16.68	—
Six months of FY 2015	683	208.5%	4.76	—

#### (2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
2nd quarter of FY 2016	141,892	82,585	56.1	553.87
FY 2015	145,836	82,817	54.1	549.59

(Reference) Shareholders' Equity: 2nd quarter of FY2016 79,533 million yen  
FY2015 78,924 million yen

### 2. Dividends

	Dividend per Share		
	Interim (Yen)	Year-End (Yen)	Total (Yen)
FY 2015	3.00	3.00	6.00
FY 2016 (Actual)	3.00	—	—
FY 2016 (Forecast)	—	3.00	6.00

(Note) Revisions to forecast of dividend per share for FY 2016 : None

**3. Forecast of Consolidated Financial Results for Fiscal Year 2016 \***

	Net Sales		Operating Income		Ordinary Income	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2016	110,000	11.1%	2,800	27.8%	3,800	12.1%

  

	Profit Attributable to Owners of Parent		Net Income per Share
	Millions of Yen	Change	Yen
FY 2016	3,200	55.4%	22.28

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

**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 : Yes
  - 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
2nd quarter of FY 2016	158,428,497	14,833,253	143,600,471
FY 2015	158,428,497	14,821,960	143,625,272

**\* 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 2016 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.

**CONSOLIDATED BALANCE SHEETS**

	FY 2015	FY 2016 2Q
	As of March 31, 2015	As of September 30, 2015
	Millions of Yen	Millions of Yen
Assets		
Current assets		
Cash and deposits	12,530	10,642
Notes and accounts receivable - trade	27,938	27,551
Electronically recorded monetary claims - operating	1,352	1,701
Merchandise and finished goods	8,644	8,701
Work in process	3,829	4,271
Raw materials and supplies	4,582	4,585
Other	2,498	2,348
Allowance for doubtful accounts	(21)	(34)
Total current assets	61,354	59,767
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,252	17,976
Other, net	27,258	27,118
Total property, plant and equipment	45,511	45,094
Intangible assets	1,281	1,255
Investments and other assets		
Investment securities	34,227	32,405
Net defined benefit asset	2,481	2,295
Other	1,102	1,198
Allowance for doubtful accounts	(121)	(124)
Total investments and other assets	37,690	35,774
Total non-current assets	84,482	82,124
Total assets	145,836	141,892

	FY 2015 As of March 31, 2015 Millions of Yen	FY 2016 2Q As of September 30, 2015 Millions of Yen
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	13,108	9,692
Electronically recorded obligations - operating	387	3,790
Short-term loans payable	3,400	3,484
Current portion of bonds	10,000	10,000
Current portion of long-term loans payable	1,660	551
Income taxes payable	695	661
Provision for bonuses	1,422	1,429
Notes payable - facilities	826	253
Electronically recorded obligations - non-operating	—	479
Other	5,485	4,072
<b>Total current liabilities</b>	<b>36,985</b>	<b>34,415</b>
<b>Non-current liabilities</b>		
Long-term loans payable	15,277	15,052
Provision	832	254
Net defined benefit liability	2,083	2,066
Other	7,841	7,517
<b>Total non-current liabilities</b>	<b>26,034</b>	<b>24,890</b>
<b>Total liabilities</b>	<b>63,019</b>	<b>59,306</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	15,632	15,632
Capital surplus	18,832	18,783
Retained earnings	35,735	37,699
Treasury shares	(3,985)	(3,988)
<b>Total shareholders' equity</b>	<b>66,215</b>	<b>68,126</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	13,516	12,131
Foreign currency translation adjustment	(759)	(742)
Remeasurements of defined benefit plans	(47)	17
<b>Total accumulated other comprehensive income</b>	<b>12,709</b>	<b>11,406</b>
<b>Non-controlling interests</b>	<b>3,892</b>	<b>3,052</b>
<b>Total net assets</b>	<b>82,817</b>	<b>82,585</b>
<b>Total liabilities and net assets</b>	<b>145,836</b>	<b>141,892</b>

