Asahi Diamond Industrial Co., Ltd.

May 10,2013

Summary of the Consolidated Financial Results for the Fiscal Year Ended March 31, 2013〔under Japanese GAAP〕

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Stock exchange listing: Tokyo Stock Exchange 1st Section(Code 6140)

① Financial Data

1) Consolidated Balance Sheets

Millions of yen

	FISCAL YEAR			
	2010/3	2011/3	2012/3	2013/3
Cash and deposits	9,399	10,284	9,473	11,821
Notes and accounts receivable-trade	10,484	13,266	11,850	11,082
Short-term investment securities	—	—	615	298
Merchandise and finished goods	1,610	1,543	1,879	1,972
Work in process	984	1,292	1,295	1,104
Raw materials and supplies	1,256	1,922	2,768	2,673
Other	763	986	622	808
Allowance for doubtful accounts	△122	△91	△92	△96
Current assets	24,377	29,204	28,412	29,663
Buildings and structures, net	7,815	8,736	9,152	8,586
Machinery, equipment and vehicles, net	4,589	6,601	7,139	6,506
Land	4,574	4,274	4,421	4,704
Other, net	818	1,149	1,017	1,326
Property, plant and equipment	17,799	20,761	21,730	21,123
Intangible assets	88	84	80	88
Investment securities	7,688	7,324	7,411	8,882
Other	3,536	3,283	2,915	2,133
Allowance for doubtful accounts	△68	△47	△25	△28
Investments and other assets	11,156	10,560	10,301	10,986
Non-current assets	29,043	31,407	32,112	32,199
Assets	53,420	60,611	60,525	61,862

Millions of yen

	FISCAL YEAR			
	2010/3	2011/3	2012/3	2013/3
Notes and accounts payable-trade	1,378	1,816	1,594	1,404
Short-term loans payable	237	293	910	556
Income taxes payable	706	3,224	481	824
Provision for bonuses	678	853	636	701
Other	1,452	2,602	2,611	2,054
Current liabilities	4,454	8,791	6,234	5,541
Provision for retirement benefits	5,558	5,053	5,078	5,141
Other	1,150	1,164	919	965
Non-current liabilities	6,708	6,218	5,997	6,106
Liabilities	11,163	15,009	12,231	11,648
Capital stock	4,102	4,102	4,102	4,102
Capital surplus	7,129	7,129	7,129	7,129
Retained earnings	33,506	35,089	37,820	38,260
Treasury stock	△1,732	△69	△76	△2
Shareholders' equity	43,004	46,251	48,974	49,489
Valuation difference on available-for-sale securities	933	770	1,054	1,452
Revaluation reserve for land	△593	67	105	105
Foreign currency translation adjustment	△1,454	△1,943	△2,408	△1,725
Total accumulated other comprehensive income	△1,114	△1,105	△1,248	△167
Minority interests	367	455	567	892
Net assets	42,257	45,602	48,293	50,214
Liabilities and net assets	53,420	60,611	60,525	61,862

2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Millions of yen

	FISCAL YEAR			
	2009/4-2010/3	2010/4-2011/3	2011/4-2012/3	2012/4-2013/3
Net sales	27,408	42,709	42,981	38,378
Cost of sales	18,800	24,788	27,110	26,158
Gross profit	8,608	17,920	15,871	12,219
Selling, general and administrative expenses	7,010	7,310	7,812	7,663
Operating income	1,597	10,610	8,058	4,556
Interest and dividends income	121	130	161	172
Equity in earnings of affiliates	117	222	306	249
Foreign exchange gains	—	—	—	300
Miscellaneous income	74	70	46	72
Non-operating income	313	423	514	795
Non-operating expenses	51	243	89	18
Ordinary income	1,859	10,791	8,484	5,333
Gain on sales of non-current assets	1	3	0	—
Gain on sales of investment securities	85	153	1	—
State subsidy	—	—	52	—
Other	—	22	—	—
Extraordinary income	87	179	54	—
Impairment loss	—	289	—	—
Loss on sales and retirement of non-current assets	62	26	75	66
Loss on valuation of investment securities	25	6	577	42
Loss on reduction of non-current assets	—	—	52	—
Other	138	49	—	—
Extraordinary loss	225	372	705	108
Income before income taxes and minority interests	1,721	10,598	7,833	5,225
Total income taxes	764	3,612	3,055	1,722
Income before minority interests	—	6,985	4,777	3,503
Minority interests in income	15	143	175	249
Net income	941	6,842	4,602	3,253

