November 2, 2015

Highlights of Consolidated Results for the First Half and the Second Quarter of Fiscal Year ending March 31, 2016

Millions of yen
(except for per share amounts)

	Six months ended September 30, 2015	Six months ended September 30, 2014	Change (%)
Net sales	**Y 371,066**	Y 324,672	14.3
Operating income	**24,910**	29,962	-16.9
Current profits	**25,182**	27,637	-8.9
Net income attributable to owners of the Company	**13,359**	37,122	-64.0
(Ref.) Comprehensive income	**2,119**	50,070	-95.8
Net income per share:			
Basic	**Y 51.46**	Y 141.39	
Diluted	**51.34**	141.09	
Dividends per common share	**18.00**	15.00	

	As of September 30, 2015	As of March 31, 2015
Total assets	**Y 731,551**	Y 567,230
Net assets	**365,436**	367,284
Owners' equity ratio	**47.6 %**	61.7 %
Owners' equity per share	**Y 1,340.82**	Y 1,348.69
(Ref.) Owners' equity	**348,115**	350,162
Number of consolidated subsidiaries	**115**	74
Number of affiliates using the applied equity method	**9**	5

Highlights of Consolidated Forecast for Fiscal Year ending March 31, 2016

Millions of yen
(except for per share amounts)

	[Revised] Year ending March 31, 2016	Year ended March 31, 2015	Change (%)
Net sales	Y 800,000	Y 707,237	13.1
Operating income	50,000	57,541	-13.1
Current profits	48,500	51,557	-5.9
Net income attributable to owners of the Company	31,500	53,969	-41.6
Net income per share	Y 121.33	Y 206.68	
Dividends per common share	36.00	30.00	

	[Revised] Year ending March 31, 2016	[Previous] Year ending March 31, 2016	Change (%)
Net sales	Y 800,000	Y 830,000	-3.6
Operating income	50,000	58,000	-13.8
Current profits	48,500	56,000	-13.4
Net income attributable to owners of the Company	31,500	35,500	-11.3
Net income per share	Y 121.33	Y 136.73	
Dividends per common share	36.00	36.00	

(Note 1) Forecasted operating results have been changed from the most recent announcement
(Note 2) No change has been made in forecasted dividends per common share from the most recent announcement

Notes:
1) The financial statements have been prepared in accordance with accounting principles generally accepted in Japan.
2) Amounts less than 1 million yen have been rounded down.
3) Yen amounts for the six months ended September 30, 2015 have been translated into U.S. dollars for convenience only, at a uniform rate of US$1=120.00 yen, in the accompanying consolidated financial statements.
4) Operating results for the six months ended September 30, 2015 are based on the following currency exchange rates:
   Actual average rates for the six months ended September 30, 2015: US$=121.50 yen, EURO=134.60 yen
   Forecasts for the year ending March 31, 2016 are based on the following currency exchange rates:
   Assumed average rates for the fiscal year: US$=120.81 yen, EURO=134.78 yen
5) Number of shares outstanding (including treasury stock): 277,535 thousands as of September 30, 2015, 277,535 thousands as of March 31, 2015
   Number of treasury stock outstanding: 17,906 thousands as of September 30, 2015, 17,903 thousands as of March 31, 2015
   Number of weighted average shares (first half): 259,630 thousands during the period ended September 30, 2015, 262,545 thousands during the period ended September 30, 2014

The above-mentioned forecasts are the results of estimations based on outlook for economic environment and predictions at the time of this announcement
The actual results of business performance may sometimes differ from these forecasts due to various factors.

