August 8, 2016

Highlights of Consolidated Results for the 1st Quarter of Fiscal Year ending March 31, 2017

Millions of yen
(except for per share amounts)

	Three months ended June 30, 2016	Three months ended June 30, 2015	Change (%)
Revenue	**Y 157,528**	Y 164,142	-4.0
Operating profit	**21,107**	16,406	28.7
Profit before tax	**21,113**	16,610	27.1
Profit for the period	**15,324**	11,751	30.4
Profit for the period attributable to owners of the parent company	**15,338**	11,634	31.8
Comprehensive income for the period	**(34,053)**	19,821	-
Basic earnings per share for the period	**Y 59.08**	Y 44.81	
Diluted earnings per share for the period	**58.92**	44.71	

	As of June 30, 2016	As of March 31, 2016
Total assets	**Y 615,011**	Y 675,301
Total equity	**311,064**	349,986
Equity attributable to owners of the parent company	**294,703**	333,440
Equity attributable to owners of the parent company ratio	**47.9 %**	49.4 %
Equity attributable to owners of the parent company per share	**Y 1,135.08**	Y 1,284.27

Highlights of Consolidated Forecast for Fiscal Year ending March 31, 2017

Millions of yen
(except for per share amounts)

	[Revised] Year ending March 31, 2017	Year ended March 31, 2016	Change (%)
Revenue	Y 640,000	Y 682,100	-6.2
Business segment profit	50,000	54,900	-9.0
Operating profit	48,500	58,600	-17.3
Profit for the period attributable to owners of the parent company	33,500	41,200	-18.8

	[Revised] Year ending March 31, 2017	[Previous] Year ending March 31, 2017	Change (%)
Revenue	Y 640,000	Y 657,500	-2.7
Business segment profit	50,000	46,000	8.7
Operating profit	48,500	45,000	7.8
Profit for the period attributable to owners of the parent company	33,500	31,500	6.3
Basic earnings per share for the period	Y 129.03	Y 121.32	
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.
(Note 3) Business segment profit is calculated by subtracting cost of sales and selling, general and administrative expenses from revenue.

Notes:
1) The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS).
2) Amounts less than 1 million yen have been rounded down.
3) Yen amounts for the three months ended June 30, 2016 have been translated into U.S. dollars for convenience only, at a uniform rate of US$1=103.00 yen, in the accompanying consolidated financial statements.
4) Operating results for the three months ended June 30, 2016 are based on the following currency exchange rates:
   Actual average rates for the three months ended June 30, 2016: US$=109.07 yen, EURO=122.47 yen
   Forecasts for the year ending March 31, 2017 are based on the following currency exchange rates:
   Assumed average rates for the fiscal year: US$=106.09 yen, EURO=117.25 yen
5) Number of shares outstanding (including treasury stock): 277,535 thousands as of June 30, 2016, 277,535 thousands as of March 31, 2016
   Number of treasury stock outstanding: 17,902 thousands as of June 30, 2016, 17,901 thousands as of March 31, 2016
   Number of weighted average shares (quarterly): 259,633 thousands during the period ended June 30, 2016, 259,631 thousands during the period ended June 30, 2015

