Disclaimer: This is a Japanese-English translation of the summary of financial statements of the Company produced for your convenience. Since no auditor audited this report, officially only the Japanese version is assumed to be the summary of financial statements of the Company. This summary does not constitute any guarantee and the Company will not compensate any losses and/or damage stemming from actions taken based on these statements. Should there be any discrepancy between the Japanese and English versions, the Japanese version is assumed to be correct. The "Notice of Consolidated Earnings Forecast" mentioned in this statement is disclosed in Japanese only. Please instead refer to the "First quarter of fiscal year ending March 31, 2015 Financial Results Supplementary Materials," which is similar to the above document and is available in English.

Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending March 31, 2015 (April 1, 2014 to December 31, 2014) [Japanese GAAP]

February 9, 2015

Company Name: **NICHIAS Corporation**
Stock Exchange Listing: Tokyo Stock Exchange (Code number 5393)
URL: http://www.nichias.co.jp
Representative: Toshiyuki Takei, President and Chief Executive Officer
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Scheduled date of filing the quarterly consolidated financial statements: February 12, 2015
Supplementary materials for financial results: Available
Organization of financial results briefing: None
Scheduled date of commencement of dividend payment: -

(Fractional amounts of less than ¥1 million are discarded.)

1. Consolidated financial results for the third quarter of the fiscal year ending March 31, 2015 (April 1, 2014 to December 31, 2014)

(1) Operating results (cumulative) (Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Third Quarter of Fiscal Year Ending March 31, 2015	114,469	9.8	7,978	5.5	9,058	8.0	5,332	9.9
Third Quarter of Fiscal Year Ended March 31, 2014	104,235	3.5	7,559	(4.9)	8,386	5.0	4.850	4.6

Note: Comprehensive income
Third Quarter of Fiscal Year Ending March 31, 2015..... ¥7,355 million / 5.4%
Third Quarter of Fiscal Year Ended March 31, 2014..... ¥6,976 million / 26.9%

	Net income per share	Net income per share (Fully diluted)
	Yen	Yen
Third Quarter of Fiscal Year Ending March 31, 2015	44.53	38.76
Third Quarter of Fiscal Year Ended March 31, 2014	40.61	35.27

(2) Financial status

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
Third Quarter of Fiscal Year Ending March 31, 2015	151,722	74,225	48.4
As of March 31, 2014	141,311	67,956	47.6

(Reference) Shareholders' Equity

Third Quarter of Fiscal Year Ending March 31, 2015……. ¥73,499 million

Fiscal year ended March 31, 2014……¥67,276 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Annual total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2014	—	7.00	—	8.00	15.00
Fiscal year ending March 31, 2015	—	8.00	—		
Fiscal year ending March 31, 2015 (Forecast)				8.00	16.00

Note: Adjustments from the most recently released dividend forecast: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2015 (April 1, 2014 to March 31, 2015)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	155,000	5.4	12,000	17.5	12,000	8.5	7,500	18.7	62.79

Note: Adjustments from the most recently released consolidated results forecast: None

* Notes

(1) Changes in significant subsidiaries during the consolidated quarter under review: None

(Change in the scope of consolidation for a significant subsidiary)

(2) Application of specific accounting methods in the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatements

1) Changes in accounting policies due to revision of accounting standards: Yes

2) Changes other than those in 1) above: None

3) Changes in accounting estimates: None

4) Restatements: None

(4) Number of shares outstanding (ordinary shares)

1) Number of shares issued at the end of the period (including treasury stock)

Fiscal year ending March 31, 2015 3Q	125,057,344 shares	As of March 31, 2014	125,057,344 shares

2) Number of shares of treasury stock at the end of the period

Fiscal year ending March 31, 2015 3Q	4,796,960 shares	As of March 31, 2014	5,582,526 shares

3) Average number of shares outstanding during the period (quarterly cumulative)

Fiscal year ending March 31, 2015 3Q	119,743,106 shares	Fiscal year ended March 31, 2014 3Q	119,437,085 shares

* Items related to the conduct of quarterly review procedures

These quarterly financial results are not subject to quarterly review based on the Financial Instrument and Exchange Act. At the time of disclosure of this report, review procedures for quarterly financial results were underway.

