

Quarterly Report

2nd Quarter : 3 months ended September 30, 2014
Interim(1st Half) : 6 months ended September 30, 2014

Consolidated (HOYA CORPORATION and Consolidated Subsidiaries)

Part .1

2nd Quarter : from July 1 to September 30, 2014 <IFRS>

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Part .2

Interim Period : from April 1, 2014 to September 30, 2014 <IFRS>

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Notes:

1. HOYA's fiscal year (FY) : from April 1 to March 31 of the following year.
2. These financial statements are excerpt translation of Japanese "Kessan Tanshin" and have been prepared for the references only of foreign investors.
3. HOYA CORPORATION started to disclose its consolidated financial statements in accordance with International Financial Reporting Standards (IFRSs) from fiscal year ended March 31, 2011, instead of generally accepted accounting principles in Japan (Japanese GAAP).

HOYA CORPORATION

This report is provided solely for the information of professional analysts who are expected to make their own evaluation of the company. This report contains forward-looking statements that are based on management's assumptions and beliefs in light of the information currently available to it and therefore you should not place undue reliance on them.

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to differ materially from that anticipated in these statements. These factors include changes in economic conditions, trends in our major markets, currency exchange rates, etc.

We accept no liability whatsoever for any direct or consequential loss arising from any use of this report.

1. Quarterly Consolidated Financial Highlights

HOYA CORPORATION and Consolidated Subsidiaries

1. Performance for the three months ended September 30, 2013 and 2014 (All operations *Notes)

(The yen amounts shown therein are rounded off to the nearest million.)

	Three months ended		Variance (%)
	Sep. 30,2013	Sep. 30,2014	
(1)Revenue and Profit before tax			
Revenue	102,236	121,242	18.6
Profit before tax	15,972	34,256	114.5
Ratio of profit before tax(%)	15.6%	28.3%	
Profit for the quarter	12,773	27,323	113.9
Ratio of profit for the quarter(%)	12.5%	22.5%	
Profit attributable to owners of the Company	12,729	27,150	113.3
Ratio of profit attributable to owners of the Company(%)	12.5%	22.4%	
Basic earnings per share (yen)	29.50	64.12	
Diluted earnings per share (yen)	29.46	63.96	
(2)Financial Position	As of		
	Jun.30,2014	Sep. 30,2014	
Total assets	659,997	680,680	
Total equity	510,639	547,982	
Equity attributable to owners of the Company	504,470	541,508	
Ratio of assets attributable to owners of the Company	76.4%	79.6%	
Assets attributable to owners of the Company per share (yen)	1,187.78	1,279.12	
(3) Conditions of Cash Flows	Three months ended		
	Sep. 30,2013	Sep. 30,2014	
Net cash generated from operating activities	25,776	31,362	
Net cash used in investing activities	-4,644	-3,787	
Net cash provided by (used in) financing activities	-666	-30,488	
Cash and cash equivalents at end of period	284,525	298,925	

2.Dividends per Share

	Year ended	
	Mar.31,2014	Mar.31,2015
Interim (Yen)	30.00	30.00
Year-end (Yen)	45.00	N/A
Annual (Yen)	75.00	N/A

Notes:

"All operations" means here that the figures are including not only "Continuing operations" but also "Discontinued operations".

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to differ materially from that anticipated in these statements. These factors include changes in economic conditions, trends in our major markets, or currency exchange rates.

2. Results of Operations

1) General Overview

The Company started to disclose its consolidated financial statements in accordance with International Financial Reporting Standards (IFRS), instead of generally accepted accounting principles in Japan (Japanese GAAP), from the fiscal year ended March 31, 2011.

During the second quarter of the consolidated fiscal year under review (for the three months from July 1, 2014 through September 30, 2014), the global economy continued to recover, principally in the United States, but causes of uncertainty remain such as softening growth rates of developing country economies and manifesting geopolitical risks.

In Japan, although there are visible improvements concerning such matters as corporate performance and the employment situation and the economy is somewhat on course for a recovery due to factors including the national government's economic and fiscal policies, there were large, short-term economic fluctuations accompanying the April 1 hike in the consumption tax rate: last-minute demand up until March and the downward reversal beginning in April. Furthermore, the circumstances surrounding personal consumption and the general consumption mood mean we still cannot be optimistic; the situation has become one in which the future is uncertain.

The exchange rate with the dollar shifted to the 101 yen level by the beginning of July, but in response to observations of additional monetary easing in the Euro zone and Japan, at the end of September the yen rose higher against the dollar to the 109 yen level, while the dollar also rose against the euro.