CONSOLIDATED BALANCE SHEET

	Millions of yen		Thousands of U.S. dollars
	As of September 30, 2015	As of March 31, 2015	**As of September 30, 2015**
ASSETS			
Current assets			
Cash and deposits	**Y 80,648**	Y 107,949	**$ 672,071**
Marketable securities	**6,716**	2,915	**55,972**
Trade receivables	**111,866**	101,240	**932,219**
Allowance for doubtful accounts	**(2,667)**	(1,813)	**(22,232)**
Inventories	**139,966**	122,425	**1,166,388**
Other current assets	**37,654**	39,012	**313,789**
Total current assets	**374,184**	371,731	**3,118,207**
Net property, plant and equipment	**118,692**	112,143	**989,104**
Goodwill and other intangible assets	**182,280**	20,660	**1,519,004**
Securities investments	**33,579**	39,913	**279,831**
Other assets	**23,964**	24,332	**199,704**
Allowance for doubtful accounts	**(1,150)**	(1,551)	**(9,586)**
Total assets	**Y 731,551**	Y 567,230	**$ 6,096,263**
LIABILITIES AND NET ASSETS			
Current liabilities			
Short-term borrowings	**Y 54,619**	Y 576	**$ 455,161**
Current portion of long-term borrowings	**21,982**	10,200	**183,184**
Trade payables	**51,035**	44,712	**425,298**
Other current liabilities	**90,429**	97,901	**753,583**
Total current liabilities	**218,067**	153,389	**1,817,226**
Long-term liabilities			
Long-term borrowings	**102,472**	4,705	**853,939**
Bond	**1,330**	-	**11,090**
Liability for retirement benefits	**19,247**	18,593	**160,398**
Other long-term liabilities	**24,996**	23,257	**208,308**
Total liabilities	**366,115**	199,945	**3,050,961**
Equity			
Shareholders' equity			
Capital stock	**19,209**	19,209	**160,082**
Capital surplus	**16,695**	16,695	**139,129**
Retained earnings	**324,352**	314,892	**2,702,938**
Treasury stock	**(24,229)**	(24,224)	**(201,911)**
Total shareholders' equity	**336,028**	326,573	**2,800,239**
Other comprehensive income			
Unrealized gain (loss) on available-for-sale securities	**5,555**	7,099	**46,299**
Deferred gain (loss) on derivatives under hedge accounting	**42**	(447)	**358**
Foreign currency translation adjustments	**13,231**	24,021	**110,262**
Defined retirement benefit plans	**(6,743)**	(7,084)	**(56,194)**
Total other comprehensive income	**12,086**	23,589	**100,725**
Stock acquisition rights	**615**	615	**5,133**
Non-controlling interests	**16,704**	16,505	**139,206**
Total equity	**365,436**	367,284	**3,045,303**
Total liabilities and equity	**Y 731,551**	Y 567,230	**$ 6,096,263**

CONSOLIDATED STATEMENTS OF INCOME

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30, 2015	Six months ended September 30, 2014	**Six months ended September 30, 2015**
Net sales	**Y 371,066**	Y 324,672	**$ 3,092,221**
Cost of sales	**202,900**	178,680	**1,690,835**
Gross profit	**168,166**	145,991	**1,401,386**
Selling, general and administrative expenses	**143,256**	116,029	**1,193,802**
Operating income	**24,910**	29,962	**207,584**
Non-operating income (expenses):			
Interest and dividend income	**683**	728	**5,700**
Interest expenses	**(274)**	(125)	**(2,284)**
Other, net	**(137)**	(2,928)	**(1,148)**
Current profits	**25,182**	27,637	**209,852**
Extraordinary income (expenses):			
Gain (Loss) on sales and disposals of property, plant and equipment, net	**1,488**	16,174	**12,406**
Other, net	**(402)**	(132)	**(3,350)**
Income before income taxes	**26,268**	43,679	**218,907**
Income taxes	**12,628**	6,463	**105,234**
Net income	**13,640**	37,216	**113,674**
Net income attributable to non-controlling interests	**281**	94	**2,345**
Net income attributable to owners of the Company	**Y 13,359**	Y 37,122	**$ 111,329**

Net income per share:	Yen	Yen	U.S. dollars
Basic	**Y 51.46**	Y 141.39	**$ 0.43**
Diluted	**51.34**	141.09	**0.43**

