



## Consolidated Financial Results for the nine months of Fiscal Year 2015

(Fiscal Year 2015: Year ending March 31, 2015)

February 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,<br>General Manager of Finance and Accounting Dept.<br>(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 2015 (April 1, 2014 - December 31, 2014)

#### (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 2015 | 71,198          | 10.5%  | 1,347            | —      | 2,302           | 179.9%  |
| Nine months of FY 2014 | 64,450          | (5.5%) | (40)             | —      | 822             | (33.6%) |

|                        | Net Income      |         | Net Income per Share | Diluted Net Income per Share |
|------------------------|-----------------|---------|----------------------|------------------------------|
|                        | Millions of Yen | Change  | Yen                  | Yen                          |
| Nine months of FY 2015 | 1,289           | 92.6%   | 8.98                 | —                            |
| Nine months of FY 2014 | 669             | (70.2%) | 4.51                 | —                            |

#### (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 2015 | 139,938         | 76,805          | 52.3                          | 509.25                         |
| FY 2014                | 118,774         | 69,216          | 57.8                          | 477.64                         |

(Reference) Shareholders' Equity: 3rd quarter of FY2015 73,136 million yen  
FY2014 68,602 million yen

### 2. Dividends

|                    | Dividend per Share |                |             |
|--------------------|--------------------|----------------|-------------|
|                    | Interim (Yen)      | Year-End (Yen) | Total (Yen) |
| FY 2014            | 3.00               | 3.00           | 6.00        |
| FY 2015 (Actual)   | 3.00               | —              | —           |
| FY 2015 (Forecast) | —                  | 3.00           | 6.00        |

(Note) Revisions to forecast of dividend per share for FY 2015 : None

**3. Forecast of Consolidated Financial Results for Fiscal Year 2015 \***

|         | Net Sales       |        | Operating Income |        | Ordinary Income |        |
|---------|-----------------|--------|------------------|--------|-----------------|--------|
|         | Millions of Yen | Change | Millions of Yen  | Change | Millions of Yen | Change |
| FY 2015 | 98,000          | 10.5%  | 1,700            | 116.7% | 2,700           | 39.9%  |

  

|         | Net Income      |        | Net Income<br>per Share |
|---------|-----------------|--------|-------------------------|
|         | Millions of Yen | Change | Yen                     |
| FY 2015 | 1,400           | 6.6%   | 9.75                    |

(Note) Revisions to forecast of consolidated financial results : Yes

**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<br>at end of period<br>(including treasury shares) | Treasury shares<br>at end of period |                           | Average number of<br>shares outstanding<br>over period |
|---------------------------|---|-------------------------------------|---------------------------|--|
| 3rd quarter<br>of FY 2015 | 158,428,497   | 14,811,572                          | 3rd quarter<br>of FY 2015 | 143,623,233  |
| FY 2014                   | 158,428,497   | 14,800,395                          | 3rd quarter<br>of FY 2014 | 148,586,128  |

**\* 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 2015 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 2014              | FY 2015 3Q              |
|---|----------------------|-------------------------|
|   | As of March 31, 2014 | As of December 31, 2014 |
|   | Millions of Yen      | Millions of Yen         |
| <b>Assets</b>   |                      |                         |
| Current assets  |                      |                         |
| Cash and deposits                                     | 10,291               | 12,429                  |
| Notes and accounts receivable - trade                 | 25,178               | 29,557                  |
| Merchandise and finished goods                        | 6,273                | 8,319                   |
| Work in process                                       | 3,243                | 4,331                   |
| Raw materials and supplies                            | 3,317                | 4,257                   |
| Other   | 2,240                | 2,188                   |
| Allowance for doubtful accounts                       | (37)                 | (36)                    |
| Total current assets                                  | 50,507               | 61,047                  |
| Non-current assets                                    |                      |                         |
| Property, plant and equipment                         |                      |                         |
| Buildings and structures, net                         | 14,496               | 16,827                  |
| Other, net  | 22,774               | 27,806                  |
| Total property, plant and equipment                   | 37,270               | 44,634                  |
| Intangible assets                                     | 379                  | 1,213                   |
| Investments and other assets                          |                      |                         |
| Investment securities                                 | 28,544               | 31,986                  |
| Other   | 2,193                | 1,186                   |
| Allowance for doubtful accounts                       | (121)                | (129)                   |
| Total investments and other assets                    | 30,616               | 33,043                  |
| Total non-current assets                              | 68,266               | 78,891                  |
| Total assets  | 118,774              | 139,938                 |
| <b>Liabilities</b>                                    |                      |                         |
| Current liabilities                                   |                      |                         |
| Notes and accounts payable - trade                    | 11,209               | 15,142                  |
| Short-term loans payable                              | 5,317                | 3,590                   |
| Current portion of bonds                              | —                    | 10,000                  |
| Current portion of long-term loans payable            | 4,212                | 1,624                   |
| Income taxes payable                                  | 611                  | 376                     |
| Provision   | 1,406                | 409                     |
| Notes payable - facilities                            | 1,286                | 1,562                   |
| Other   | 4,248                | 5,195                   |
| Total current liabilities                             | 28,292               | 37,900                  |
| Non-current liabilities                               |                      |                         |
| Bonds payable   | 10,000               | —                       |
| Long-term loans payable                               | 3,812                | 15,331                  |
| Provision   | 847                  | 795                     |
| Net defined benefit liability                         | 1,879                | 2,214                   |
| Other   | 4,726                | 6,891                   |
| Total non-current liabilities                         | 21,265               | 25,233                  |
| Total liabilities                                     | 49,557               | 63,133                  |
| <b>Net assets</b>                                     |                      |                         |
| Shareholders' equity                                  |                      |                         |
| Capital stock   | 15,632               | 15,632                  |
| Capital surplus                                       | 18,832               | 18,832                  |
| Retained earnings                                     | 34,309               | 34,965                  |
| Treasury shares                                       | (3,979)              | (3,982)                 |
| Total shareholders' equity                            | 64,795               | 65,448                  |
| Accumulated other comprehensive income                |                      |                         |
| Valuation difference on available-for-sale securities | 8,758                | 11,475                  |
| Foreign currency translation adjustment               | (2,979)              | (2,080)                 |
| Remeasurements of defined benefit plans               | (1,972)              | (1,707)                 |
| Total accumulated other comprehensive income          | 3,807                | 7,687                   |
| Minority interests                                    | 613                  | 3,668                   |
| Total net assets                                      | 69,216               | 76,805                  |
| <b>Total liabilities and net assets</b>               | <b>118,774</b>       | <b>139,938</b>          |