**CONSOLIDATED STATEMENTS OF INCOME**

	FY 2015 2Q (April 1, 2014 through September 30, 2014)	FY 2016 2Q (April 1, 2015 through September 30, 2015)
	Millions of Yen	Millions of Yen
Net sales	44,692	54,004
Cost of sales	32,867	39,688
Gross profit	11,824	14,316
Selling, general and administrative expenses		
Selling expenses	8,012	8,823
General and administrative expenses	3,097	4,126
Total selling, general and administrative expenses	11,110	12,949
Operating income	714	1,366
Non-operating income		
Interest income	20	33
Dividend income	250	288
Rent income	196	160
Foreign exchange gains	52	35
Share of profit of entities accounted for using equity method	119	224
Other	49	79
Total non-operating income	689	822
Non-operating expenses		
Interest expenses	70	86
Rent expenses on non-current assets	59	92
Other	21	30
Total non-operating expenses	151	209
Ordinary income	1,252	1,979
Extraordinary income		
Gain on sales of non-current assets	2	1,441
Gain on sales of investment securities	—	22
Total extraordinary income	2	1,464
Extraordinary losses		
Loss on disposal of non-current assets	59	122
Impairment loss	3	301
Other	0	0
Total extraordinary losses	63	423
Income before income taxes and non-controlling interests	1,191	3,020
Income taxes - current	494	789
Income taxes - deferred	34	(300)
Total income taxes	529	488
Profit	662	2,531
Profit (loss) attributable to non-controlling interests	(21)	137
Profit attributable to owners of parent	683	2,394

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	FY 2015 2Q (April 1, 2014 through September 30, 2014)	FY 2016 2Q (April 1, 2015 through September 30, 2015)
	Millions of Yen	Millions of Yen
Profit	662	2,531
Other comprehensive income		
Valuation difference on available-for-sale securities	1,304	(1,394)
Foreign currency translation adjustment	98	16
Remeasurements of defined benefit plans, net of tax	161	67
Share of other comprehensive income of entities accounted for using equity method	(6)	(3)
Total other comprehensive income	1,559	(1,314)
Comprehensive income	2,221	1,217
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,113	1,092
Comprehensive income attributable to non-controlling interests	108	124

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

	FY 2015 2Q (April 1, 2014 through September 30, 2014)	FY 2016 2Q (April 1, 2015 through September 30, 2015)
	Millions of Yen	Millions of Yen
Cash flows from operating activities		
Income before income taxes and non-controlling interests	1,191	3,020
Depreciation	1,637	2,040
Impairment loss	3	301
Increase (decrease) in allowance for doubtful accounts	(8)	15
Increase (decrease) in net defined benefit liability and asset	359	272
Increase (decrease) in provision	(150)	(577)
Interest and dividend income	(270)	(321)
Interest expenses	70	86
Share of (profit) loss of entities accounted for using equity method	(119)	(224)
Loss (gain) on sales of short-term and long-term investment securities	—	(22)
Loss (gain) on sales and retirement of property, plant and equipment and intangible assets	56	(1,319)
Decrease (increase) in notes and accounts receivable - trade	928	45
Decrease (increase) in inventories	(1,239)	(511)
Increase (decrease) in notes and accounts payable - trade	(20)	(9)
Other, net	131	127
Subtotal	2,569	2,922
Interest and dividend income received	414	321
Interest expenses paid	(73)	(89)
Income taxes paid	(560)	(533)
Net cash provided by (used in) operating activities	2,350	2,622
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets	(2,508)	(2,857)
Proceeds from sales of property, plant and equipment and intangible assets	9	1,492
Purchase of investment securities	(7)	(10)
Proceeds from sales of investment securities	—	27
Payments of loans receivable	(240)	(8)
Collection of loans receivable	41	44
Collection of investments in capital	491	—
Payments into time deposits	(519)	(707)
Proceeds from withdrawal of time deposits	647	975
Other, net	(126)	(634)
Net cash provided by (used in) investing activities	(2,212)	(1,676)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(1,183)	91
Proceeds from long-term loans payable	5,000	—
Repayments of long-term loans payable	(3,054)	(1,330)
Purchase of treasury shares	(1)	(3)
Cash dividends paid	(430)	(430)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	(1,340)
Proceeds from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	—	334
Other, net	(0)	—
Net cash provided by (used in) financing activities	327	(2,678)
Effect of exchange rate change on cash and cash equivalents	(89)	90
Net increase (decrease) in cash and cash equivalents	376	(1,642)
Cash and cash equivalents at beginning of period	8,671	10,586
Increase in cash and cash equivalents from newly consolidated subsidiary	105	—
Cash and cash equivalents at end of period	9,153	8,943

**SEGMENT INFORMATION**

FY 2015 2Q (April 1, 2014 through September 30, 2014) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	19,038	15,712	5,403	4,537	44,692
Operating Income (loss)	297	687	(50)	(219)	714

FY 2016 2Q (April 1, 2015 through September 30, 2015) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total
Net sales:					
External customers	28,663	14,696	5,770	4,874	54,004
Operating Income (loss)	717	760	140	(250)	1,366