Consolidated Statements of Comprehensive Income

Millions of yen

	FISCAL YEAR			
	2009/4-2010/3	2010/4-2011/3	2011/4-2012/3	2012/4-2013/3
Income before minority interests	—	6,985	4,777	3,503
Other comprehensive income				
Valuation difference on available-for-sale securities	—	△168	195	400
Revaluation reserve for land	—	—	57	—
Foreign currency translation adjustment	—	△311	△358	772
Share of other comprehensive income of associates accounted for using equity method	—	△185	△49	22
Total other comprehensive income	—	△665	△154	1,194
Comprehensive income	—	6,320	4,623	4,697
(Comprehensive income attributable to)				
Comprehensive income attributable to owners of the parent	—	6,189	4,483	4,334
Comprehensive income attributable to minority interests	—	130	139	363

3) Consolidated Statements of Cash Flows

Millions of yen

	FISCAL YEAR			
	2009/4-2010/3	2010/4-2011/3	2011/4-2012/3	2012/4-2013/3
[Operating activities]				
Income before income taxes and minority interests	1,721	10,598	7,833	5,225
Income taxes paid	△181	△1,102	△5,141	△1,461
Depreciation and amortization	2,225	2,708	3,530	3,254
Loss on adjustment for changes of accounting standard for asset retirement obligations	—	49	—	—
Increase (decrease) in various provisions	645	△368	△182	61
Equity in (earnings) losses of affiliates	△117	△222	△306	△249
Loss on reduction of non-current assets	—	—	52	—
Impairment loss	—	289	—	—
Loss (gain) on sales and retirement of property, plant and equipment	60	22	74	65
Loss (gain) on valuation of investment securities	25	6	577	42
Loss (gain) on sales of investment securities	△85	△153	△1	—
Decrease (increase) in notes and accounts receivable-trade	△2,657	△2,905	1,287	1,089
Decrease (increase) in inventories	277	△1,002	△1,212	370
Increase (decrease) in notes and accounts payable-trade	200	531	△168	△351
Other, net	647	427	819	△528
Net cash provided by (used in) operating activities	2,760	8,881	7,163	7,516
[Investing activities]				
Payments into time deposits	△500	—	—	—
Proceeds from withdrawal of time deposits	1,200	—	—	500
Purchase of property, plant and equipment	△1,831	△5,171	△5,285	△2,527
Proceeds from sales of property, plant and equipment	8	8	5	34
Purchase of investment securities	△1,016	△17	△417	△1,667
Proceeds from sales of investment securities	179	271	200	—
Proceeds from redemption of investment securities	—	—	—	1,000
Other, net	457	66	△113	49
Net cash provided by (used in) investing activities	△1,503	△4,841	△5,610	△2,610
[Financing activities]				
Net increase (decrease) in short-term loans payable	△2	69	570	△409
Proceeds from long-term loans payable	32	50	38	34
Repayment of long-term loans payable	△80	△128	△136	△91
Purchase of treasury stock	△71	△1,563	△7	△1,200
Cash dividends paid	△604	△1,366	△1,887	△1,533
Cash dividends paid to minority shareholders	△46	△42	△42	△39
Repayments of lease obligations	△89	△87	△89	△86
Other, net	2	0	0	1
Net cash provided by (used in) financing activities	△858	△3,068	△1,553	△3,324
Effect of exchange rate change on cash and cash equivalents	290	△85	△194	449
Net increase (decrease) in cash and cash equivalents	689	885	△195	2,030
Cash and cash equivalents at beginning of period	8,709	9,399	10,284	10,089
Cash and cash equivalents at end of period	9,399	10,284	10,089	12,119

4) Consolidated Net Sales Breakdown by Industry

Millions of yen , %

	FISCAL YEAR							
	2009/4-2010/3		2010/4-2011/3		2011/4-2012/3		2012/4-2013/3	
	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
Electronics and Semiconductor	11,897	43.4	21,923	51.3	20,792	48.4	17,268	45.0
Transportation	4,463	16.3	5,849	13.7	6,484	15.1	6,473	16.8
Machinery	5,070	18.5	7,372	17.3	7,731	18.0	7,242	18.9
Stone and Construction	4,945	18.0	6,189	14.5	6,516	15.1	5,823	15.2
Other	1,032	3.8	1,374	3.2	1,456	3.4	1,569	4.1
Net sales	27,408	100.0	42,709	100.0	42,981	100.0	38,378	100.0