**CONSOLIDATED STATEMENTS OF INCOME**

|   | FY 2014 3Q<br>(April 1, 2013 through<br>December 31, 2013) | FY 2015 3Q<br>(April 1, 2014 through<br>December 31, 2014) |
|---|--|--|
|   | Millions of Yen  | Millions of Yen  |
| Net sales   | 64,450   | 71,198   |
| Cost of sales   | 48,379   | 52,346   |
| Gross profit  | 16,071   | 18,852   |
| Selling, general and administrative expenses                  |  |  |
| Selling expenses  | 11,471   | 12,675   |
| General and administrative expenses                           | 4,639  | 4,828  |
| Total selling, general and administrative expenses            | 16,111   | 17,504   |
| Operating income (loss)                                       | (40)   | 1,347  |
| Non-operating income  |  |  |
| Interest income   | 36   | 32   |
| Dividend income   | 387  | 476  |
| Rent income   | 298  | 296  |
| Foreign exchange gains  | 200  | 159  |
| Share of profit of entities accounted for using equity method | 95   | 168  |
| Other   | 76   | 103  |
| Total non-operating income                                    | 1,094  | 1,238  |
| Non-operating expenses  |  |  |
| Interest expenses   | 117  | 116  |
| Rent expenses on non-current assets                           | 91   | 92   |
| Commission fee  | —  | 39   |
| Other   | 21   | 34   |
| Total non-operating expenses                                  | 231  | 283  |
| Ordinary income   | 822  | 2,302  |
| Extraordinary income  |  |  |
| Gain on sales of non-current assets                           | 20   | 3  |
| Gain on sales of investment securities                        | 750  | —  |
| Gain on step acquisitions                                     | —  | 76   |
| Gain on bargain purchase                                      | —  | 13   |
| Total extraordinary income                                    | 771  | 94   |
| Extraordinary losses  |  |  |
| Loss on disposal of non-current assets                        | 49   | 303  |
| Special retirement expenses                                   | 40   | —  |
| Other   | 1  | 4  |
| Total extraordinary losses                                    | 90   | 307  |
| Income before income taxes and minority interests             | 1,503  | 2,089  |
| Income taxes - current  | 669  | 726  |
| Income taxes - deferred                                       | 206  | 69   |
| Total income taxes  | 875  | 796  |
| Income before minority interests                              | 627  | 1,292  |
| Minority interests in income (loss)                           | (41)   | 3  |
| Net income  | 669  | 1,289  |

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

|  | FY 2014 3Q<br>(April 1, 2013 through<br>December 31, 2013) | FY 2015 3Q<br>(April 1, 2014 through<br>December 31, 2014) |
|--|--|--|
|  | Millions of Yen  | Millions of Yen  |
| Income before minority interests   | 627  | 1,292  |
| Other comprehensive income   |  |  |
| Valuation difference on available-for-sale securities                                | 5,279  | 2,739  |
| Foreign currency translation adjustment  | 1,196  | 1,255  |
| Remeasurements of defined benefit plans, net of tax                                  | —  | 240  |
| Share of other comprehensive income of entities accounted for<br>using equity method | 111  | (35)   |
| Total other comprehensive income   | 6,588  | 4,200  |
| Comprehensive income   | 7,216  | 5,493  |
| Comprehensive income attributable to   |  |  |
| Comprehensive income attributable to owners of parent                                | 7,198  | 5,170  |
| Comprehensive income attributable to minority interests                              | 18   | 323  |

**SEGMENT INFORMATION**

FY 2014 3Q (April 1, 2013 through December 31,2013) (Millions of Yen)

|                         | Industrial<br>Products | Ceramics &<br>Materials | Engineering | Tabletop | Total  |
|-------------------------|------------------------|-------------------------|-------------|----------|--------|
| Net sales:              |                        |                         |             |          |        |
| External customers      | 27,274                 | 21,809                  | 8,296       | 7,070    | 64,450 |
| Operating Income (loss) | 516                    | 300                     | (626)       | (230)    | (40)   |

FY 2015 3Q (April 1, 2014 through December 31,2014) (Millions of Yen)

|                         | Industrial<br>Products | Ceramics &<br>Materials | Engineering | Tabletop | Total  |
|-------------------------|------------------------|-------------------------|-------------|----------|--------|
| Net sales:              |                        |                         |             |          |        |
| External customers      | 32,919                 | 23,216                  | 8,012       | 7,049    | 71,198 |
| Operating Income (loss) | 553                    | 1,134                   | 24          | (364)    | 1,347  |