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30, 2015	Six months ended September 30, 2014	**Six months ended September 30, 2015**
Net income	**Y 13,640**	Y 37,216	**$ 113,674**
Other comprehensive income:			
Unrealized gain (loss) on available-for-sale securities	**(1,570)**	1,601	**(13,091)**
Deferred gain (loss) on derivatives under hedge accounting	**490**	1,661	**4,089**
Foreign currency translation adjustments	**(10,778)**	9,102	**(89,823)**
Defined retirement benefit plans	**338**	490	**2,821**
Share of other comprehensive income (loss) in associates	**(0)**	(0)	**(8)**
Total other comprehensive income	**(11,521)**	12,854	**(96,013)**
Comprehensive income	**Y 2,119**	Y 50,070	**$ 17,661**
Comprehensive income attributable to:			
Owners of the Company	**Y 1,856**	Y 49,938	**$ 15,473**
Non-controlling interests	**262**	131	**2,188**

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30, 2015	Six months ended September 30, 2014	**Six months ended September 30, 2015**
OPERATING ACTIVITIES:			
Income before income taxes	**Y 26,268**	Y 43,679	**$ 218,907**
Adjustments for:			
Depreciation and amortization	**14,391**	12,694	**119,927**
Amortization of goodwill	**3,428**	664	**28,571**
Provision for (Reversal of) allowance for doubtful accounts	**216**	410	**1,805**
Increase (Decrease) in liability for retirement benefits	**554**	74	**4,625**
Provision for (Reversal of) product warranty	**1,664**	(570)	**13,872**
Provision for (Reversal of) bonus reserve	**40**	471	**339**
Interest and dividend income	**(683)**	(728)	**(5,700)**
Interest expenses	**274**	125	**2,284**
Foreign exchange loss (gain)	**(858)**	(2,917)	**(7,151)**
Equity in loss (earnings) of affiliates	**17**	(37)	**148**
Valuation loss (gain) on derivatives	**421**	(442)	**3,514**
Loss (Gain) from liquidation of subsidiaries	**(304)**	-	**(2,535)**
Loss (Gain) on sales and disposals of property, plant and equipment, net	**(1,488)**	(16,174)	**(12,406)**
Loss (Gain) on sales of investment securities	**(330)**	(125)	**(2,755)**
Environmental expenses	**317**	-	**2,646**
Decrease (Increase) in trade notes and accounts receivable	**(374)**	12	**(3,117)**
Decrease (Increase) in inventories	**(11,719)**	(14,653)	**(97,661)**
Increase (Decrease) in trade notes and accounts payable	**4,308**	6,192	**35,901**
Increase (Decrease) in accrued expenses	**(1,613)**	408	**(13,449)**
Other, net	**(4,826)**	(1,000)	**(40,219)**
Cash generated from operations	**29,705**	28,083	**247,547**
Interest and dividends received	**750**	771	**6,251**
Interest paid	**(258)**	(125)	**(2,156)**
Income taxes paid	**(17,988)**	(5,617)	**(149,900)**
Net cash provided by operating activities	**Y 12,209**	Y 23,112	**$ 101,742**
INVESTING ACTIVITIES:			
Proceeds from sales and redemption of marketable securities	**400**	1,707	**3,341**
Purchases of property, plant and equipment	**(13,510)**	(11,645)	**(112,584)**
Proceeds from sales of property, plant and equipment	**2,744**	17,238	**22,875**
Purchases of intangible assets	**(3,581)**	(2,841)	**(29,849)**
Purchases of investment securities	**(427)**	(2,734)	**(3,559)**
Proceeds from sales and redemption of investment securities	**617**	677	**5,147**
Purchases of subsidiary shares resulting in change in consolidation scope	**(186,071)**	-	**(1,550,599)**
Other, net	**1,292**	(58)	**10,771**
Net cash used in investing activities	**Y (198,534)**	Y 2,343	**$ (1,654,456)**
FINANCING ACTIVITIES:			
Increase (Decrease) in short-term borrowings, net	**52,758**	(1,318)	**439,653**
Proceeds from borrowings of long-term debt	**109,520**	1,754	**912,669**
Repayment of long-term borrowings	**(3)**	(1,800)	**(33)**
Proceeds from issuance of bonds	**1,430**	-	**11,925**
Repayment of lease obligations	**(814)**	(662)	**(6,785)**
Decrease (Increase) in treasury stock, net	**(2)**	(10,006)	**(21)**
Cash dividends paid	**(3,990)**	(3,612)	**(33,253)**
Others, net	**(271)**	-	**(2,264)**
Net cash used in financing activities	**Y 158,626**	Y (15,644)	**$ 1,321,891**
Effect of foreign currency exchange rate changes on cash and cash equivalents	**429**	4,281	**3,579**
Net increase (decrease) in cash and cash equivalents	**(27,269)**	14,092	**(227,245)**
Cash and cash equivalents at beginning of period	**104,732**	68,934	**872,774**
Cash and cash equivalents of newly consolidated subsidiaries	**-**	2,905	-
Cash and cash equivalents increased by merger with unconsolidated subsidiaries	**198**	94	**1,655**
Cash and cash equivalents at end of period	**Y 77,662**	Y 86,027	**$ 647,184**