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
	(Transition date) As of April 1, 2015	As of March 31, 2016	**As of June 30, 2016**	**As of June 30, 2016**
Assets				
Current assets				
Cash and cash equivalents	Y 105,347	Y 67,387	**Y 65,294**	**$ 633,922**
Trade and other receivables	96,404	94,750	**87,639**	**850,864**
Other financial assets	9,367	16,100	**15,487**	**150,359**
Inventories	121,982	126,542	**113,299**	**1,099,990**
Other current assets	13,366	15,383	**13,240**	**128,544**
Subtotal	346,468	320,164	**294,961**	**2,863,699**
Non-current assets held for sale	385	-	**-**	**-**
Total current assets	346,854	320,164	**294,961**	**2,863,699**
Non-current assets				
Property, plant and equipment	117,453	128,920	**121,659**	**1,181,155**
Investment properties	7,609	6,907	**6,813**	**66,146**
Goodwill and other intangible assets	17,954	168,117	**145,127**	**1,409,000**
Investments accounted for using the equity method	1,343	1,437	**1,373**	**13,330**
Other financial assets	42,753	26,881	**24,920**	**241,942**
Deferred tax assets	17,618	16,872	**14,346**	**139,282**
Other non-current assets	7,871	6,000	**5,808**	**56,388**
Total non-current assets	212,604	355,137	**320,049**	**3,107,272**
Total assets	Y 559,458	Y 675,301	**Y 615,011**	**$ 5,970,981**
Liabilities and Equity				
Liabilities				
Current liabilities				
Trade and other payables	Y 73,817	Y 62,139	**Y 52,241**	**$ 507,194**
Bonds and borrowings	10,494	20,701	**14,462**	**140,408**
Other financial liabilities	7,787	2,558	**3,632**	**35,262**
Current tax liabilities	14,449	2,888	**3,852**	**37,398**
Provisions	5,351	6,889	**5,877**	**57,058**
Other current liabilities	42,442	46,550	**42,131**	**409,039**
Total current liabilities	154,342	141,728	**122,196**	**1,186,369**
Non-current liabilities				
Bonds and borrowings	4,705	137,786	**131,689**	**1,278,534**
Other financial liabilities	5,858	11,754	**19,216**	**186,563**
Retirement benefit obligations	19,564	17,033	**15,857**	**153,951**
Provisions	3,701	2,852	**2,923**	**28,379**
Deferred tax liabilities	2,601	11,212	**9,374**	**91,010**
Other non-current liabilities	2,848	2,947	**2,687**	**26,087**
Total non-current liabilities	39,279	183,586	**181,749**	**1,764,553**
Total liabilities	193,622	325,315	**303,946**	**2,950,932**
Equity				
Capital stock	19,209	19,209	**19,209**	**186,495**
Capital surplus	17,200	17,321	**17,321**	**168,165**
Retained earnings	331,165	363,864	**377,130**	**3,661,456**
Treasury stock	(24,224)	(24,225)	**(24,226)**	**(235,204)**
Other components of equity	6,110	(42,729)	**(94,732)**	**(919,728)**
Equity attributable to owners of the parent company	349,460	333,440	**294,703**	**2,861,194**
Non-controlling interests	16,375	16,545	**16,361**	**158,845**
Total equity	365,835	349,986	**311,064**	**3,020,039**
Total liabilities and equity	Y 559,458	Y 675,301	**Y 615,011**	**$ 5,970,981**

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Millions of yen		Thousands of U.S. dollars
	Three months ended June 30, 2015	**Three months ended June 30, 2016**	**Three months ended June 30, 2016**
Revenue	Y 164,142	**Y 157,528**	**$ 1,529,398**
Cost of sales	(97,609)	**(85,646)**	**(831,515)**
Gross profit	66,533	**71,882**	**697,883**
Selling, general and administrative expenses	(51,232)	**(51,741)**	**(502,340)**
Other income	1,713	**2,563**	**24,883**
Other expenses	(608)	**(1,596)**	**(15,495)**
Operating profit	16,406	**21,107**	**204,922**
Finance income	419	**5,898**	**57,262**
Finance costs	(234)	**(5,893)**	**(57,214)**
Share of profit of investments accounted for using the equity method	18	**1**	**10**
Profit before tax	16,610	**21,113**	**204,981**
Income taxes	(4,858)	**(5,789)**	**(56,204)**
Profit for the period	11,751	**15,324**	**148,777**
Profit for the period attributable to:			
Owners of the parent company	11,634	**15,338**	**148,913**
Non-controlling interests	116	**(13)**	**(126)**
Profit for the period	Y 11,751	**Y 15,324**	**$ 148,777**