In the Information Technology segment of the HOYA Group, sales of products for smartphones and tablet PCs as well as sales of glass disks (substrates) for hard disk drives performed well, but sales of our lineup of digital camera related products continued to perform weakly. Meanwhile in the Life Care segment, we significantly increased sales in the eyeglass lens business through, for example, stronger sales in overseas markets and inclusion of Seiko Optical Products, a sales company of SEIKO eye wear, as a consolidated subsidiary. The endoscope business also performed robustly, primarily in Asia, but the retail contact lens business, operating mainly in the Japanese market, experienced last-minute demand up until March and a downward reversal beginning in April due to the April 1 hike in the consumption tax rate, thus resulting in sales experiencing a year-on-year drop in earnings.

As a result, the Group sales for the second quarter under review totaled 121,242 million yen, increasing by 18.6% from the same period the previous year.

Adding in translation gains from foreign currency exchanges due to the dollar's high value compared to the yen and euro toward the end of September, pre-tax profit for the quarter was 34,256 million yen, while profit for this quarter was 27,323 million yen, both of which marked gains of 114.5% and 113.9%, respectively, compared to the same quarter in the previous year.

The profit before tax ratio stood at 28.3%, up 12.7 points from 15.6% the same period the previous year.

All numbers and the rates of increase and decline are based on all continuing operations. There were no discontinued operations during the second quarter under review as well as for the same period the previous year.

2) Segment Overview

Performance per reportable segment is as follows. (Sales for each segment are for external customers.)

Information Technology

<Electronics related products>

Among semiconductor related products, earnings from advanced products for smartphones and tablets performed robustly, rising year-on-year. Among liquid crystal-related products, there was continued demand for large masks for 4K and large-screen televisions, in addition to demand for small and medium-sized high-precision/high-resolution masks for smartphones, tablet PCs and other devices, thus leading to higher year-on-year earnings along with a visibly improved product mix.

As for glass disks (substrates) for hard disk drives, replacements of PCs driven by the end of support for Windows XP spurred demand and there was robust demand for applications for gaming devices, external hard disk drives and the like. This, coupled with a year-on-year upswing from previously weak shipments due to a market output adjustment, led to higher earnings for the second quarter under review.

<Imaging related products>

Units sold continued to fall in the digital camera market, including compact digital cameras and interchangeable lens cameras, due to smartphones' encroachment on the market and by sluggish sales from a slowdown in China's economy. Under these circumstances, the company group increased year-on-year earnings for imaging related products as a whole as a result of a maximum effort to sell new optical glass materials and lens products.

Sales for the Information Technology segment, consequently, increased by 15.6% from the same period the previous year to 45,042 million yen. Segment-based profits (profit before tax for the quarter) stood at 14,819 million yen, an increase of 100.6% compared with the same period the previous year.

Life Care

<Healthcare related products>

Concerning eyeglass lenses, year-on-year earnings increased as a result of more robust sales caused by factors including higher unit sales prices and greater sales volume in overseas markets, in addition to the result of higher earnings from inclusion of Seiko Optical Products, a sales company of SEIKO eye wear, into a consolidated subsidiary.

Concerning contact lenses, sales grew due to such factors as specialty retailer Eyecity opening new stores, but the last-minute demand in March prior to the consumption tax hike and the subsequent drop-off led to lower year-on-year earnings.

<Medical related products>

Concerning medical endoscopes, sales in Europe only edged up slightly, partially due to sluggish sales caused by such factors as a reversal in demand in Russia, where sales had performed favorably in the same quarter the previous year, and the growing urgency of the situation in Ukraine. Meanwhile, sales in Asia and Oceania performed favorably, especially in China, South Korea and India. In the North American market, we continuously focused on sales of gastrointestinal endoscope processors and scopes. As a result, sales increased year-on-year.

As for the intraocular lenses for cataract surgery(IOL), during the first quarter of the previous fiscal year we restarted production of some intraocular lens (IOL) products for which we had halted production and issued a voluntary recall in February 2013, and during the following second quarter we resumed sales for overseas markets. In the Japanese market, which is a major market for us, we conducted an epidemiological study restricted to certain medical institutes beginning in January 2014, and in August we resumed normal sales. During this quarter revenues were higher compared to the same quarter the previous year as a result of strengthened sales, primarily from existing lenses.

Sales for the Life Care segment increased 20.5 % from the same period the previous year to total 75,493 million yen.

Segment profits (profit before tax for the quarter) stood at 13,188 million yen, posting an increase of 20.5 % from the same period the previous year.