SEGMENT INFORMATION

	Millions of yen		Thousands of U.S. dollars
	Six months ended September 30, 2015	Six months ended September 30, 2014	**Six months ended September 30, 2015**
Printing & Solutions			
Net sales			
Unaffiliated customers	**¥ 236,009**	¥ 217,823	**$ 1,966,750**
Intersegment	**-**	-	**-**
Total	**236,009**	217,823	**1,966,750**
Operating income	**15,680**	21,068	**130,671**
Personal & Home			
Net sales			
Unaffiliated customers	**¥ 25,220**	¥ 21,848	**$ 210,173**
Intersegment	**-**	-	**-**
Total	**25,220**	21,848	**210,173**
Operating income	**2,585**	1,986	**21,548**
Machinery & Solution			
Net sales			
Unaffiliated customers	**¥ 49,342**	¥ 46,887	**$ 411,188**
Intersegment	**-**	-	**-**
Total	**49,342**	46,887	**411,188**
Operating income	**7,916**	7,524	**65,968**
Network & Contents			
Net sales			
Unaffiliated customers	**¥ 27,131**	¥ 22,527	**$ 226,095**
Intersegment	**-**	-	**-**
Total	**27,131**	22,527	**226,095**
Operating income (loss)	**(706)**	(1,641)	**(5,889)**
Industrial Part			
Net sales			
Unaffiliated customers	**¥ 9,052**	¥ 8,613	**$ 75,435**
Intersegment	**-**	-	**-**
Total	**9,052**	8,613	**75,435**
Operating income	**377**	199	**3,144**
Domino			
Net sales			
Unaffiliated customers	**¥ 16,824**	¥ -	**$ 140,203**
Intersegment	**-**	-	**-**
Total	**16,824**	-	**140,203**
Operating income	**172**	-	**1,439**
Others			
Net sales			
Unaffiliated customers	**¥ 7,485**	¥ 6,972	**$ 62,377**
Intersegment	**5,838**	6,154	**48,657**
Total	**13,324**	13,127	**111,033**
Operating income	**697**	898	**5,810**
Adjustment			
Net sales			
Unaffiliated customers	**¥ -**	¥ -	**$ -**
Intersegment	**(5,838)**	(6,154)	**(48,657)**
Total	**(5,838)**	(6,154)	**(48,657)**
Operating income	**(1,812)**	(73)	**(15,107)**
Consolidated			
Net sales			
Unaffiliated customers	**¥ 371,066**	¥ 324,672	**$ 3,092,221**
Intersegment	**-**	-	**-**
Total	**371,066**	324,672	**3,092,221**
Operating income	**24,910**	29,962	**207,584**

Note:
Main products in each business segment are as follows:

Printing & Solutions	Printers, All-in-Ones, FAX Machines, Electronic Stationery, Typewriters, Scanners
Personal & Home	Home Sewing Machines, Home Cutting Machines, etc.
Machinery & Solution	Industrial Sewing Machines, Machine Tools, Garment Printers
Network & Contents	Online Karaoke Systems, Content Services, Content-delivery Systems, etc.
Industrial Part	Reducers, Gears, etc.
Domino	Coding & Marking, Digital Printing
Others	Real Estate, etc.

