

FINANCIAL RELEASE

**FROM APRIL.1,2015
TO MARCH.31,2016**

HOSIDEN CORPORATION

1. Consolidated Results For The Years Ended March.31, 2016 And 2015

(1)Consolidated Operating Results(Years ended March.31,2016 and 2015)

Percentages indicate year - on - year changes

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2016	139,949	(5.6)	(2,835)	-	(5,134)	-	(10,698)	-
2015	148,237	(27.7)	(2,800)	-	1,819	(48.8)	122	-

	Net Income Per Share	Diluted Net Income Per Share	Return on Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Yen	Yen	%	%	%
2016	(173.65)	-	-	-	-
2015	1.88	-	0.1	1.4	-

(2)Consolidated Financial Position(As of March.31,2016 and 2015)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Yen
2016	106,716	76,162	71.4	1,239.20
2015	128,517	89,918	70.0	1,421.02

(3)Consolidated Cash Flows(Years ended March.31,2016 and 2015)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash Flows from Equivalents (FY End)
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
2016	4,156	(2,372)	(2,986)	54,015
2015	7,641	(3,692)	(2,785)	55,744

2.Dividends(Years ended March.31,2016 and 2015,and the year ending March.31,2017)

	Dividends per Share(Yen)			Dividends in Total (annual)	Dividend Payout Ratio (consolidated)	Dividends on Net Assets
	Interim	Year-End	Annual			
	Yen	Yen	Yen	Millions of yen	%	%
2015	5.00	5.00	10.00	647	530.3	0.7
2016	5.00	5.00	10.00	614	-	0.7
2017 (Projected)	3.00	3.00	6.00		21.7	

3.Consolidated Forecasts for the year ending March.31,2017

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim Period	59,000	(23.8)	(300)	-	(300)	-	(500)	-	(8.14)
Entire Year	152,000	8.6	2,200	-	2,200	-	1,700	-	27.66

(Reference)Non-Consolidated Results

1.Non-Consolidated Results For The Years Ended March.31, 2016 And 2015

(1)Non-Consolidated Operating Results(Years ended March.31,2016 and 2015)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2016	93,246	(13.6)	(3,074)	-	(4,159)	-	(9,385)	-
2015	107,953	(23.9)	(1,822)	-	3,206	109.5	(2,539)	-

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
2016	(152.34)	-
2015	(39.09)	-

(2)Non-Consolidated Financial Position(As of March.31,2016 and 2015)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Millions of yen
2016	88,746	58,397	65.8	950.16
2015	103,817	70,487	67.9	1,113.94

CONSOLIDATED BALANCE SHEETS

Yen (millions)

ASSETS		
ACCOUNT ITEMS	Mar.31,2015	Mar.31,2016
Current Assets		
1. Cash and Deposits	34,641	31,629
2. Notes Receivable and Accounts Receivable-Trade	24,953	17,318
3. Short-term Investment Securities	21,500	22,701
4. Inventories	22,061	14,751
5. Deferred Tax Assets	575	272
6. Accounts Receivable from Sub-contractors	1,292	1,147
7. Other Current Assets	3,880	3,483
Allowance for Doubtful Receivables	(47)	(25)
Total of Current Assets	108,860	91,280
Fixed Assets		
(1) Property plant and equipment		
1. Buildings and Structures	4,780	4,395
2. Machinery, Equipment and Vehicles	3,606	1,854
3. Land	3,638	3,630
4. Construction in Progress	23	79
5. Other Property plant and equipment	1,474	496
Total of Property plant and equipment	13,524	10,457
(2) Intangible Assets	405	230
(3) Investments and Other Assets		
1. Investment Securities	4,411	3,483
2. Net Defined Benefit Assets	4	2
3. Deferred Tax Assets	423	603
4. Other Investments	1,229	999
Allowance for Doubtful Receivables	(341)	(341)
Total of Investments and Other Assets	5,727	4,748
Total of Fixed Assets	19,657	15,435
Total Assets	128,517	106,716

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	Mar.31,2015	Mar.31,2016
Current Liabilities		
1. Notes Payable and Accounts Payable-Trade	18,662	11,741
2. Short-term Debt	8,275	6,865
3. Income Tax Payable	1,552	687
4. Deferred Tax Liabilities	22	11
5. Other Current Liabilities	3,710	3,587
Total of Current Liabilities	32,222	22,893
Long-term Liabilities		
1. Deferred Tax Liabilities	0	1,280
2. Net Defined Benefit Liabilities	5,438	5,402
3. Other Long-term Liabilities	937	976
Total of Long-term Liabilities	6,376	7,660
Total Liabilities	38,598	30,553
SHAREHOLDERS' EQUITY		
Owner's Equity		
1. Common Stock	13,660	13,660
2. Additional Paid-in Capital	19,596	19,596
3. Retained Earnings	62,659	51,336
4. Treasury Stock	(5,998)	(7,599)
Total of Owner's Equity	89,917	76,994
Accumulated Other Comprehensive Income		
1. Unrealized Gains on other Securities	1,718	1,241
2. Translation Adjustments	(1,787)	(2,016)
3. Remeasurements of Defined Benefit Plans	70	(56)
Total of Accumulated Other Comprehensive Income(Loss)	0	(832)
Total Shareholders' Equity	89,918	76,162
Total Liabilities and Shareholders' Equity	128,517	106,716