* Information concerning proper use of financial forecasts and other special notes

・Forward-looking statements concerning financial forecasts contained in these materials are based on certain assumptions judged to be reasonable and on the information available when the forecasts were made. However, the Company makes no guarantee that these forecasts will be achieved. Actual results may differ significantly from the forecasts due to a variety of factors.

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1. Qualitative information on the quarter under review

(1) Explanation of operating results

During the first three quarters of the year ending March 31, 2015 (April 1, 2014 to December 31,2014), despite the decline in demand triggered by the rebound from the last-minute rise in demand before the increase in the consumption tax rate and the impact of increasing energy costs and skyrocketing prices of raw materials triggered by the depreciation of the yen, overall a trend of moderate economic recovery has continued in Japan as a result of improvements in corporate earnings and the employment situation, as well as an increase in capital investments.

In these conditions, sales increased in the Energy and Industrial Plants Division due to an increase in the completion of petroleum refining and petrochemicals-related work, and in the Autoparts Division, which benefited from solid overseas demand. As a result, net sales for our Group increased by 9.8% compared to the same period of the previous fiscal year, to ¥114,469 million.

In terms of profits, operating income was up 5.5% year on year to ¥7,978 million and ordinary income was up 8.0% year on year to ¥9,058 million. Meanwhile, net income was up 9.9% year on year to ¥5,332 million as result of an impairment loss on the former head office building of ¥298 million that was recorded and a dismantlement cost of ¥428 million that was recorded as an extraordinary loss.

The net sales by segment for the first three quarters of the year ending March 31, 2015 are as follows.

Sales in the **Energy and Industrial Plants Division** increased 27.4% year on year to ¥32,723 million. This was due to the strong performance of petroleum refining and petrochemicals-related work.

Sales in the **Industrial Products Division** increased 3.9% year on year to ¥29,745 million. This was due to the fact that demand has grown for sealing material products, inorganic insulation material products and fluoropolymer products, triggered by the recent gentle recovery in the economy.

Sales in the **Advanced Products Division** decreased 10.6% year on year to ¥9,965 million. This was due to the fact that demand failed to recover to the levels of the previous fiscal year despite the recovery trend.

Sales in the **Autoparts Division** increased 7.2% year on year to ¥23,298 million. This was due to solid overseas demand, particularly in North America and Europe, and an increase in exports and overseas sales, despite the impact of the consumption tax rate hike on domestic demand.

Sales in the **Building Materials Division** increased 9.9% year on year to ¥18,736 million. This was due to the contribution to sales made by the completion of construction projects such as fire-proofing covering materials.

(2) Explanation of financial position

1) Assets, liabilities, and net assets

Total assets at the end of the first three quarters of the year ending March 31, 2015 were ¥151,722 million, up ¥10,410 million year on year. This was a result of year-on-year decreases in accounts receivable from completed construction contracts of ¥2,260 million being outweighed by year-on-year increases in cash and deposits of ¥2,580 million, notes and accounts receivable-trade of ¥4,081 million, merchandise and finished goods of ¥1,673 million, costs on uncompleted construction contracts of ¥2,278 million, and investment securities of ¥3,077 million.

Liabilities at the end of the first three quarters of the year ending March 31, 2015 were

¥77,497 million, up ¥4,141 million year on year. This was a result of year-on-year increases in notes and accounts payable-trade of ¥2,562 million and short-term loans payable of ¥2,087 million.

Net assets at the end of the first three quarters of the year ending March 31, 2015 were ¥74,225 million, up ¥6,269 million year on year. This was a result of year-on-year increases in retained earnings of ¥3,629 million and valuation difference on available-for-sale securities of ¥1,324 million.

