

FINANCIAL RELEASE

**FROM APRIL.1,2016
TO MARCH.31,2017**

HOSIDEN CORPORATION

1. Consolidated Results For The Years Ended March.31, 2017 And 2016

(1)Consolidated Operating Results(Years ended March.31,2017 and 2016)

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	%
2017	150,082	7.2	2,373	-	1,804	-	2,053	-
2016	139,949	(5.6)	(2,835)	-	(5,134)	-	(10,698)	-

	Net Income Per Share	Diluted Net Income Per Share	Return on Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Yen	Yen	%	%	%
2017	33.59	-	2.7	1.6	1.6
2016	(173.65)	-	-	-	-

(2)Consolidated Financial Position(As of March.31,2017 and 2016)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Yen
2017	119,045	76,661	64.4	1,289.30
2016	106,716	76,162	71.4	1,239.20

(3)Consolidated Cash Flows(Years ended March.31,2017 and 2016)

	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
2017	(1,572)	(3,456)	(3,192)	45,457
2016	4,156	(2,372)	(2,986)	54,015

2.Dividends(Years ended March.31,2017 and 2016,and the year ending March.31,2018)

	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	%	%
2016	5.00	5.00	10.00	614	-	0.7
2017	3.00	5.00	8.00	481	23.5	0.6
2018 (Projected)	5.00	5.00	10.00		19.8	

3.Consolidated Forecasts for the year ending March.31,2018

	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	110,000	91.4	3,000	-	3,000	-	1,800	-	30.27
Entire Year	203,000	35.3	5,000	110.7	5,000	177.1	3,000	46.1	50.45

(Reference)Non-Consolidated Results

1.Non-Consolidated Results For The Years Ended March.31, 2017 And 2016

(1)Non-Consolidated Operating Results(Years ended March.31,2017 and 2016)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2017	100,622	7.9	850	-	1,617	-	1,609	-
2016	93,246	(13.6)	(3,074)	-	(4,159)	-	(9,385)	-

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
2017	26.32	-
2016	(152.34)	-

(2)Non-Consolidated Financial Position(As of March.31,2017 and 2016)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Millions of yen
2017	103,465	58,355	56.4	981.42
2016	88,746	58,397	65.8	950.16

CONSOLIDATED BALANCE SHEETS

Yen (millions)

ASSETS		
ACCOUNT ITEMS	Mar.31,2016	Mar.31,2017
Current Assets		
1. Cash and Deposits	31,629	40,275
2. Notes Receivable and Accounts Receivable-Trade	17,318	28,752
3. Short-term Investment Securities	22,701	5,500
4. Inventories	14,751	20,495
5. Deferred Tax Assets	272	610
6. Accounts Receivable from Sub-contractors	1,147	1,441
7. Other Current Assets	3,483	3,342
Allowance for Doubtful Receivables	(25)	(33)
Total of Current Assets	91,280	100,386
Fixed Assets		
(1) Property plant and equipment		
1. Buildings and Structures	4,395	4,013
2. Machinery, Equipment and Vehicles	1,854	2,604
3. Land	3,630	3,604
4. Construction in Progress	79	121
5. Other Property plant and equipment	496	2,172
Total of Property plant and equipment	10,457	12,517
(2) Intangible Assets	230	243
(3) Investments and Other Assets		
1. Investment Securities	3,483	4,929
2. Net Defined Benefit Assets	2	2
3. Deferred Tax Assets	603	479
4. Other Investments	999	892
Allowance for Doubtful Receivables	(341)	(406)
Total of Investments and Other Assets	4,748	5,898
Total of Fixed Assets	15,435	18,658
Total Assets	106,716	119,045

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	Mar.31,2016	Mar.31,2017
Current Liabilities		
1. Notes Payable and Accounts Payable-Trade	11,741	24,227
2. Short-term Debt	6,865	5,769
3. Income Tax Payable	687	705
4. Deferred Tax Liabilities	11	2
5. Other Current Liabilities	3,587	4,168
Total of Current Liabilities	22,893	34,872
Long-term Liabilities		
1. Deferred Tax Liabilities	1,280	1,736
2. Net Defined Benefit Liabilities	5,402	5,013
3. Other Long-term Liabilities	976	761
Total of Long-term Liabilities	7,660	7,511
Total Liabilities	30,553	42,384
SHAREHOLDERS' EQUITY		
Owner's Equity		
1. Common Stock	13,660	13,660
2. Additional Paid-in Capital	19,596	19,596
3. Retained Earnings	51,336	52,898
4. Treasury Stock	(7,599)	(9,626)
Total of Owner's Equity	76,994	76,528
Accumulated Other Comprehensive Income		
1. Unrealized Gains on other Securities	1,241	2,106
2. Translation Adjustments	(2,016)	(2,107)
3. Remeasurements of Defined Benefit Plans	(56)	134
Total of Accumulated Other Comprehensive Income(Loss)	(832)	132
Total Shareholders' Equity	76,162	76,661
Total Liabilities and Shareholders' Equity	106,716	119,045

