

# **FINANCIAL RELEASE**

**FROM APRIL 1,2015  
TO DECEMBER 31,2015**

**HOSIDEN CORPORATION**

## 1. Consolidated Results For The Nine Months Ended December.31,2015

## (1)Consolidated Operating Resultss(Nine months ended Dec.31,2015)

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	%
Nine months ended Dec.31,2015	115,504	4.0	(1,370)	-	(1,616)	-	(6,334)	-
Nine months ended Dec.31,2014	111,098	(34.0)	(2,683)	-	2,041	(56.8)	635	(25.8)

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
Nine months ended Dec.31,2015	(102.72)	-
Nine months ended Dec.31,2014	9.70	-

## (2)Consolidated Financial Position(As of Dec.31,2015 and as of March.31,2015)

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of Dec.31,2015	116,784	81,083	69.4
As of Mar.31,2015	128,517	89,918	70.0

## 2.Dividends(Year ended March.31,2015 and the year ending March.31,2016)

	Dividends per Share(Yen)				
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
2015	-	5.00	-	5.00	10.00
2016	-	5.00	-	-	-
2016(Projected)	-	-	-	5.00	10.00

## 3.Consolidated Forecasts for the year ending March.31,2016

Percentages indicate year - on - year changes

	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	
Year ending March.31,2016	144,000	(2.9)	(2,000)	-	(1,900)	-	(6,500)	-	(105.50)	

CONSOLIDATED BALANCE SHEET

Yen (millions)

ASSETS			
ACCOUNT ITEMS	As of March.31,2015	As of Dec.31,2015	
<b>Current Assets</b>			
1. Cash and Deposits	34,641	32,917	
2. Notes Receivable and Accounts Receivable-Trade	24,953	24,431	
3. Short-Term Investment Securities	21,500	19,101	
4. Inventories	22,061	17,967	
5. Other Current Assets	5,748	6,314	
6. Allowance for Doubtful Receivables	(47)	(37)	
Total of Current Assets	108,860	100,695	
<b>Fixed Assets</b>			
Property, Plant and Equipment	13,524	11,030	
Intangible Assets	405	231	
<b>Investments and Other Assets</b>			
1. Investment Securities	4,411	4,105	
2. Other Investments	1,657	1,061	
Allowance for Doubtful Receivables	(341)	(341)	
Total of Investments and Other Assets	5,727	4,826	
Total of Fixed Assets	19,657	16,088	
Total Assets	128,517	116,784	

Yen (millions)

<b>LIABILITIES</b>		
<b>ACCOUNT ITEMS</b>	<b>As of March.31,2015</b>	<b>As of Dec.31,2015</b>
<b>Current Liabilities</b>		
1. Notes Payable and Accounts Payable-Trade	18,662	15,459
2. Short-term Debt	8,275	8,594
3. Income Tax Payable	1,552	716
4. Other Current Liabilities	3,732	3,586
<b>Total of Current Liabilities</b>	<b>32,222</b>	<b>28,357</b>
<b>Long-term Liabilities</b>		
1. Retirement Allowance	5,438	5,460
2. Other Long-term Liabilities	937	1,882
<b>Total of Long-term Liabilities</b>	<b>6,376</b>	<b>7,343</b>
<b>Total Liabilities</b>	<b>38,598</b>	<b>35,700</b>
<b>SHAREHOLDERS' EQUITY</b>		
<b>Owner's Equity</b>		
1. Common Stock	13,660	13,660
2. Additional Paid-in Capital	19,596	19,596
3. Retained Earnings	62,659	55,701
4. Treasury Stock	(5,998)	(7,599)
<b>Total of Owner's Equity</b>	<b>89,917</b>	<b>81,359</b>
<b>Accumulated Other Comprehensive Income</b>		
1. Unrealized Gains on other Securities	1,718	1,651
2. Foreign Currency Translation Adjustments	(1,787)	(2,010)
3. Remeasurements of Defined Benefit Plans	70	83
<b>Total of Accumulated Other Comprehensive Income(Loss)</b>	<b>0</b>	<b>(275)</b>
<b>Total Shareholders' Equity</b>	<b>89,918</b>	<b>81,083</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>128,517</b>	<b>116,784</b>