Earnings per share for the period:	Yen	**Yen**	U.S. dollars
Basic earnings per share for the period	Y 44.81	**Y 59.08**	**$ 0.57**
Diluted earnings per share for the period	44.71	**58.92**	**0.57**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Millions of yen		Thousands of U.S. dollars
	Three months ended June 30, 2015	**Three months ended June 30, 2016**	**Three months ended June 30, 2016**
Profit for the period	Y 11,751	**Y 15,324**	**$ 148,777**
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Net gain (loss) on revaluation of equity instruments measured at FVTOCI	-	**(843)**	**(8,184)**
Subtotal	-	**(843)**	**(8,184)**
Items that may be reclassified to profit or loss			
Valuation differences on available-for sale securities	571	**-**	-
Net changes in fair value of cash flow hedges	256	**(25)**	**(243)**
Exchange differences on translation of foreign operations	7,241	**(48,508)**	**(470,951)**
Subtotal	8,069	**(48,534)**	**(471,204)**
Other comprehensive income, net of tax	8,069	**(49,377)**	**(479,388)**
Comprehensive income for the period	19,821	**(34,053)**	**(330,612)**
Comprehensive income attributable to:			
Owners of the parent company	19,664	**(33,923)**	**(329,350)**
Non-controlling interests	156	**(129)**	**(1,252)**
Comprehensive income for the period	Y 19,821	**Y (34,053)**	**$ (330,612)**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Three months ended June 30, 2015 — Millions of yen

	Equity attributable to owners of the parent company											
					Other components of equity							
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Exchange differences on translation of foreign operations	Net changes in fair value of cash flow hedges	Valuation differences on available-for sale securities	Net gain (loss) on revaluation of equity instruments measured at FVTOCI	Total other components of equity	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance at April 1, 2015	19,209	17,200	331,165	(24,224)	-	(447)	6,557	-	6,110	349,460	16,375	365,835
Profit for the period	-	-	11,634	-	-	-	-	-	-	11,634	116	11,751
Other comprehensive income	-	-	-	-	7,238	256	534	-	8,029	8,029	39	8,069
Total comprehensive income for the period	-	-	11,634	-	7,238	256	534	-	8,029	19,664	156	19,821
Acquisition of treasury stock	-	-	-	(2)	-	-	-	-	-	(2)	-	(2)
Disposal of treasury stock	-	0	-	0	-	-	-	-	-	0	-	0
Dividends	-	-	(3,899)	-	-	-	-	-	-	(3,899)	(88)	(3,988)
Increase(decrease) due to newly consolidated subsidiaries	-	-	-	-	-	-	-	-	-	-	35	35
Total transactions with the owners	-	0	(3,899)	(2)	-	-	-	-	-	(3,902)	(53)	(3,955)
Balance at June 30, 2015	19,209	17,200	338,900	(24,227)	7,238	(191)	7,092	-	14,139	365,222	16,478	381,701