Other

The Other businesses segment mainly consists of information system services offered to the HOYA Group and outside customers as well as new business development. Revenues from this segment stood at 701 million yen, which is equal to an increase in revenue of 14.0% from the same period the previous year. The segment profit totaled 192 million yen, an increase of 40.3% compared with the same period the previous year.

3. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Statement of Financial Position

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	As of Jun. 30, 2014		As of Sep. 30, 2014		Variance		As of Sep. 30, 2013	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
ASSETS								
NON-CURRENT ASSETS								
Property, plant and equipment-net	124,796		126,870		2,074		133,487	
Goodwill	10,997		10,950		-47		9,122	
Intangible assets	22,673		21,650		-1,023		17,695	
Investments in associates	185		185		0		1,682	
Long-term financial assets	17,366		16,935		-431		8,653	
Other non-current assets	2,526		2,782		256		2,591	
Deferred tax assets	11,829		12,684		856		13,922	
Total non-current assets	190,371	28.8	192,056	28.2	1,685	0.9	187,152	29.3
CURRENT ASSETS								
Inventories	63,494		66,922		3,429		62,484	
Trade and other receivables	92,176		97,928		5,753		80,525	
Other short-term financial assets	8,866		9,624		758		9,352	
Income tax receivables	1,285		536		-749		878	
Other current assets	14,413		14,688		275		14,730	
Cash and cash equivalents	289,393		298,925		9,532		284,525	
Total current assets	469,626	71.2	488,624	71.8	18,998	4.0	452,493	70.7
Total assets	659,997	100.0	680,680	100.0	20,683	3.1	639,645	100.0

(Millions of Yen)

	As of Jun. 30, 2014		As of Sep. 30, 2014		Variance		As of Sep. 30, 2013	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
EQUITY AND LIABILITIES								
EQUITY								
Share capital	6,264		6,264		—		6,264	
Capital reserves	15,899		15,899		—		15,899	
Treasury shares	-32,670		-7,808		24,862		-10,479	
Other capital reserves	-3,108		-3,234		-126		-2,303	
Retained earnings	514,597		512,174		-2,422		495,764	
Accumulated other comprehensive income/(loss)	3,489		18,212		14,723		-9,536	
Equity attributable to owners of the Company	504,470		541,508		37,037		495,608	
Non-controlling interests	6,168		6,474		306		-84	
Total equity	510,639	77.4	547,982	80.5	37,343	7.3	495,524	77.5
LIABILITIES								
NON-CURRENT LIABILITIES								
Interest-bearing long-term debt	35,746		35,696		-50		35,614	
Other long-term financial liabilities	—		235		235		—	
Retirement benefits liabilities	1,534		1,684		150		1,569	
Provisions	2,058		2,122		64		2,055	
Other non-current liabilities	2,148		2,092		-56		2,226	
Deferred tax liabilities	3,065		3,045		-20		2,162	
Total non-current liabilities	44,551	6.8	44,874	6.6	323	0.7	43,626	6.8
CURRENT LIABILITIES								
Interest-bearing short-term debt	27,379		2,106		-25,273		26,471	
Trade and other payables	38,365		39,546		1,181		33,895	
Other short-term financial liabilities	205		1,337		1,132		190	
Income tax payables	3,994		8,204		4,211		7,948	
Provisions	947		999		51		763	
Other current liabilities	33,917		35,632		1,715		31,228	
Total current liabilities	104,807	15.9	87,824	12.9	-16,984	-16.2	100,495	15.7
Total liabilities	149,358	22.6	132,698	19.5	-16,660	-11.2	144,121	22.5
Total equity and liabilities	659,997	100.0	680,680	100.0	20,683	3.1	639,645	100.0