2) Cash flows

Cash and cash equivalents at the end of the first three quarters of the year ending March 31, 2015 (hereinafter, "cash") increased by ¥2,472 million to ¥13,807 million year on year. Cash flows and factors affecting cash flows are as follows:

(Net cash provided by (used in) operating activities)

Net cash provided by operating activities was ¥6,123 million (compared to receipts of ¥2,728 million in the same period of the previous fiscal year).

This reflects factors such as a decrease in cash due to a ¥4,541 million increase in inventories and ¥3,537 million in income taxes paid being outweighed by the factors of an increase in cash of ¥8,412 million in income before income taxes, ¥3,422 million in depreciation and amortization, and a ¥2,511 million increase in notes and accounts payable–trade.

(Net cash provided by (used in) investing activities)

Net cash used in investing activities was ¥2,857 million (compared to expenditures of ¥8,002 million in the same period of the previous fiscal year).

This was due to outflows of cash that included expenditures of ¥2,751 million for purchase of property, plant and equipment.

(Net cash provided by (used in) financing activities)

Net cash used in financing activities was ¥942 million (compared to expenditures of ¥2,938 million in the same period of the previous fiscal year).

This was due to inflows of cash that included ¥5,000 million from the issuance of bonds and a ¥1,782 million net increase in short-term loans payable being outweighed by outflows of cash that included ¥1,837 million for dividends paid and ¥5,450 million for redemption of bonds.

(3) Explanation of information relating to future prospects including consolidated results forecasts

The results for the first three quarters of the year ending March 31, 2015 were largely in line with expectations. As a result, at the present time there is no revision to the results forecasts for the full term that were published on May 12, 2014.

Note that the earnings forecasts are based on information that was currently available at the time this report was announced and are judgments of the Group. Actual results may differ significantly from the forecasts due to a variety of factors.

2. Summary information (Notes)

Changes in accounting policies, changes in accounting estimates, and restatements

(Changes in accounting policies)

Effective from the first quarter of the consolidated fiscal year under review, the Company has adopted the provisions set forth in Paragraph 35 of the "Accounting Standard for Retirement Benefits" (Accounting Standards Board of Japan [ASBJ] Statement No. 26, issued on May 17, 2012; hereinafter, "Accounting Standard for Retirement Benefits") and in Paragraph 67 of the "Guidance on Accounting Standard for Retirement Benefits" (ASBJ Guidance No. 25 issued on May 17, 2012; hereinafter, "Guidance on Retirement Benefits"). Accordingly, the methods for calculating retirement benefit obligations and service costs have been revised. The method for attributing expected retirement benefits to periods has been changed from the straight-line basis to the benefit formula basis, and the method for determining the discount rate has been changed from a method using the discount rate based on the approximate number of years in the average remaining service period of employees to a method using the single weighted-average discount rate that reflects the periods until the expected payment of retirement benefits and the amount of expected retirement benefits in every period.

According to the transitional treatment provided in Paragraph 37 of the Accounting Standard for Retirement Benefits, the effect of changing the method for calculating retirement benefit obligations and service costs was recognized by adjusting retained earnings at the beginning of the first three quarters of the year ending March 31, 2015.

As a result, net defined benefit assets at the beginning of the first three quarters of the year ending March 31, 2015 decreased ¥98 million, and net defined benefit liabilities increased ¥32 million, while retained earnings decreased ¥84 million.

The impact of these changes on operating income, ordinary income and net income before income taxes in the first three quarters of the year ending March 31, 2015 was immaterial.

3. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheets

(Millions of yen)

	Fiscal year ended March 31, 2014	Third Quarter of Fiscal Year Ending March 31, 2015 (December 31, 2014)
Assets		
Current assets		
Cash and deposits	11,453	14,033
Notes and accounts receivable-trade	34,377	38,458
Accounts receivable from completed construction contracts	14,342	12,081
Merchandise and finished goods	7,786	9,460
Work in process	1,137	1,265
Raw materials and supplies	5,278	6,029
Costs on uncompleted construction contracts	3,474	5,752
Deferred tax assets	1,627	1,589
Other	2,955	2,837
Allowance for doubtful accounts	(17)	(12)
Total current assets	82,414	91,496
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	41,594	41,828
Accumulated depreciation and impairment loss	(26,525)	(27,514)
Buildings and structures, net	15,068	14,314
Machinery, equipment and vehicles	63,937	64,571
Accumulated depreciation and impairment loss	(53,186)	(54,947)
Machinery, equipment and vehicles, net	10,751	9,623
Land	13,449	13,528
Lease assets	329	282
Accumulated depreciation	(147)	(127)
Lease assets, net	182	154
Construction in progress	311	521
Other	7,140	7,067
Accumulated depreciation and impairment loss	(6,577)	(6,509)
Other, net	563	558
Total property, plant and equipment	40,326	38,700
Intangible assets		
Software	402	1,903
Software in progress	1,840	—
Other	1,075	1,005
Total intangible assets	3,318	2,909
Investments and other assets		
Investment securities	9,981	13,059
Net defined benefit asset	763	1,660
Deferred tax assets	617	482
Other	4,027	3,492
Allowance for doubtful accounts	(136)	(78)
Total investments and other assets	15,252	18,617
Total noncurrent assets	58,897	60,226
Total assets	141,311	151,722

(Millions of yen)

	Fiscal year ended March 31, 2014	Third Quarter of Fiscal Year Ending March 31, 2015 (December 31, 2014)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	24,219	26,782
Current portion of bonds	5,900	900
Short-term loans payable	9,798	11,885
Accounts payable-other	5,328	4,746
Income taxes payable	1,896	991
Advances received on uncompleted construction contracts	274	1,363
Provision for bonuses	2,034	1,368
Asset retirement obligations	175	409
Other	2,002	2,768
Total current liabilities	51,631	51,216
Noncurrent liabilities		
Bonds payable	3,450	8,000
Bonds with subscription rights to shares	10,000	9,555
Long-term loans payable	4,175	3,500
Deferred tax liabilities	215	1,175
Net defined benefit liability	2,849	3,033
Asset retirement obligations	311	152
Other	723	863
Total noncurrent liabilities	21,724	26,281
Total liabilities	73,355	77,497
Net assets		
Shareholders' equity		
Capital stock	9,283	9,283
Capital surplus	9,932	10,119
Retained earnings	47,812	51,442
Treasury stock	(1,792)	(1,547)
Total shareholders' equity	65,236	69,298
Total other cumulative comprehensive income		
Valuation difference on available-for-sale securities	3,024	4,348
Foreign currency translation adjustment	60	660
Remeasurements of defined benefit plans	(1,044)	(808)
Total other cumulative comprehensive income	2,040	4,201
Minority interests	679	726
Total net assets	67,956	74,225
Total liabilities and net assets	141,311	151,722

(2) Quarterly consolidated statements of income and consolidated statements of comprehensive income

Quarterly consolidated statements of income

Third quarter of consolidated fiscal year

(Millions of yen)