Supplementary Information for the 1st Half and the 2nd Quarter of Fiscal Year Ending March 31, 2016

1-1. Consolidated results (1st half results)

(Millions of yen)

		FY ended Mar 31, 2015 (Apr to Sep 2014)	FY ending Mar 31, 2016 (Apr to Sep 2015)	Change (w/o forex impact)
Net sales		324672	371066	14.3% (+8.3%)
Operating income		29962	24910	-16.9%
Current profits		27637	25182	-8.9%
Net income Attributable to owners of the company		37122	13359	-64.0%
Exchange rates	Yen-USD	103.51	121.50	-
	Yen-EUR	139.07	134.60	-
Operating profit ratio (%)		0	0	-

* Operating profit ratio = Operating income / Net sales

* "Exchange rates" are the rates used to convert financial statements of overseas subsidiaries into yen.

1-2. Sales by business segment (1st half results)

(Millions of yen)

		FY ended Mar 31, 2015 (Apr to Sep 2014)	FY ending Mar 31, 2016 (Apr to Sep 2015)	Change	Change w/o forex impact
Printing & Solutions	Communications and Printing equipment	193182	208739	8.1%	1.8%
	Electronic stationery	24641	27270	10.7%	2.2%
	Total	217823	236009	8.3%	1.9%
Personal & Home		21848	25220	15.4%	6.9%
Machinery & Solution	Industrial sewing machines	13000	15217	17.0%	3.3%
	Machine tools	33886	34125	0.7%	-3.6%
	Total	46887	49342	5.2%	-1.7%
Network & Contents		22527	27131	20.4%	20.0%
Industrial Part		8613	9052	5.1%	1.9%
Domino		-	16824	-	-
Others		6972	7485	7.4%	7.3%
G. total		324672	354242	9.1%	3.1%

2-1. Consolidated results (quarterly results)

(Millions of yen)

		FY ended Mar 31, 2015					FY ending Mar 31, 2016	
		1st Quarter (Apr to Jun 2014)	2nd Quarter (Jul to Sep 2014)	3rd Quarter (Oct to Dec 2014)	4th Quarter (Jan to Mar 2015)	Total	1st Quarter (Apr to Jun 2015)	2nd Quarter (Jul to Sep 2015)
Net sales		160,436	164,236	196,750	185,814	707,237	177,050	194,016
Operating income		16,490	13,471	15,845	11,734	57,541	15,273	9,636
Current profits		14,817	12,820	14,760	9,160	51,557	15,985	9,196
Net income Attributable to owners of the company		29,388	7,733	10,931	5,915	53,969	6,914	6,445
Exchange rates	Yen-USD	102.14	104.35	114.39	119.56	110.03	121.34	121.91
	Yen-EUR	140.01	137.94	142.60	136.10	138.68	133.86	136.00
Operating profit ratio (%)		10.3%	8.2%	8.1%	6.3%	8.1%	8.6%	5.0%

* Operating profit ratio = Operating income / Net sales

* "Exchange rates" are the rates used to convert financial statements of overseas subsidiaries into yen.