Millions of yen , %

	QUARTER TRANSITION							
	2012/4-6		2012/7-9		2012/10-12		2013/1-3	
	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
Electronics and Semiconductor	4,126	43.3	4,554	44.6	4,192	45.0	4,395	47.2
Transportation	1,691	17.8	1,664	16.3	1,559	16.7	1,557	16.7
Machinery	1,912	20.1	1,892	18.5	1,709	18.4	1,728	18.6
Stone and Construction	1,453	15.2	1,685	16.5	1,403	15.1	1,281	13.7
Other	347	3.6	418	4.1	446	4.8	357	3.8
Net sales	9,531	100.0	10,216	100.0	9,310	100.0	9,319	100.0

5) Consolidated Geographical Sales

Millions of yen , %

	FISCAL YEAR							
	2009/4-2010/3		2010/4-2011/3		2011/4-2012/3		2012/4-2013/3	
	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio	Amount	Composition ratio
Japan	16,676	60.8	24,318	56.9	23,045	53.6	19,363	50.5
Asia and Oceania	5,279	19.3	9,772	22.9	10,286	23.9	10,002	26.1
Taiwan	2,255	8.2	4,175	9.8	4,555	10.6	4,688	12.2
Europe	2,157	7.9	2,911	6.8	3,425	8.0	2,771	7.2
Other	1,038	3.8	1,532	3.6	1,668	3.9	1,552	4.0
Total	27,408	100.0	42,709	100.0	42,981	100.0	38,378	100.0

6) Consolidated Financial Indicators

		FISCAL YEAR			
		2009/4-2010/3	2010/4-2011/3	2011/4-2012/3	2012/4-2013/3
Net sales	Millions of yen	27,408	42,709	42,981	38,378
Operating income	Millions of yen	1,597	10,610	8,058	4,556
Ordinary income	Millions of yen	1,859	10,791	8,484	5,333
Net income	Millions of yen	941	6,842	4,602	3,253
Operating income ratio	%	5.8	24.8	18.7	11.9
Ordinary income ratio	%	6.8	25.3	19.7	13.9
Return on assets〔ROA〕	%	1.8	12.0	7.6	5.3
Return on equity〔ROE〕	%	2.3	15.7	9.9	6.7
Shareholders' equity ratio	%	78.4	74.5	78.9	79.7
Number of shares outstanding	Thousands of shares	63,143	59,210	59,210	57,710
Treasury stock at the end of period	Thousands of shares	2,868	50	55	2
Book value per share〔BPS〕	Yen	694.98	763.14	806.81	854.69
Earnings per share〔EPS〕	Yen	15.60	114.63	77.81	55.38
Capital expenditures	Millions of yen	2,082	5,996	4,712	2,479
Depreciation [Property, plant and equipment]	Millions of yen	2,188	2,664	3,480	3,206
Research and development expenses	Millions of yen	1,175	1,238	1,355	1,364
Number of employees	Number	1,719	1,908	2,015	2,059

② Forecast (2013/4-2014/3)

1) Consolidated Financial Indicators

Net sales (Millions of yen)	Operating income (Millions of yen)	Ordinary income (Millions of yen)	Net income (Millions of yen)
42,200	4,850	5,350	3,300

Operating income ratio (%)	Ordinary income ratio (%)	Earnings per share〔EPS〕(Yen)	Capital expenditures (Millions of yen)	Depreciation [Property, plant and equipment] (Millions of yen)
11.5	12.7	57.19	2,400	3,000

2) Consolidated Net Sales Breakdown by Industry

Millions of yen

Electronics and Semiconductor	Transportation	Machinery	Stone and Construction	Other	Total
18,950	7,500	8,650	5,570	1,530	42,200

※Note

- This report contains estimates and forecasts pertaining to the future plans and business results. Such statements are based on information available at the time of the report's production and include potential risks and uncertainties. Actual results may differ from estimates and forecasts contained herein.
- Numbers with "△" indicate negative numbers.