

FINANCIAL RELEASE

FROM APRIL 1,2017
TO JUNE 30,2017

HOSIDEN CORPORATION

1. Consolidated Results For The Three Months Ended June.30, 2017

(1)Consolidated Operating Results(Three months ended June.30 ,2017)

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	%
Three months ended June.30,2017	55,988	99.8	2,215	-	2,277	-	1,853	-
Three months ended June.30,2016	28,029	(20.7)	(573)	-	(2,623)	-	(2,765)	-

	Net Income	Diluted Net
	Per Share	Income Per Share
	Yen	Yen
Three months ended June.30,2017	31.17	-
Three months ended June.30,2016	(44.99)	-

(2)Consolidated Financial Position(As of June.30,2017 and as of March.31,2017)

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of June.30,2017	132,166	78,398	59.3
As of March.31,2017	119,045	76,661	64.4

2.Dividends(Years ended March.31,2017 and the year ending March.31,2018)

	Dividends per Share(Yen)				
	1st quarter	2nd quarter	3rd quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
2017	-	3.00	-	5.00	8.00
2018	-				
2018(Projected)		5.00	-	5.00	10.00

3.Consolidated Forecasts for the six months ending September.30,2017 and the year ending March.31,2018

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
Six Months ending September.30,2017	130,000	126.2	5,300	-	5,300	-	3,700	-	62.23
Year ending March.31,2018	250,000	66.6	8,500	258.2	8,500	371.0	5,500	167.9	92.50

CONSOLIDATED BALANCE SHEET

Yen (millions)

ASSETS			
ACCOUNT ITEMS	As of March.31,2017	As of June.30,2017	
Current Assets			
1. Cash and Deposits	40,275	37,801	
2. Notes Receivable and Accounts Receivable-Trade	28,752	33,676	
3. Short-Term Investment Securities	5,500	3,200	
4. Inventories	20,495	31,786	
5. Other Current Assets	5,395	6,008	
6. Allowance for Doubtful Receivables	(33)	(31)	
Total of Current Assets	100,386	112,442	
Fixed Assets			
Property, Plant and Equipment	12,517	13,284	
Intangible Assets	243	231	
Investments and Other Assets			
1. Investment Securities	4,929	5,244	
2. Other Investments	1,374	1,367	
Allowance for Doubtful Receivables	(406)	(403)	
Total of Investments and Other Assets	5,898	6,208	
Total of Fixed Assets	18,658	19,723	
Total Assets	119,045	132,166	

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	As of March.31,2017	As of June.30,2017
Current Liabilities		
1. Notes Payable and Accounts Payable-Trade	24,227	36,003
2. Short-term Debt	5,769	5,504
3. Income Tax Payable	705	591
4. Other Current Liabilities	4,170	4,065
Total of Current Liabilities	34,872	46,165
Long-term Liabilities		
1. Retirement Allowance	5,013	5,041
2. Other Long-term Liabilities	2,497	2,561
Total of Long-term Liabilities	7,511	7,602
Total Liabilities	42,384	53,767
SHAREHOLDERS' EQUITY		
Owner's Equity		
1. Common Stock	13,660	13,660
2. Additional Paid-in Capital	19,596	19,596
3. Retained Earnings	52,898	52,575
4. Treasury Stock	(9,626)	(7,748)
Total of Owner's Equity	76,528	78,084
Accumulated Other Comprehensive Income		
1. Unrealized Gains on other Securities	2,106	2,327
2. Foreign Currency Translation Adjustments	(2,107)	(2,130)
3. Remeasurements of Defined Benefit Plans	134	117
Total of Accumulated Other Comprehensive Income(Loss)	132	314
Total Shareholders' Equity	76,661	78,398
Total Liabilities and Shareholders' Equity	119,045	132,166

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Three months ended June.30,2016	Three months ended June.30,2017
Net Sales	28,029	55,988
Cost of Sales	26,039	51,098
Gross Profit	1,989	4,890
Selling, General and Administrative Expenses	2,562	2,675
Operating Income(Loss)	(573)	2,215
Non-Operating Income	71	106
1. Interest Income	11	12
2. Dividends Received	33	39
3. Exchange Gain	-	38
4. Other	27	15
Non-Operating Expenses	(2,121)	(44)
1. Interest Expenses	(33)	(42)
2. Exchange Loss	(2,087)	-
3. Other	(1)	(1)
Ordinary Income(Loss)	(2,623)	2,277
Extraordinary Income	0	2
1. Gains on Sales of Fixed Assets	0	2
Extraordinary Loss	(1)	(0)
1. Loss on Disposal and sales of Fixed Assets	(1)	(0)
2. Other	(0)	-
Income (Loss) before Income Taxes	(2,623)	2,280
Income Taxes	141	426
1. Current Income Taxes	99	342
2. Deferred Income Taxes	41	84
Net Income(Loss)	(2,765)	1,853
Profit (loss) attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	(2,765)	1,853

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Three months ended June.30,2016	Three months ended June.30,2017
Net Income(Loss)	(2,765)	1,853
Other Comprehensive Income		
Net unrealized Holding Gains(Loss)on Securities	(259)	221
Foreign Currency Translation Adjustments	(466)	(22)
Remeasurements of Defined Benefit Plans	7	(16)
Total Other Comprehensive Income	(719)	181
Comprehensive Income	(3,484)	2,034
Comprehensive Income attributable to		
Comprehensive income attributable to owners of parent	(3,484)	2,034
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Three months ended June.30,2016	Three months ended June.30,2017
Operating Activities		
1. Profit(-loss) before income taxes	(2,623)	2,280
2. Depreciation	330	649
3. Decrease(-increase) in notes and accounts receivables – trade	(3,682)	(5,336)
4. Decrease(-increase) in inventories	(134)	(11,472)
5. Decrease(-increase) in accounts receivables from sub-contractors	(234)	(419)
6. Increase(-decrease) in notes and accounts payable-trade	7,348	12,429
7. Other –net	455	(378)
Sub-total	1,459	(2,247)
8. Interest and dividends – received	44	53
9. Interest – paid	(27)	(40)
10. Income taxes– paid	(780)	(573)
11. Income taxes– refunded	217	48
Net cash provided by operating activities	912	(2,759)
Investing Activities		
1. Decrease(-increase) from deposits	-	(259)
2. Capital expenditures	(789)	(1,543)
3. Other-net	33	27
Net cash used in investing activities	(755)	(1,776)
Financing Activities		
1. Increase(-decrease) in short-term debt	57	(158)
2. Purchases of treasury stock	(0)	(0)
3. Dividends paid	(307)	(297)
Net cash used in financing activities	(250)	(455)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(769)	(40)
Net Increase (-Decrease) in Cash and Cash Equivalents	(862)	(5,032)
Cash and Cash Equivalents at Beginning of Period	54,015	45,457
Cash and Cash Equivalents at End of Period	53,152	40,425

NET SALES BY PRODUCTS

Yen (millions)

	Three months ended June.30,2017	
	Amount	%
Electro-mechanical Components	48,483	86.6
Acoustic Components	4,086	7.3
Display Components	2,502	4.5
Applied Equipment and Others	916	1.6
Total	55,988	100.0