(2)Quarterly Consolidated Statement of Cash Flows

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the three months ended		Variance	Three months ended Jun.30,2014
	Sep. 30,2013	Sep. 30,2014		
Cash flows from operating activities				
Profit before tax	15,972	34,256	18,285	22,443
Depreciation and amortization	8,258	8,719	461	8,304
Impairment losses	1,368	—	-1,368	—
Finance income	-256	-352	-96	-360
Finance costs	320	363	43	313
Share of (profits)/loss of associates	-47	6	52	12
(Gain)/loss on sales of property, plant and equipment	-499	-43	456	-145
Loss on disposal of property, plant and equipment	299	58	-240	3
Foreign exchange (gain)/loss	606	-7,022	-7,628	571
Others	3,086	1,796	-1,290	-748
Net cash generated from operating activities (Before adjustment of movements in working capital)	29,106	37,782	8,676	30,393
Movements in working capital				
Decrease/(increase) in inventories	2,250	-323	-2,573	-1,556
Decrease/(increase) in trade and other receivables	2,762	-3,284	-6,046	2,720
Increase/(decrease) in trade and other payables	-3,315	24	3,339	-1,411
Increase/(decrease) in retirement benefits liabilities and provisions	51	59	8	-216
Sub total	30,854	34,258	3,404	29,929
Interests received	298	329	31	340
Dividends received	1	1	0	37
Interests paid	-555	-618	-63	-30
Income taxes paid	-6,053	-2,720	3,333	-12,478
Income taxes refunded	1,231	112	-1,119	—
Net cash generated from operating activities	25,776	31,362	5,585	17,798
Cash flows from investing activities				
Withdrawals of time deposit	2,882	4,179	1,297	3,503
Deposits for time deposit	-3,479	-4,932	-1,453	-2,136
Proceeds from sales of property, plant and equipment	471	343	-127	29
Payments for acquisition of property, plant and equipment	-4,178	-3,094	1,084	-4,048
Payments for purchase of investment	—	—	—	-58
Payments to non-controlling interests on merger	-1	-1	0	-1
Payments for loan to related companies	—	—	—	-8,500
Other proceeds	59	52	-7	153
Other payments	-398	-334	64	-397
Net cash used in investing activities	-4,644	-3,787	857	-11,455
Cash flows from financing activities				
Dividends paid to owners of the Company	-650	35	685	-19,449
Dividends paid to non-controlling interests	—	-9	-9	—
Increase (decrease) in short-term debt	0	-214	-214	-0
Repayments of long-term borrowings	-1	-325	-324	-82
Payments for redemption of bonds	-95	-25,033	-24,937	-43
Proceeds from disposal of treasury shares	—	0	0	0
Payments for purchase of treasury shares	-1	-5,290	-5,289	-24,741
Proceeds from exercise of stock options	81	348	267	586
Net cash used in financing activities	-666	-30,488	-29,822	-43,731
Net increase/(decrease) in cash and cash equivalents	20,467	-2,913	-23,380	-37,388
Cash and cash equivalents at the beginning of the term	259,699	289,393	29,694	331,094
Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies	4,359	12,445	8,086	-4,313
Cash and cash equivalents at the end of the term	284,525	298,925	14,400	289,393

(3) Quarterly Consolidated Statement of Comprehensive Income

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the three months ended				Variance		For the three months ended	
	Sep. 30, 2013		Sep. 30, 2014				Jun. 30, 2014	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
All operations								
Revenue:								
Sales	102,236	100.0	121,242	100.0	19,007	18.6	113,071	100.0
Finance income	257	0.3	352	0.3	95	37.1	360	0.3
Share of profit of associates	47	0.0	—	—	-47	—	—	—
Other income	959	0.9	633	0.5	-326	-34.0	844	0.7
Total Revenue	103,498	101.2	122,227	100.8	18,729	18.1	114,276	101.1
Expenses:								
Changes in inventories of goods, products and work in progress	945	0.9	157	0.1	-788	-83.4	-2,795	-2.5
Raw materials and consumables used	20,756	20.3	22,235	18.3	1,479	7.1	22,681	20.1
Employee benefits expense	24,323	23.8	28,357	23.4	4,034	16.6	27,895	24.7
Depreciation and amortization	8,258	8.1	8,719	7.2	461	5.6	8,304	7.3
Subcontracting cost	1,116	1.1	1,485	1.2	369	33.0	1,783	1.6
Advertising and promotion expense	2,972	2.9	3,361	2.8	389	13.1	3,078	2.7
Commission expense	4,499	4.4	5,554	4.6	1,054	23.4	5,502	4.9
Impairment losses	1,368	1.3	—	—	-1,368	—	—	—
Finance costs	320	0.3	363	0.3	43	13.4	313	0.3
Share of loss of associates	—	—	6	0.0	6	—	12	0.0
Foreign exchange (gain)/loss	1,032	1.0	-6,823	-5.6	-7,855	-761.3	470	0.4
Other expenses	21,939	21.5	24,559	20.3	2,620	11.9	24,589	21.7
Total expense	87,527	85.6	87,971	72.6	444	0.5	91,832	81.2
Profit before tax	15,972	15.6	34,256	28.3	18,285	114.5	22,443	19.8
Income tax expense	3,199	3.1	6,933	5.7	3,734	116.7	4,481	4.0
Profit for the quarter from all operations	12,773	12.5	27,323	22.5	14,551	113.9	17,962	15.9
Other comprehensive income:								
Items that may be reclassified subsequently to profit or loss								
Net gain on revaluation of available-for-sale financial assets	-24		-136		-112	462.6	-27	
Exchange differences on translation of foreign operations	2,500		14,836		12,336	493.4	-6,426	
Income tax relating to components of other comprehensive income	9		156		147	1,654.1	-16	
Total items that may be reclassified subsequently to profit or loss	2,485		14,856		12,371	497.9	-6,469	
Total other comprehensive income/(loss)	2,485		14,856		12,371	497.9	-6,469	
Total comprehensive income for the quarter	15,258		42,179		26,922	176.4	11,493	
Profit attributable to :								
Owners of the Company	12,729	12.5	27,150	22.4	14,422	113.3	17,798	15.7
Non-controlling interests	44	0.0	173	0.1	129	293.5	164	0.1
Total	12,773	12.5	27,323	22.5	14,551	113.9	17,962	15.9
Total comprehensive income/(loss) attributable to :								
Owners of the Company	15,182		41,874		26,692	175.8	11,437	
Non-controlling interests	76		306		230	303.0	56	
Total	15,258		42,179		26,922	176.4	11,493	
Basic earnings/(loss) per share (yen)								
Continuing operations	29.50		64.12		34.62		41.36	
Discontinued operations	—		—		—		—	
Basic earnings per share (yen)	29.50		64.12		34.62		41.36	
Diluted earnings/(loss) per share (yen)								
Continuing operations	29.46		63.96		34.50		41.26	
Discontinued operations	—		—		—		—	
Diluted earnings per share (yen)	29.46		63.96		34.50		41.26	