Three months ended June 30, 2016 — Millions of yen

	Equity attributable to owners of the parent company											
					Other components of equity							
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Exchange differences on translation of foreign operations	Net changes in fair value of cash flow hedges	Valuation differences on available-for sale securities	Net gain (loss) on revaluation of equity instruments measured at FVTOCI	Total other components of equity	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance at Mach 31, 2016	**19,209**	**17,321**	**363,864**	**(24,225)**	**(46,083)**	**(200)**	**3,554**	**-**	**(42,729)**	**333,440**	**16,545**	**349,986**
Cumulative effect of accounting change	**-**	**-**	**3,420**	**-**	**-**	**-**	**(3,554)**	**-**	**(3,554)**	**(133)**	**44**	**(88)**
Balance at April 1, 2016	**19,209**	**17,321**	**367,285**	**(24,225)**	**(46,083)**	**(200)**	**-**	**-**	**(46,284)**	**333,307**	**16,589**	**349,897**
Profit for the period	**-**	**-**	**15,338**	**-**	**-**	**-**	**-**	**-**	**-**	**15,338**	**(13)**	**15,324**
Other comprehensive income	**-**	**-**	**-**	**-**	**(48,422)**	**(25)**	**-**	**(814)**	**(49,262)**	**(49,262)**	**(115)**	**(49,377)**
Total comprehensive income for the period	**-**	**-**	**15,338**	**-**	**(48,422)**	**(25)**	**-**	**(814)**	**(49,262)**	**(33,923)**	**(129)**	**(34,053)**
Acquisition of treasury stock	**-**	**-**	**-**	**(0)**	**-**	**-**	**-**	**-**	**-**	**(0)**	**-**	**(0)**
Disposal of treasury stock	**-**	**-**	**-**	**0**	**-**	**-**	**-**	**-**	**-**	**0**	**-**	**0**
Dividends	**-**	**-**	**(4,679)**	**-**	**-**	**-**	**-**	**-**	**-**	**(4,679)**	**(99)**	**(4,779)**
Transfer to retained earnings	**-**	**-**	**(814)**	**-**	**-**	**-**	**-**	**814**	**814**	**-**	**-**	**-**
Total transactions with the owners	**-**	**-**	**(5,493)**	**(0)**	**-**	**-**	**-**	**814**	**814**	**(4,680)**	**(99)**	**(4,779)**
Balance at June 30, 2016	**19,209**	**17,321**	**377,130**	**(24,226)**	**(94,506)**	**(225)**	**-**	**-**	**(94,732)**	**294,703**	**16,361**	**311,064**

Three months ended June 30, 2016 — Thousands of U.S. dollars

	Equity attributable to owners of the parent company											
					Other components of equity							
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Exchange differences on translation of foreign operations	Net changes in fair value of cash flow hedges	Valuation differences on available-for sale securities	Net gain (loss) on revaluation of equity instruments measured at FVTOCI	Total other components of equity	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance at March 31, 2016	**186,495**	**168,165**	**3,532,660**	**(235,194)**	**(447,408)**	**(1,942)**	**34,505**	**-**	**(414,845)**	**3,237,282**	**160,631**	**3,397,922**
Cumulative effect of accounting change	**-**	**-**	**33,204**	**-**	**-**	**-**	**(34,505)**	**-**	**(34,505)**	**(1,291)**	**427**	**(854)**
Balance at April 1, 2016	**186,495**	**168,165**	**3,565,874**	**(235,194)**	**(447,408)**	**(1,942)**	**-**	**-**	**(449,359)**	**3,235,990**	**161,058**	**3,397,058**
Profit for the period	**-**	**-**	**148,913**	**-**	**-**	**-**	**-**	**-**	**-**	**148,913**	**(126)**	**148,777**
Other comprehensive income	**-**	**-**	**-**	**-**	**(470,117)**	**(243)**	**-**	**(7,903)**	**(478,272)**	**(478,272)**	**(1,117)**	**(479,388)**
Total comprehensive income for the period	**-**	**-**	**148,913**	**-**	**(470,117)**	**(243)**	**-**	**(7,903)**	**(478,272)**	**(329,350)**	**(1,252)**	**(330,612)**
Acquisition of treasury stock	**-**	**-**	**-**	**(0)**	**-**	**-**	**-**	**-**	**-**	**(0)**	**-**	**(0)**
Disposal of treasury stock	**-**	**-**	**-**	**0**	**-**	**-**	**-**	**-**	**-**	**0**	**-**	**0**
Dividends	**-**	**-**	**(45,427)**	**-**	**-**	**-**	**-**	**-**	**-**	**(45,427)**	**(961)**	**(46,398)**
Transfer to retained earnings	**-**	**-**	**(7,903)**	**-**	**-**	**-**	**-**	**7,903**	**7,903**	**-**	**-**	**-**
Total transactions with the owners	**-**	**-**	**(53,330)**	**(0)**	**-**	**-**	**-**	**7,903**	**7,903**	**(45,437)**	**(961)**	**(46,398)**
Balance at June 30, 2016	**186,495**	**168,165**	**3,661,456**	**(235,204)**	**(917,534)**	**(2,184)**	**-**	**-**	**(919,728)**	**2,861,194**	**158,845**	**3,020,039**