2-2. Sales by business segment (quarterly results)

(Millions of yen)

		FY ended Mar 31, 2015					FY ending Mar 31, 2016	
		1st Quarter (Apr to Jun 2014)	2nd Quarter (Jul to Sep 2014)	3rd Quarter (Oct to Dec 2014)	4th Quarter (Jan to Mar 2015)	Total	1st Quarter (Apr to Jun 2015)	2nd Quarter (Jul to Sep 2015)
Printing & Solutions	Communications and Printing equipment	95,855	97,327	118,680	109,934	421,797	103,705	105,033
	Electronic stationery	11,943	12,697	13,912	13,906	52,459	13,211	14,059
	Total	107,798	110,025	132,592	123,840	474,257	116,917	119,092
Personal & Home		9,366	12,481	16,646	12,951	51,445	10,988	14,231
Machinery & Solution	Industrial sewing machines	6,667	6,332	7,018	7,283	27,302	7,776	7,440
	Machine tools	18,310	15,576	19,452	19,975	73,314	22,558	11,566
	Total	24,978	21,909	26,471	27,258	100,617	30,335	19,006
Network & Contents		10,687	11,839	12,601	13,821	48,950	11,584	15,546
Industrial Part		4,198	4,414	4,289	4,540	17,443	4,504	4,547
Domino		-	-	-	-	-	-	16,824
Others		3,406	3,567	4,149	3,402	14,524	2,719	4,766
G. total		160,436	164,236	196,750	185,814	707,237	177,050	194,016

2-3. Operating income by business segment (quarterly results)

(Millions of yen)

	FY ended Mar 31, 2015					FY ending Mar 31, 2016	
	1st Quarter (Apr to Jun 2014)	2nd Quarter (Jul to Sep 2014)	3rd Quarter (Oct to Dec 2014)	4th Quarter (Jan to Mar 2015)	Total	1st Quarter (Apr to Jun 2015)	2nd Quarter (Jul to Sep 2015)
Printing & Solutions	11,778	9,290	9,252	5,401	35,722	10,927	4,753
Personal & Home	712	1,273	2,202	740	4,929	653	1,932
Machinery & Solution	4,175	3,348	4,233	4,461	16,219	5,852	2,064
Network & Contents	-975	-666	-232	1,017	-856	-765	58
Industrial Part	184	15	-4	91	286	224	152
Domino	-	-	-	-	-	-	172
Others	614	210	392	21	1,239	159	538
Adjustment	-	-	-	-	-	-1,777	-35
G. total	16,490	13,471	15,845	11,734	57,541	15,273	9,636

*"Adjustment" for the first quarter of the FY ending March 31, 2016 is mainly costs associated with the share acquisition of Domino.

2-4. Sales by geographic segment (quarterly results)

(Millions of yen)

	FY ended Mar 31, 2015					FY ending Mar 31, 2016	
	1st Quarter (Apr to Jun 2014)	2nd Quarter (Jul to Sep 2014)	3rd Quarter (Oct to Dec 2014)	4th Quarter (Jan to Mar 2015)	Total	1st Quarter (Apr to Jun 2015)	2nd Quarter (Jul to Sep 2015)
Japan	39,990	41,352	48,264	48,755	179,019	46,354	46,390
Americas	49,682	54,631	65,903	60,319	230,536	57,649	63,749
Europe	39,661	39,161	48,444	45,648	172,914	40,548	53,820
Asia and Others	31,102	29,091	34,137	31,092	124,766	32,496	30,055
G. total	160,436	164,236	196,750	185,814	707,237	177,050	194,016

3-1. Consolidated results (annual)

(Millions of yen)

		FY ended Mar 31, 2010	FY ended Mar 31, 2011	FY ended Mar 31, 2012	FY ended Mar 31, 2013	FY ended Mar 31, 2014	FY ended Mar 31, 2015	FY ending Mar 31, 2016 forecast
Net sales		446,269	502,830	497,390	516,066	616,834	707,237	800,000
Operating income		26,637	36,092	34,183	29,775	43,301	57,541	50,000
Current profits		29,664	38,612	34,351	23,144	35,613	51,557	48,500
Net income Attributable to owners of the company		19,629	26,238	19,525	17,826	19,220	53,969	31,500
Exchange rates	Yen-USD	93.04	85.82	79.30	83.23	100.00	110.03	120.81
	Yen-EUR	130.62	113.56	110.17	107.57	134.01	138.68	134.78
Overseas sales ratio (%)		80.2%	76.6%	77.0%	77.0%	79.5%	81.9%	-
Operating profit ratio (%)		6.0%	7.2%	6.9%	5.8%	7.0%	8.1%	6.3%
ROE (%)		9.6%	12.1%	8.7%	7.2%	6.9%	16.8%	-
ROA (%)		5.6%	7.1%	5.3%	4.5%	4.3%	10.4%	-
Net income per share (yen)		73.34	98.03	72.95	66.65	72.20	206.68	121.33

