

Translation

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This original disclosure in Japanese was released on August 7, 2014 at 14:00 (GMT+9).

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2014 (Based on Japanese GAAP)

August 7, 2014

Company name: PRESS KOGYO CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 7246 URL <http://www.presskogyo.co.jp>
 Representative: President & CEO Hiroshige Kakudo
 Inquiries: Executive Officer Hiroshi Yahara TEL 044-276-3901
 Scheduled date to file Quarterly Securities Report: August 7, 2014
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2014 (from April 1, 2014 to June 30, 2014)

(1) Consolidated financial results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2014	46,365	6.9	2,283	6.3	2,126	(14.7)	1,343	(23.2)
Three months ended June 30, 2013	43,359	(7.2)	2,148	(27.4)	2,491	(13.3)	1,749	4.0

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2014	12.37	–
Three months ended June 30, 2013	16.11	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2014	153,510	64,858	39.3	555.59
As of March 31, 2014	150,833	65,293	40.2	557.98

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2014	–	5.00	–	5.00	10.00
Year ending March 31, 2015	–	–	–	–	–
Year ending March 31, 2015 (Forecast)	–	5.00	–	5.00	10.00

3. Forecast of consolidated financial results for the year ending March 31, 2015 (from April 1, 2014 to March 31, 2015)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2014	87,400	(3.3)	4,100	(12.4)	3,800	(24.2)	2,500	(25.2)	23.01
Full year	180,000	(2.0)	9,000	(4.3)	8,500	(15.8)	5,400	(13.9)	49.70

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2014
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2014	114,007,210 shares	As of March 31, 2014	114,007,210 shares
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Number of treasury shares at the end of the period

As of June 30, 2014	5,370,615 shares	As of March 31, 2014	5,370,271 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2014	108,637,037 shares	Three months ended June 30, 2013	108,648,861 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2014	As of June 30, 2014
Assets		
Current assets		
Cash and deposits	12,367	10,705
Notes and accounts receivable - trade	28,534	31,790
Merchandise and finished goods	1,301	1,244
Work in process	12,173	13,545
Raw materials and supplies	1,246	1,250
Income taxes receivable	93	61
Other	4,004	4,994
Allowance for doubtful accounts	(15)	(9)
Total current assets	59,706	63,581
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,535	13,490
Machinery, equipment and vehicles, net	19,528	21,018
Land	31,719	31,697
Other, net	15,879	14,286
Total property, plant and equipment	80,663	80,492
Intangible assets		
Other	1,344	1,241
Total intangible assets	1,344	1,241
Investments and other assets		
Net defined benefit asset	1,754	177
Investments and other assets	7,475	8,127
Allowance for doubtful accounts	(110)	(110)
Total investments and other assets	9,118	8,194
Total non-current assets	91,127	89,928
Total assets	150,833	153,510
Liabilities		
Current liabilities		
Notes and accounts payable - trade	21,519	25,462
Electronically recorded obligations - operating	6,353	6,117
Short-term loans payable	10,324	14,700
Income taxes payable	2,370	1,379
Provision for bonuses	2,857	1,294
Provision	127	32
Other	10,195	10,665
Total current liabilities	53,749	59,652
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	10,000	10,000
Long-term loans payable	8,882	6,562
Deferred tax liabilities for land revaluation	8,844	8,844
Provision	59	59
Net defined benefit liability	427	439
Asset retirement obligations	406	406
Other	3,171	2,687
Total non-current liabilities	31,791	28,998
Total liabilities	85,540	88,651

	(Millions of yen)	
	As of March 31, 2014	As of June 30, 2014
Net assets		
Shareholders' equity		
Capital stock	8,070	8,070
Capital surplus	2,074	2,075
Retained earnings	33,842	33,545
Treasury shares	(1,192)	(1,193)
Total shareholders' equity	42,794	42,497
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,325	1,771
Revaluation reserve for land	16,013	16,013
Foreign currency translation adjustment	1,363	891
Remeasurements of defined benefit plans	(879)	(817)
Total accumulated other comprehensive income	17,822	17,859
Minority interests	4,676	4,501
Total net assets	65,293	64,858
Total liabilities and net assets	150,833	153,510

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2013	Three months ended June 30, 2014
Net sales	43,359	46,365
Cost of sales	38,277	41,146
Gross profit	5,081	5,219
Selling, general and administrative expenses	2,933	2,936
Operating income	2,148	2,283
Non-operating income		
Interest income	21	9
Dividend income	50	51
Rent income	21	18
Foreign exchange gains	361	-
Other	7	21
Total non-operating income	462	100
Non-operating expenses		
Interest expenses	114	112
Foreign exchange losses	-	138
Other	4	6
Total non-operating expenses	119	257
Ordinary income	2,491	2,126
Extraordinary income		
Gain on sales of non-current assets	2	-
Gain on liquidation of subsidiaries and associates	418	-
Other	24	0
Total extraordinary income	444	0
Extraordinary losses		
Loss on retirement of non-current assets	46	0
Loss on sales of non-current assets	1	-
Total extraordinary losses	47	0
Income before income taxes and minority interests	2,888	2,125
Income taxes - current	1,148	1,323
Income taxes - deferred	(89)	(450)
Total income taxes	1,058	872
Income before minority interests	1,830	1,252
Minority interests in income (loss)	80	(91)
Net income	1,749	1,343

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2013	Three months ended June 30, 2014
Income before minority interests	1,830	1,252
Other comprehensive income		
Valuation difference on available-for-sale securities	542	446
Foreign currency translation adjustment	1,738	(555)
Remeasurements of defined benefit plans, net of tax	-	62
Total other comprehensive income	2,281	(45)
Comprehensive income	4,111	1,206
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3,458	1,381
Comprehensive income attributable to minority interests	653	(174)