CONSOLIDATED STATEMENT OF CASH FLOWS

	Millions of yen		Thousands of U.S. dollars
	Three months ended June 30, 2015	**Three months ended June 30, 2016**	**Three months ended June 30, 2016**
Cash flows from operating activities			
Profit before tax	Y 16,610	**Y 21,113**	**$ 204,981**
Depreciation and amortization	7,615	**8,633**	**83,816**
Finance costs (income), net	(184)	**(4)**	**(39)**
Share of loss (profit) of investments accounted for using the equity method	(18)	**(1)**	**(10)**
Loss (gain) on sales and disposal of fixed assets, net	123	**189**	**1,835**
Decrease (increase) in trade and other receivables	5,818	**400**	**3,883**
Decrease (increase) in inventories	(3,514)	**1,063**	**10,320**
Increase (decrease) in trade and other payables	(3,861)	**(3,914)**	**(38,000)**
Decrease (increase) in retirement benefit assets	7	**54**	**524**
Increase (decrease) in retirement benefit liabilities	(7)	**105**	**1,019**
Other, net	(4,741)	**1,170**	**11,359**
Subtotal	17,846	**28,810**	**279,709**
Interest income received	240	**201**	**1,951**
Dividend income received	240	**228**	**2,214**
Interest expenses paid	(79)	**(153)**	**(1,485)**
Income taxes paid	(15,208)	**(2,678)**	**(26,000)**
Net cash provided by operating activities	Y 3,039	**Y 26,408**	**$ 256,388**
Cash flows from investing activities			
Purchase of property, plant and equipment	(5,998)	**(7,217)**	**(70,068)**
Proceeds from sales of property, plant and equipment	68	**199**	**1,932**
Purchase of intangible assets	(1,542)	**(1,586)**	**(15,398)**
Purchase of equity instruments	(350)	**(1)**	**(10)**
Purchase of debt instruments	(740)	**(1,216)**	**(11,806)**
Proceeds from sales and redemption of debt instruments	1,611	**2,849**	**27,660**
Acquisition of business	(185,735)	**-**	-
Other, net	(450)	**(154)**	**(1,495)**
Net cash provided by (used in) investing activities	Y (193,137)	**Y (7,127)**	**$ (69,194)**
Cash flows from financing activities			
Proceeds from short-term debt	175,463	**-**	-
Repayments of short-term borrowings	(18,500)	**(4,779)**	**(46,398)**
Repayments of long-term borrowings	-	**(554)**	**(5,379)**
Proceeds from issuance of bonds	1,430	**-**	-
Repayments of lease obligations	(408)	**(521)**	**(5,058)**
Dividends paid	(3,899)	**(4,679)**	**(45,427)**
Dividends paid to non-controlling interests	(88)	**(99)**	**(961)**
Other, net	(1)	**(0)**	**(0)**
Net cash provided by (used in) financing activities	Y 153,996	**Y (10,634)**	**$ (103,243)**
Effect of exchange rate changes on cash and cash equivalents	3,511	**(10,739)**	**(104,262)**
Net increase (decrease) in cash and cash equivalents	(32,590)	**(2,092)**	**(20,311)**
Cash and cash equivalents at beginning of period	105,347	**67,387**	**654,243**
Cash and cash equivalents at end of period	Y 72,757	**Y 65,294**	**$ 633,922**

SEGMENT INFORMATION

Three months ended June 30, 2015

Millions of yen

	Reportable segments								
	Printing and Solutions	Personal and Home	Machinery	Network and Contents	Domino	Others	S.total	Adjustments	Consolidated
Revenue									
External revenue	103,904	10,868	34,721	11,914	-	2,734	164,142	-	164,142
Inter-segment revenue	-	-	-	-	-	2,776	2,776	(2,776)	-
Total revenue	103,904	10,868	34,721	11,914	-	5,510	166,918	(2,776)	164,142
Business segment profit (loss)	10,290	691	6,196	(290)	-	190	17,079	(1,777)	15,301
Other income (expenses)	731	49	129	(52)	-	248	1,105	-	1,105
Operating profit (loss)	11,021	741	6,325	(343)	-	438	18,184	(1,777)	16,406
Finance income (costs)									184
Share of profit of investments accounted for using the equity method									18
Profit before tax									16,610