	Third Quarter of Fiscal Year Ended March 31, 2014 (April 1, 2013 to December 31, 2013)	Third Quarter of Fiscal Year Ending March 31, 2015 (April 1, 2014 to December 31, 2014)
Net sales		
Net sales of merchandise and finished goods	77,809	82,562
Net sales of completed construction contracts	26,425	31,906
Total net sales	104,235	114,469
Cost of sales		
Cost of merchandise and finished goods sold	57,512	61,834
Cost of sales of completed construction contracts	23,370	27,955
Total cost of sales	80,883	89,789
Gross profit	23,352	24,679
Selling, general and administrative expenses		
Selling expenses	5,191	5,338
General and administrative expenses	10,601	11,362
Total selling, general and administrative expenses	15,792	16,701
Operating income	7,559	7,978
Non-operating income		
Interest income	21	148
Dividends income	314	431
Foreign exchange gains	444	459
Rent income	201	240
Equity in earnings of affiliates	15	—
Other	223	147
Total non-operating income	1,220	1,428
Non-operating expenses		
Interest expenses	219	163
Equity in losses of affiliates	—	15
Other	173	169
Total non-operating expenses	393	348
Ordinary income	8,386	9,058
Extraordinary income		
Gain on sales of noncurrent assets	61	9
Gain on sale of investment securities	—	50
Gain on reversal of subscription rights to shares	7	—
Subsidy income	—	379
Gains on liquidation of subsidiaries	—	41
Total extraordinary income	68	480
Extraordinary loss		
Impairment loss	—	298
Loss on sales and retirement of noncurrent assets	87	70
Loss on reduction of noncurrent assets	—	329
Loss on valuation of golf club membership	3	—
Head office transfer cost	206	—
Dismantlement cost	—	428
Loss on disaster	117	—
Total extraordinary losses	415	1,126
Income before income taxes	8,039	8,412

(Millions of yen)

	Third Quarter of Fiscal Year Ended March 31, 2014 (April 1, 2013 to December 31, 2013)	Third Quarter of Fiscal Year Ending March 31, 2015 (April 1, 2014 to December 31, 2014)
Income taxes-current	2,252	2,706
Income taxes-deferred	847	336
Total income taxes	3,100	3,043
Income before minority interest	4,939	5,369
Minority interests in income	89	37
Net income	4,850	5,332

Quarterly consolidated statements of comprehensive income

Third quarter of consolidated fiscal year

(Millions of yen)

	Third Quarter of Fiscal Year Ended March 31, 2014 (April 1, 2013 to December 31, 2013)	Third Quarter of Fiscal Year Ending March 31, 2015 (April 1, 2014 to December 31, 2014)
Income before minority interests	4,939	5,369
Other comprehensive income		
Valuation difference on available-for-sale securities	1,305	1,320
Foreign currency translation adjustment	731	428
Remeasurements of defined benefit plans	—	236
Total other comprehensive income	2,036	1,985
Comprehensive income	6,976	7,355
(Breakdown)		
Comprehensive income attributable to owners of the parent company	6,867	7,311
Comprehensive income attributable to minority interests	109	43

(3) Quarterly consolidated statements of cash flows

(Millions of yen)

	Third Quarter of Fiscal Year Ended March 31, 2014 (April 1, 2013 to December 31, 2013)	Third Quarter of Fiscal Year Ending March 31, 2015 (April 1, 2014 to December 31, 2014)
Net cash provided by (used in) operating activities		
Income before income taxes	8,039	8,412
Depreciation and amortization	2,663	3,422
Impairment loss	—	298
Increase (decrease) in allowance for doubtful accounts	(32)	(70)
Increase (decrease) in provision for retirement benefits	21	—
Increase (decrease) in net defined benefit liability	—	164
Increase (decrease) in provision for bonuses	(659)	(673)
Interest and dividends income received	(335)	(580)
Interest expenses	219	163
Foreign exchange losses (gains)	(149)	(147)
Decrease (increase) in notes and accounts receivable-trade	(706)	(1,422)
Decrease (increase) in inventories	(4,213)	(4,541)
Increase (decrease) in notes and accounts payable-trade	1,485	2,511
Increase (decrease) in accounts payable-other	33	261
Increase (decrease) in accrued expenses	88	182
Increase (decrease) in advances received on uncompleted construction contracts	703	1,074
Loss on reduction of noncurrent assets	—	329
Dismantlement cost	—	428
Subsidy income	—	(379)
Loss (gain) on liquidation of subsidiaries	—	(41)
Decrease (increase) in prepaid pension costs	(400)	—
Decrease (increase) in net defined benefit asset	—	(897)
Other	(50)	475
Subtotal	6,706	8,968
Interest and dividends income received	335	460
Interest expenses paid	(202)	(156)
Proceeds from subsidy income	—	379
Income taxes paid	(4,156)	(3,537)
Income taxes refund	44	9
Net cash provided by (used in) operating activities	2,728	6,123
Net cash provided by (used in) investing activities		
Net decrease (increase) in time deposits	(92)	142
Purchase of investments in subsidiaries	(205)	(228)
Proceeds from liquidation of subsidiaries	—	61
Proceeds from redemption of securities	—	100
Purchase of property, plant and equipment	(5,530)	(2,751)
Proceeds from sales of property, plant and equipment	95	14
Purchase of intangible assets	(1,420)	(62)
Purchase of investment securities	(3)	(251)
Proceeds from sales of investment securities	—	73
Payments of loans receivable	(974)	(180)
Collection of loans receivable	30	294