* Operating profit ratio = Operating income / Net sales
* ROE = Net income / Owners' equity (average of opening balance and ending balance)
  Owners' equity represents Shareholders' equity and Other comprehensive income.
* ROA = Net income / Total assets (average of opening balance and ending balance)
* "Exchange rates" are the rates used to convert financial statements of overseas subsidiaries into yen.

3-2. Sales by business segment (FY ending Mar 31, 2016)

(Millions of yen)

		FY ended Mar 31, 2015	FY ending Mar 31, 2016 forecast	Change	Change w/o forex impact
Printing & Solutions	Communications and Printing equipment	421,797	449,000	6.4%	4.5%
	Electronic stationery	52,459	57,500	9.6%	6.0%
	Total	474,257	506,500	6.8%	4.6%
Personal & Home		51,445	54,500	5.9%	2.6%
Machinery & Solution	Industrial sewing machines	27,302	33,100	21.2%	13.7%
	Machine tools	73,314	65,200	-11.1%	-13.1%
	Total	100,617	98,300	-2.3%	-5.8%
Network & Contents		48,950	57,500	17.5%	17.2%
Industrial Part		17,443	19,500	11.8%	10.0%
Domino		-	50,000	-	-
Others		14,524	13,700	-5.7%	-2.8%
G. total		707,237	800,000	13.1%	10.9%

3-3. Operating income by business segment (FY ending Mar 31, 2016)

(Millions of yen)

	FY ended Mar 31, 2015	FY ending Mar 31, 2016 forecast	Change
Printing & Solutions	35,722	32,600	-8.7%
Personal & Home	4,929	5,300	7.5%
Machinery & Solution	16,219	13,400	-17.4%
Network & Contents	-856	1,200	-
Industrial Part	286	1,000	248.7%
Domino	-	-2,700	-
Others	1,239	1,000	-19.3%
Adjustment	-	-1,800	-
G. total	57,541	50,000	-13.1%

*"Adjustment" in the forecast for the FY ending March 31, 2016 is mainly costs associated with the share acquisition of Domino, which was recorded in the first quarter of the FY ending March 31, 2016.

3-4. Sales by geographic segment (FY ending Mar 31, 2016)

(Millions of yen)

	FY ended Mar 31, 2015	FY ending Mar 31, 2016 forecast	Change	Change w/o forex impact
Japan	179,019	190,300	6.3%	6.3%
Americas	230,536	255,500	10.8%	4.3%
Europe	172,914	222,400	28.6%	30.3%
Asia and Others	124,766	131,800	5.6%	2.8%
G. total	707,237	800,000	13.1%	10.9%

*Forecast sales figures in the Domino business for the FY ending March 31, 2016 are all recoded in the "Europe" segment.

4-1. Capital expenditure/Depreciation and amortization (annual)

(Millions of yen)

	FY ended Mar 31, 2010	FY ended Mar 31,2011	FY ended Mar 31,2012	FY ended Mar 31,2013	FY ended Mar 31,2014	FY ended Mar 31,2015	FY ending Mar 31,2016 forecast
Capital expenditure	17,481	19,787	27,833	30,237	34,858	34,064	40,000
Depreciation and amortization	21,028	24,027	23,069	24,476	27,613	28,205	32,800

4-2. Capital expenditure/Depreciation and amortization (quarterly results)

(Millions of yen)

	FY ended Mar 31, 2015				FY ending Mar 31, 2016	
	1st Quarter (Apr to Jun 2014)	2nd Quarter (Jul to Sep 2014)	3rd Quarter (Oct to Dec 2014)	4th Quarter (Jan to Mar 2015)	1st Quarter (Apr to Jun 2015)	2nd Quarter (Jul to sep 2015)
Capital expenditure	5,247	8,445	8,518	11,852	5,824	10,146
Depreciation and amortization	6,118	6,575	7,455	8,055	6,695	7,695