Three months ended June 30, 2016

Millions of yen

	Reportable segments								
	Printing and Solutions	Personal and Home	Machinery	Network and Contents	Domino	Others	S.total	Adjustments	Consolidated
Revenue									
External revenue	**95,298**	**9,499**	**22,962**	**12,586**	**14,414**	**2,767**	**157,528**	**-**	**157,528**
Inter-segment revenue	**-**	**-**	**-**	**-**	**-**	**6,531**	**6,531**	**(6,531)**	**-**
Total revenue	**95,298**	**9,499**	**22,962**	**12,586**	**14,414**	**9,299**	**164,060**	**(6,531)**	**157,528**
Business segment profit (loss)	**16,934**	**(19)**	**1,879**	**411**	**861**	**198**	**20,265**	**(125)**	**20,140**
Other income (expenses)	**974**	**30**	**68**	**(134)**	**(4)**	**33**	**967**	**-**	**967**
Operating profit	**17,908**	**10**	**1,948**	**276**	**857**	**231**	**21,233**	**(125)**	**21,107**
Finance income (costs)									**4**
Share of profit of investments accounted for using the equity method									**1**
Profit before tax									**21,113**

Three months ended June 30, 2016

Thousand of U.S. dollars

	Reportable segments								
	Printing and Solutions	Personal and Home	Machinery	Network and Contents	Domino	Others	S.total	Adjustments	Consolidated
Revenue									
External revenue	**925,223**	**92,223**	**222,932**	**122,194**	**139,942**	**26,864**	**1,529,398**	**-**	**1,529,398**
Inter-segment revenue	**-**	**-**	**-**	**-**	**-**	**63,408**	**63,408**	**(63,408)**	**-**
Total revenue	**925,223**	**92,223**	**222,932**	**122,194**	**139,942**	**90,282**	**1,592,816**	**(63,408)**	**1,529,398**
Business segment profit (loss)	**164,408**	**(184)**	**18,243**	**3,990**	**8,359**	**1,922**	**196,748**	**(1,214)**	**195,534**
Other income (expenses)	**9,456**	**291**	**660**	**(1,301)**	**(39)**	**320**	**9,388**	**-**	**9,388**
Operating profit	**173,864**	**97**	**18,913**	**2,680**	**8,320**	**2,243**	**206,146**	**(1,214)**	**204,922**
Finance income (costs)									**39**
Share of profit of investments accounted for using the equity method									**10**
Profit before tax									**204,981**

Notes:

1) Brother changed its segments effective April 1, 2016.
Main products in each business segment are as follows:

Printing and Solutions	Printers, All-in-Ones, Electronic Stationery, Scanners, etc.
Personal and Home	Home Sewing Machines, Home Cutting Machines, etc.
Machinery	Industrial Sewing Machines, Machine Tools, Industrial Parts
Network and Contents	Online Karaoke Systems, Content Services, etc.
Domino	Industrial Inkjet Printers, Digital Printing Machines, etc.
Others	Real Estate, etc.

2) Business segment profit (loss) is calculated by subtracting cost of sales and selling, general and administrative expenses from revenue.

3) The figures for the previous year are presented following the above new classification.