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2016	Year ended Mar.31,2017
Net Sales	139,949	150,082
Cost of Sales	131,713	137,304
Gross Profit	8,235	12,778
Selling, General and Administrative Expenses	11,071	10,405
Operating Income(Loss)	(2,835)	2,373
Non-Operating Income	312	227
1. Interest Income	57	68
2. Dividend Income	64	69
3. Insurance income	54	-
4. Other	135	90
Non-Operating Expenses	(2,611)	(796)
1. Interest Expenses	(136)	(116)
2. Exchange Loss	(2,452)	(655)
3. Other	(21)	(23)
Ordinary Income(Loss)	(5,134)	1,804
Extraordinary Income	12	615
1. Gain on Sales of Fixed Assets	9	607
2. Gain on Sales of Investment Securities	3	7
Extraordinary Loss	(3,643)	(113)
1. Loss on Disposal and Sales of Fixed Assets	(3)	(23)
2. Impairment Losses on Fixed Assets	(3,429)	-
3. Loss on Valuation of Investment Securities	(206)	(85)
4. Other	(4)	(4)
Income (Loss) before Income Taxes	(8,766)	2,306
Income Taxes	1,932	252
1. Current Income Taxes	790	425
2. Income Taxes Refunded	(578)	-
3. Deferred Income Taxes	1,720	(172)
Net Income(Loss)	(10,698)	2,053
Profit (loss) attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	(10,698)	2,053

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2016	Year ended Mar.31,2017
Net Income(Loss)	(10,698)	2,053
Other Comprehensive Income		
Net unrealized Holding Gains(Loss)on Securities	(477)	865
Foreign Currency Translation Adjustments	(228)	(91)
Remeasurements of Defined Benefit Plans	(126)	190
Total Other Comprehensive Income	(833)	964
Comprehensive Income	(11,531)	3,018
Comprehensive Income attributable to		
Comprehensive income attributable to owners of parent	(11,531)	3,018
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2016	Year ended Mar.31,2017
Operating Activities		
1. Profit(-loss) before income taxes	(8,766)	2,306
2. Depreciation	2,233	1,878
3. Impairment losses on fixed assets	3,429	-
4. Increase(-decrease) in allowance for doubtful receivables	13	74
5. Increase(-decrease) in net defined benefit liabilities	(148)	(124)
6. Interest and dividends income	(122)	(137)
7. Interest expense	136	116
8. Loss(-gain) on disposal and sales of fixed assets	(6)	(584)
9. Loss(-gain) on valuation of investment securities	206	85
10. Decrease(-increase) in notes and accounts receivables – trade	5,870	(11,868)
11. Decrease(-increase) in inventories	6,526	(5,972)
12. Decrease(-increase) in accounts receivables from sub-contractors	134	(296)
13. Decrease(-increase) in other assets	466	252
14. Increase(-decrease) in notes and accounts payables-trade	(4,520)	13,034
15. Increase (-decrease) in other liabilities	(55)	408
16. Other –net	110	226
Sub-total	5,509	(599)
17. Interest and dividends – received	122	136
18. Interest – paid	(137)	(114)
19. Income taxes– paid	(1,935)	(1,222)
20. Income taxes– refunded	597	227
Net cash provided by operating activities	4,156	(1,572)

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2016	Year ended Mar.31,2017
Investing Activities		
1. Decrease(-increase) from deposits	48	14
2. Capital expenditures	(2,573)	(4,010)
3. Proceeds from sales of fix assets	106	846
4. Payments for purchases of investment securities	(1)	(308)
5. Proceeds from sales of investment securities	4	18
6. Proceeds from loan receivables	0	-
7. Increase from intangible assets	(73)	(78)
8. Other-net	113	60
Net cash used in investing activities	(2,372)	(3,456)
Financing Activities		
1. Increase(-decrease) in short-term debt	(762)	(673)
2. Purchases of treasury stock	(1,600)	(2,027)
3. Dividends paid	(623)	(491)
Net cash used in financing activities	(2,986)	(3,192)
Effect of Exchange Rate Changes on Cash and Cash Equivalents	(526)	(335)
Net Increase (-Decrease) in Cash and Cash Equivalents	(1,729)	(8,557)
Cash and Cash Equivalents at Beginning of Year	55,744	54,015
Cash and Cash Equivalents at End of Year	54,015	45,457

SEGMENT INFORMATION

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

The Year Ended March 31, 2017 (From April 1, 2016 to March 31, 2017)

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	117,219	16,711	10,364	3,565	147,861	2,221	150,082
Inter-Segment Sales or Transfer	-	47	32	-	80	(80)	-
Total	117,219	16,758	10,397	3,565	147,941	2,141	150,082
Segment Profit	725	1,701	617	90	3,134	(761)	2,373
Segment Asset	45,913	8,892	6,256	6,167	67,229	51,816	119,045
Other Items							
Depreciation Expense	1,640	493	146	106	2,387	(509)	1,878
Increase in Tangible Fixed Asset And Intangible Fixed Asset	3,552	372	241	96	4,262	24	4,286

NET SALES BY PRODUCTS

Yen (millions)

	Years ended March.31,2017	
	Amount	%
Electro-mechanical Components	119,073	79.4
Acoustic Components	16,726	11.1
Display Components	10,418	6.9
Applied Equipment and Others	3,864	2.6
Total	150,082	100.0