5-1. R&D Expenses (annual)

(Millions of yen)

	FY ended Mar 31, 2010	FY ended Mar 31,2011	FY ended Mar 31,2012	FY ended Mar 31,2013	FY ended Mar 31,2014	FY ended Mar 31,2015	FY ending Mar 31,2016 forecast
R&D expenses	34,778	36,252	39,232	37,514	40,137	42,523	46,700
R&D expenses per sales (%)	7.8%	7.2%	7.9%	7.3%	6.5%	6.0%	5.8%

5-2. R&D Expenses (quarterly results)

(Millions of yen)

	FY ended Mar 31, 2015				FY ending Mar 31, 2016	
	1st Quarter (Apr to Jun 2014)	2nd Quarter (Jul to Sep 2014)	3rd Quarter (Oct to Dec 2014)	4th Quarter (Jan to Mar 2015)	1st Quarter (Apr to Jun 2015)	2nd Quarter (Jul to sep 2015)
R&D expenses	9,510	10,649	10,173	12,190	10,376	11,873

6. Inventories

	FY ended Mar 31, 2015				FY ending Mar 31, 2016	
	1st Quarter as of Jun 30, 2014	2nd Quarter as of Sep 30, 2014	3rd Quarter as of Dec 31, 2014	4th Quarter as of Mar 31, 2015	1st Quarter as of Jun 30, 2015	2nd Quarter as of Sep 30, 2015
Inventories (Millions of yen)	107,103	125,145	129,229	103,406	138,435	139,966
Inventories/cost of sales	3.6	4.2	3.5	3.7	4.3	4.0

7. Interest - bearing debt

	FY ended Mar 31, 2010	FY ended Mar 31, 2011	FY ended Mar 31, 2012	FY ended Mar 31, 2013	FY ended Mar 31,2014	FY ended Mar 31,2015	FY ending Mar 31, 2016 2nd Quarter as of Sep 30, 2015
Interest - bearing debt (Millions of yen)	26,943	24,386	19,966	19,224	14,366	15,481	180,404
D E R	0.1	0.1	0.1	0.1	0.05	0.04	0.5

* DER = Interest-bearing debt / Owners' equity
Owners' equity represents Shareholders' equity and Other comprehensive income.

8. Cash flows

(Millions of yen) (Millions of yen)

	FY ended Mar 31, 2010	FY ended Mar 31, 2011	FY ended Mar 31, 2012	FY ended Mar 31, 2013	FY ended Mar 31,2014	FY ended Mar 31,2015	FY ending Mar 31, 2016 1st Half
Net cash provided by operating activities	50,348	49,488	39,327	32,734	55,019	58,021	12,209
Net cash used in investing activities	-18,061	-20,043	-30,758	-41,771	-39,099	-15,326	-198,534
Net cash used in financing activities	-32,172	-10,950	-14,117	-6,413	-13,433	-18,451	158,626
Cash and cash equivalents at end of period	49,031	65,100	58,731	55,059	68,934	104,732	77,662

9. Owners' equity

(Millions of yen)

	FY ended Mar 31, 2010	FY ended Mar 31, 2011	FY ended Mar 31, 2012	FY ended Mar 31, 2013	FY ended Mar 31,2014	FY ended Mar 31,2015	FY ending Mar 31, 2016 2nd Quarter as of Sep 30, 2015
Total assets	365,990	372,645	370,906	421,494	469,973	567,230	732,451
Owners' equity	212,221	220,122	231,001	262,837	291,164	350,162	348,115
Owners' equity ratio (%)	58.0%	59.1%	62.3%	62.4%	62.0%	61.7%	47.5%

* Owners' equity ratio = Owners' equity / Total assets
Owners' equity represents Shareholders' equity and Other comprehensive income.