Supplementary Information for the 1st Quarter of Fiscal Year ending March 31, 2017

1. Consolidated results (1st Quarter results)

(Millions of yen)

		1Q			
		FY2015	FY2016	Change	Change x FX
Sales Revenue		164,142	157,528	-4.0%	4.5%
Business Segment Profit		15,301	20,140	31.6%	—
Operating profit		16,406	21,107	28.7%	—
Profit for the period attributable to owners of the parent company		11,634	15,338	31.8%	—
Exchange rates	Yen-USD	121.34	109.07	—	—
	Yen-EUR	133.86	122.47	—	—
Operating profit ratio (%)		10.0%	13.4%	—	—

(Millions of yen)

		Total Year			
		FY2015	FY2016	Change	Change x FX
Sales Revenue		682,119	640,000	-6.2%	4.7%
Business Segment Profit		54,934	50,000	-9.0%	—
Operating profit		58,640	48,500	-17.3%	—
Profit for the period attributable to owners of the parent company		41,238	33,500	-18.8%	—
Exchange rates	Yen-USD	120.16	106.09	—	—
	Yen-EUR	132.36	117.25	—	—
Operating profit ratio (%)		8.6%	7.6%	—	—

2-1. Revenue by business segment

(Millions of yen)

		1Q			
		FY2015	FY2016	Change	Change x FX
Printing & Solutions	Communications and Printing equipment	92,153	83,963	-8.9%	2.0%
	Electronic stationery	11,751	11,334	-3.5%	8.0%
	Total	103,904	95,298	-8.3%	2.7%
Personal & Home		10,868	9,499	-12.6%	-2.1%
Machinery	Industrial sewing machines	7,772	6,598	-15.1%	-4.8%
	Machine tools	22,484	11,840	-47.3%	-44.9%
	Industrial Part	4,463	4,524	1.4%	4.9%
	Total	34,721	22,962	-33.9%	-29.5%
Network & Contents		11,914	12,586	5.6%	6.0%
Domino		—	14,414	—	—
Others		2,734	2,767	1.2%	1.2%
Total		164,142	157,528	-4.0%	4.5%

(Millions of yen)

		Total Year			
		FY2015	FY2016	Change	Change x FX
Printing & Solutions	Communications and Printing equipment	366,639	329,900	-10.0%	1.9%
	Electronic stationery	48,380	44,400	-8.2%	4.0%
	Total	415,020	374,300	-9.8%	2.1%
Personal & Home		50,990	47,400	-7.0%	5.5%
Machinery	Industrial sewing machines	30,740	29,900	-2.7%	10.4%
	Machine tools	50,416	44,300	-12.1%	-9.2%
	Industrial Part	18,144	19,400	6.9%	10.5%
	Total	99,301	93,600	-5.7%	0.5%
Network & Contents		53,904	51,800	-3.9%	-3.6%
Domino		48,321	58,200	20.4%	46.1%
Others		14,582	14,700	0.8%	0.6%
Total		682,119	640,000	-6.2%	4.7%

2-2. Business Segment profit by business segment

(Millions of yen)

	1Q		
	FY2015	FY2016	Change
Printing & Solutions	10,290	16,934	64.6%
Personal & Home	691	-19	—
Machinery	6,196	1,879	-69.7%
Network & Contents	-290	411	—
Domino	—	861	—
Others	190	198	4.1%
Adjutment	-1,777	-125	—
G. total	15,301	20,140	31.6%

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

(Millions of yen)

	Total Year		
	FY2015	FY2016	Change
Printing & Solutions	33,551	34,500	2.8%
Personal & Home	4,753	3,400	
Machinery	11,408	5,800	-49.2%
Network & Contents	2,175	2,000	-8.1%
Domino	3,839	3,800	-1.0%
Others	1,180	500	-57.7%
Adjutment	-1,975	—	-
G. total	54,934	50,000	-9.0%

Mar 31,2017
1st Quarter

2-3. Operating profit by business segment

(Millions of yen)

	1Q		
	FY2015	FY2016	Change
Printing & Solutions	11,021	17,908	62.5%
Personal & Home	741	10	-98.5%
Machinery	6,325	1,948	-69.2%
Network & Contents	-343	276	-
Domino	—	857	-
Others	438	231	-47.3%
Adjutment	-1,777	-125	-
G. total	16,406	21,107	28.7%