(Millions of yen)

	Third Quarter of Fiscal Year Ended March 31, 2014 (April 1, 2013 to December 31, 2013)	Third Quarter of Fiscal Year Ending March 31, 2015 (April 1, 2014 to December 31, 2014)
Other	100	(70)
Net cash provided by (used in) investing activities	(8,002)	(2,857)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	79	1,782
Proceeds from long-term loans payable	1,100	—
Repayment of long-term loans payable	(2,125)	(375)
Proceeds from issuance of bonds	—	5,000
Redemption of bonds	(450)	(5,450)
Proceeds from share issuance to minority shareholders	—	10
Cash dividends paid	(1,527)	(1,837)
Cash dividends paid to minority shareholders	(7)	(7)
Other	(8)	(65)
Net cash provided by (used in) financing activities	(2,938)	(942)
Effect of exchange rate change on cash and cash equivalents	246	81
Net increase (decrease) in cash and cash equivalents	(7,966)	2,404
Cash and cash equivalents at beginning of period	19,344	11,335
Increase in cash and cash equivalents from newly consolidated subsidiary	134	67
Cash and cash equivalents at end of period	11,512	13,807

(4) Notes regarding quarterly consolidated financial results statements

(Notes regarding going concern assumption)

Not applicable

(Notes regarding significant changes in shareholders' equity (if any))

Not applicable

(Segment information)

I. Third quarter of fiscal year ended March 31, 2014 (April 1, 2013 to December 31, 2013)

1. Information on net sales and income (loss) by reporting segments

(Millions of yen)

	Reporting segments						Adjust-ments	Amount stated in quarterly consolidated financial statements
	Energy and Industrial Plants	Industrial Products	Advanced Products	Autoparts	Building Materials	Total		
Net sales								
Net sales to external customers	25,677	28,618	11,152	21,731	17,054	104,235	—	104,235
Intersegment sales or transfers	—	3,955	—	—	—	3,955	(3,955)	—
Total	25,677	32,574	11,152	21,731	17,054	108,191	(3,955)	104,235
Segment profit or loss	1,290	2,902	1,364	2,145	(144)	7,559	—	7,559

2. Information relating to impairment loss of noncurrent assets and goodwill by reporting segments:

Not applicable

II. Third quarter of fiscal year ending March 31, 2015 (April 1, 2014 to December 31, 2014)

1. Information on net sales and income (loss) by reporting segments

(Millions of yen)

	Reporting segments						Adjust-ments	Amount stated in quarterly consolidated financial statements
	Energy and Industrial Plants	Industrial Products	Advanced Products	Autoparts	Building Materials	Total		
Net sales								
Net sales to external customers	32,723	29,745	9,965	23,298	18,736	114,469	—	114,469
Intersegment sales or transfers	—	4,331	—	—	—	4,331	(4,331)	—
Total	32,723	34,076	9,965	23,298	18,736	118,800	(4,331)	114,469
Segment profit or loss	1,850	3,784	941	2,397	(996)	7,978	—	7,978

2. Information relating to impairment loss of noncurrent assets and goodwill by reporting segments:

(Significant impairment loss on noncurrent assets)

Because the decision was made to tear down the former head office building during the first three quarters of the year ending March 31, 2015, an impairment loss was recorded on corporate assets not included in a reporting segment. Note that the impairment loss posted during the first three quarters of the year ending March 31, 2015 was ¥298 million.