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Nine months ended Dec. 31,2014	Nine months ended Dec. 31,2015
Net Sales	111,098	115,504
Cost of Sales	105,441	108,635
Gross Profit	5,657	6,868
Selling, General and Administrative Expenses	8,341	8,239
Operating Income(Loss)	(2,683)	(1,370)
Non-Operating Income	4,829	203
1. Interest Income	46	39
2. Dividends Received	49	59
3. Exchange Gain	4,559	-
4. Other	173	104
Non-Operating Expenses	(103)	(449)
1. Interest Expenses	(91)	(105)
2. Exchange Loss	-	(322)
3. Other	(12)	(21)
Ordinary Income(Loss)	2,041	(1,616)
Extraordinary Income	49	3
1. Gains on Sales of Fixed Assets	10	3
2. Gains on Sales of Investment Securities	39	-
Extraordinary Loss	(14)	(3,012)
1. Loss on Disposal and sales of Fixed Assets	(13)	(4)
2. Loss on Valuation of Investment Securities	-	(212)
3. Impairment Losses on Fixed Assets	-	(2,793)
4. Other	(0)	(2)
Income (Loss) before Income Taxes	2,076	(4,625)
Income Taxes	1,440	1,708
1. Current Income Taxes	1,454	563
2. Income Taxes Refunded	-	(572)
3. Deferred Income Taxes	(13)	1,718
Net Income(Loss)	635	(6,334)
Profit (loss) attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	635	(6,334)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Nine months ended Dec. 31,2014	Nine months ended Dec. 31,2015
Net Income(Loss)	635	(6,334)
Other Comprehensive Income		
Net unrealized Holding Gains(Loss)on Securities	222	(67)
Foreign Currency Translation Adjustments	55	(222)
Remeasurements of Defined Benefit Plans	23	13
Total Other Comprehensive Income	300	(276)
Comprehensive Income	936	(6,610)
Comprehensive Income attributable to		
Comprehensive income attributable to owners of parent	936	(6,610)
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Nine months ended Dec. 31,2014	Nine months ended Dec. 31,2015
<b>Operating Activities</b>		
1. Profit(-loss) before income taxes	2,076	(4,625)
2. Depreciation	1,566	2,001
3. Impairment losses on fixed assets	-	2,793
4. Decrease(-increase) in notes and accounts receivables –trade	(8,997)	(216)
5. Decrease(-increase) in inventories	1,065	3,903
6. Decrease(-increase) in accounts receivables from sub-contractors	252	136
7. Increase(-decrease) in notes and accounts payable-trade	1,907	(2,340)
8. Other –net	(845)	(1,187)
Sub-total	(2,975)	464
9. Interest and dividends – received	94	99
10. Interest – paid	(86)	(101)
11. Income taxes– paid	(1,009)	(1,834)
12. Income taxes– refunded	173	610
Net cash provided by operating activities	(3,803)	(759)
<b>Investing Activities</b>		
1. Decrease(-increase) from deposits	111	49
2. Capital expenditures	(2,644)	(1,604)
3. Other-net	(81)	144
Net cash used in investing activities	(2,614)	(1,410)
<b>Financing Activities</b>		
1. Increase(-decrease) in short-term debt	(130)	775
2. Purchases of treasury stock	(2,000)	(1,600)
3. Dividends paid	(661)	(623)
Net cash used in financing activities	(2,792)	(1,449)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	517	(438)
Net Increase (-Decrease) in Cash and Cash Equivalents	(8,692)	(4,058)
Cash and Cash Equivalents at Beginning of Period	54,259	55,744
Cash and Cash Equivalents at End of Period	45,567	51,686

NET SALES BY PRODUCTS

Yen (millions)

	Nine months ended Dec.31,2015	
	Amount	%
Electro-mechanical Components	92,221	79.8
Acoustic Components	12,700	11.0
Display Components	6,871	6.0
Applied Equipment and Others	3,710	3.2
Total	115,504	100.0

Effective from the first quarter of the current fiscal year, 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.