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

Mar 31,2017
1st Quarter

(Millions of yen)

	Total Year		
	FY2015	FY2016	Change
Printing & Solutions	39,017	33,800	-13.4%
Personal & Home	4,871	3,400	-30.2%
Machinery	11,379	5,600	-50.8%
Network & Contents	-470	1,800	-
Domino	3,523	3,400	-3.5%
Others	2,294	500	-78.2%
Adjutment	-1,975	—	-
G. total	58,640	48,500	-17.3%

2-4. Sales by geographic segment

(Millions of yen)

	1Q		
	FY2015	FY2016	Change
Japan	46,365	41,290	-10.9%
Americas	48,938	48,368	-1.2%
Europe	37,604	39,066	3.9%
Asia and Others	31,234	28,803	-7.8%
G. total	164,142	157,528	-4.0%

(Millions of yen)

	Total Year		
	FY2015	FY2016	Change
Japan	173,118	176,131	1.7%
Americas	212,904	193,008	-9.3%
Europe	175,414	159,935	-8.8%
Asia and Others	120,681	110,925	-8.1%
G. total	682,119	640,000	-6.2%

3. Capital expenditure/Depreciation and amortization

(Millions of yen)

	J-GAAP						IFRS	
	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 ended Mar 31,2016	FY ending Mar 31,2017 1st Quarter	FY ending Mar 31,2017 forecast
Capital expenditure	19,787	27,833	30,237	34,858	34,064	39,976	6,656	37,200
Depreciation and amortization	24,027	23,069	24,476	27,613	28,205	34,341	8,633	34,900

4. R&D Expenses

(Millions of yen)

	J-GAAP						IFRS	
	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 ended Mar 31,2016	FY ending Mar 31,2017 1st Quarter	FY ending Mar 31,2017 forecast
R&D expenses	36,252	39,232	37,514	40,137	42,523	46,017	9,740	44,600
R&D expenses per sales (%)	7.2%	7.9%	7.3%	6.5%	6.0%	6.2%	6.2%	7.0%

5. Inventories

	FY ended Mar 31, 2016				FY ending Mar 31, 2017
	1st Quarter as of Jun 30, 2015	2nd Quarter as of Sep 30, 2015	3rd Quarter as of Dec 31, 2015	4th Quarter as of Mar 31, 2016	1st Quarter as of Jun 30, 2016
Inventories (Millions of yen)	138,435	139,966	137,517	126,871	113,299
Inventories/cost of sales	4.3	4.0	3.9	4.1	4.0

6. Interest - bearing debt

(Millions of yen)

	J-GAAP						IFRS
	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 ended Mar 31,2016	FY ending Mar 31,2017 1st Quarter
Interest - bearing debt (Millions of yen)	24,386	19,966	19,224	14,366	15,481	158,440	146,151
D E R	0.1	0.1	0.1	0.05	0.04	0.49	0.50

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

7. Cash flows

(Millions of yen)

	J-GAAP						IFRS
	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 ended Mar 31,2016	FY ending Mar 31,2017 1st Quarter
Net cash provided by operating activities	49,488	39,327	32,734	55,019	58,021	49,241	26,408
Net cash used in investing activities	-20,043	-30,758	-41,771	-39,099	-15,326	-215,091	-7,127
Net cash used in financing activities	-10,950	-14,117	-6,413	-13,433	-18,451	134,317	-10,634
Cash and cash equivalents at end of period	65,100	58,731	55,059	68,934	104,732	66,690	65,294

8. Owners' equity

(Millions of yen)

	J-GAAP						IFRS
	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 ended Mar 31,2016	FY ending Mar 31,2017 1st Quarter
Total assets	372,645	370,906	421,494	469,973	567,230	667,811	615,011
Owners' equity	220,122	231,001	262,837	291,164	350,162	322,146	294,703
Owners' equity ratio (%)	59.1%	62.3%	62.4%	62.0%	61.7%	48.2%	47.9%

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