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2015	Year ended Mar.31,2016
Net Sales	148,237	139,949
Cost of Sales	139,602	131,713
Gross Profit	8,635	8,235
Selling, General and Administrative Expenses	11,436	11,071
Operating Income(Loss)	(2,800)	(2,835)
Non-Operating Income	4,775	312
1. Interest Income	62	57
2. Dividend Income	52	64
3. Exchange Gain	4,451	-
4. Other	208	189
Non-Operating Expenses	(155)	(2,611)
1. Interest Expenses	(136)	(136)
2. Exchange Loss	-	(2,452)
3. Other	(18)	(21)
Ordinary Income(Loss)	1,819	(5,134)
Extraordinary Income	65	12
1. Gain on Sales of Fixed Assets	20	9
2. Gain on Sales of Investment Securities	45	3
Extraordinary Loss	(435)	(3,643)
1. Loss on Disposal and Sales of Fixed Assets	(17)	(3)
2. Impairment Losses on Fixed Assets	(401)	(3,429)
3. Other	(16)	(210)
Income (Loss) before Income Taxes	1,449	(8,766)
Income Taxes	1,327	1,932
1. Current Income Taxes	1,517	790
2. Income Taxes Refunded	-	(578)
3. Deferred Income Taxes	(190)	1,720
Net Income(Loss)	122	(10,698)
Profit (loss) attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	122	(10,698)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2015	Year ended Mar.31,2016
Net Income(Loss)	122	(10,698)
Other Comprehensive Income		
Net unrealized Holding Gains(Loss)on Securities	568	(477)
Foreign Currency Translation Adjustments	243	(228)
Remeasurements of Defined Benefit Plans	91	(126)
Total Other Comprehensive Income	903	(833)
Comprehensive Income	1,025	(11,531)
Comprehensive Income attributable to		
Comprehensive income attributable to owners of parent	1,025	(11,531)
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2015	Year ended Mar.31,2016
Operating Activities		
1. Profit(-loss) before income taxes	1,449	(8,766)
2. Depreciation	2,218	2,233
3. Impairment losses on fixed assets	401	3,429
4. Increase(-decrease) in allowance for doubtful receivables	226	13
5. Increase(-decrease) in net defined benefit liabilities	35	(148)
6. Interest and dividends income	(115)	(122)
7. Interest expense	136	136
8. Loss(-gain) on disposal and sales of fixed assets	(2)	(6)
9. Loss(-gain) on valuation of investment securities	13	206
10. Decrease(-increase) in notes and accounts receivables – trade	873	5,870
11. Decrease(-increase) in inventories	2,864	6,526
12. Decrease(-increase) in accounts receivables from sub-contractors	332	134
13. Decrease(-increase) in other assets	(777)	466
14. Increase(-decrease) in notes and accounts payables-trade	758	(4,520)
15. Increase (-decrease) in other liabilities	(254)	(55)
16. Other –net	145	110
Sub-total	8,304	5,509
17. Interest and dividends – received	115	122
18. Interest – paid	(136)	(137)
19. Income taxes– paid	(834)	(1,935)
20. Income taxes– refunded	191	597
Net cash provided by operating activities	7,641	4,156

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2015	Year ended Mar.31,2016
Investing Activities		
1. Decrease(-increase) from deposits	127	48
2. Capital expenditures	(3,790)	(2,573)
3. Proceeds from sales of fix assets	224	106
4. Payments for purchases of investment securities	(100)	(1)
5. Proceeds from sales of investment securities	112	4
6. Proceeds from loan receivables	1	0
7. Increase from intangible assets	(206)	(73)
8. Other-net	(61)	113
Net cash used in investing activities	(3,692)	(2,372)
Financing Activities		
1. Increase(-decrease) in short-term debt	(124)	(762)
2. Purchases of treasury stock	(2,000)	(1,600)
3. Dividends paid	(661)	(623)
Net cash used in financing activities	(2,785)	(2,986)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	322	(526)
Net Increase (-Decrease) in Cash and Cash Equivalents	1,485	(1,729)
Cash and Cash Equivalents at Beginning of Year	54,259	55,744
Cash and Cash Equivalents at End of Year	55,744	54,015

SEGMENT INFORMATION

Information Regarding Amount of Sales, Profit or Loss, Asset, And Other Items of Individual Segment Information

The Year Ended March 31, 2016 (From April 1, 2015 to March 31, 2016)

Yen (millions)

	Reportable Segments					Adjusted Amount or Corporate	Amount on Consolidated
	Electro-mechanical Components	Acoustic Components	Display Components	Applied Equipment and Others	Total		
Sales							
Sales to Customers	109,356	16,666	8,803	4,592	139,419	530	139,949
Inter-Segment Sales or Transfer	-	97	309	-	407	(407)	-
Total	109,356	16,764	9,112	4,592	139,826	123	139,949
Segment Profit (Loss)	(3,813)	1,063	(36)	(105)	(2,892)	56	(2,835)
Segment Asset	30,213	7,380	4,878	5,533	48,005	58,710	106,716
Other Items							
Depreciation Expense	2,605	443	222	154	3,426	(1,192)	2,233
Increase in Tangible Fixed Asset And Intangible Fixed Asset	1,449	549	124	553	2,677	6	2,684

Effective from the year ended March 31, 2016, the name of "Liquid Crystal Displays" category has been changed to "Display Components". There is no impact on the definition of the category. This is only a change in the name of the category.

NET SALES BY PRODUCTS

Yen (millions)

	Years ended March.31,2016	
	Amount	%
Electro-mechanical Components	109,559	78.3
Acoustic Components	16,739	12.0
Display Components	8,858	6.3
Applied Equipment and Others	4,792	3.4
Total	139,949	100.0

Effective from the year ended March 31, 2016, the name of "Liquid Crystal Displays" category has been changed to "Display Components". There is no impact on the definition of the category. This is only a change in the name of the category.