4. Supplementary materials

February 9, 2015

Financial results briefing supplementary materials for the third quarter of the fiscal year ending March 31, 2015

NICHIAS Corporation

(1) Key consolidated figures

(Millions of yen)

	Third quarter (cumulative)			Full year					
	Fiscal year 2014	Fiscal year 2015		Fiscal year 2011	Fiscal year 2012	Fiscal year 2013	Fiscal year 2014	Fiscal year 2015	
	Third quarter (cumulative)	Third quarter (cumulative)	Year-on-year change					Forecast	Year-on-year change
Net sales	104,235	114,469	9.8%	144,138	144,258	137,008	147,118	155,000	5.4%
Operating income	7,559	7,978	5.5%	11,314	11,140	9,414	10,216	12,000	17.5%
Operating income margin (%)	7.3%	7.0%		7.8%	7.7%	6.9%	6.9%	7.7%	
Ordinary income	8,386	9,058	8.0%	10,681	11,151	9,752	11,057	12,000	8.5%
Ordinary income margin (%)	8.0%	7.9%		7.4%	7.7%	7.1%	7.5%	7.7%	
Net income	4,850	5,332	9.9%	7,234	6,914	5,936	6,317	7,500	18.7%
Net income margin (%)	4.7%	4.7%		5.0%	4.8%	4.3%	4.3%	4.8%	
Net income per share (yen)	40.61	44.53	9.7%	60.84	58.14	49.81	52.89	62.79	18.7%
Total assets	140,596	151,722	7.9%	123,474	125,601	135,401	141,311	—	—
Net assets	67,703	74,225	9.6%	49,994	55,241	62,299	67,956	—	—
Shareholders' equity	67,025	73,499	9.7%	48,899	54,296	61,291	67,276	—	—
Equity ratio (%)	47.7%	48.4%		39.6%	43.2%	45.3%	47.6%	—	
Interest-bearing debt	34,936	34,533	(1.2%)	32,872	31,574	36,289	33,825	—	—
Interest-bearing debt ratio (%)	24.8%	22.8%		26.6%	25.1%	26.8%	23.9%	—	
Capital expenditures	7,103	1,751	(75.3%)	4,465	4,355	6,537	8,299	3,000	(63.9%)
Depreciation and amortization	2,663	3,422	28.5%	4,236	3,796	3,260	3,802	4,600	21.0%
Research and development expenses	4,026	4,106	2.0%	5,246	5,335	5,189	5,545	5,500	(0.8%)

(2) Quarterly consolidated financial results

(Millions of yen)

	Fiscal year 2014				Fiscal year 2015			
	First quarter	Second quarter	Third quarter	Fourth quarter	First quarter	Second quarter	Third quarter	Year-on-year change
Net sales	32,558	36,971	34,705	42,883	34,800	39,698	39,969	15.2%
Operating income	2,392	2,535	2,631	2,656	2,518	2,510	2,949	12.1%
Operating income margin (%)	7.3%	6.9%	7.6%	6.2%	7.2%	6.3%	7.4%	
Ordinary income	2,827	2,544	3,014	2,671	2,776	2,729	3,551	17.8%
Ordinary income margin (%)	8.7%	6.9%	8.7%	6.2%	8.0%	6.9%	8.9%	
Net income	1,767	1,447	1,634	1,467	1,805	1,281	2,245	37.4%
Net income margin (%)	5.4%	3.9%	4.7%	3.4%	5.2%	3.2%	5.6%	

*The statements contained in this material, which refer to current plans and projections, other than historical facts, represent forward-looking statements made at the discretion of top management based on information currently available.
Therefore, please note that the actual results may considerably differ from those projected due to various factors.