Notes:

- Effect of Exchange Rate Change on Net Sales and Incomes ("2014 A" is the actual value of this period. "2014 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2014 B	2014 A	influences	real change	(%)
Sales	116,629	121,242	4,614	14,393	14.1%
Profit before tax	32,784	34,256	1,472	16,812	105.3%
Profit for the quarter	26,070	27,323	1,254	13,297	104.1%

		For the three months ended		Variance(%)	Jun.30,2014
		Sep. 30,2013	Sep. 30,2014		
2. Average rates of major foreign currencies					
US\$	Yen	98.06	105.35	-7.4%	101.88
Euro	Yen	130.72	137.81	-5.4%	139.46
Thai Baht	Yen	3.10	3.28	-5.8%	3.14

(4) Segment Information

<Overview of major products and services of reportable segments>

The reportable segments are constituent units of the Group for which separate financial information is obtained and examined on a regular basis by the Board of Directors, the chief operation decision maker, to determine the allocation of management resources and evaluate the business performance.

In accordance with its management philosophy, the Group has categorized "information technology" and "life and culture" as its business domains. To achieve sustainable growth in corporate value in these business domains, the Group has been making decisions on the allocation of management resources and monitoring the operating results.

As a result, the Group consists of three reportable business segments: the Information Technology business, the Life Care business and the Others business, which are consistent with the above business domains.

In the Information Technology business, the Group has developed an extensive range of products following the digitalization of information and the emergence of the internet. The Group produces and sells a broad array of I/O (Input/Output Device) related products in the information and communication sector, including electronics related products that are essential for the modern digital information and communication technologies, and imaging related products that are necessary to import pictures and video images as digital information based on optical technologies.

In the Life Care business, the Group produces and sells health care related products that are used in the healthcare and medical sectors and medical related products, including medical equipment and medical materials that are used in medical treatments. In operating this business, it is typically required to obtain approvals and permissions in accordance with the Pharmaceutical Affairs Act in Japan and other regulations, and sophisticated technologies and highly reliable quality control systems represent the critical elements for operating this business.

The Others business mainly includes the business that provides information system services and new businesses.

The main products and services for each "reportable segment" described above are as follows:

Reportable Segment		Major Products and Services
Information Technology	Electronics related products	Photomasks and Maskblanks for semiconductors, Masks and Devices for liquid-crystal displays (LCDs) Glass disks for hard disk drives (HDDs), etc.
	Imaging related products	Optical lenses, optical glasses, Digital camera modules, Optical Devices, Lazer equipments, etc.
Life Care	Health Care related products	Eyeglass lenses, Contact lenses, etc.
	Medical related products	Endoscopes, Intraocular lenses, Artificial bone, Metallic implant for orthopedics, etc.
Other		Design of information systems, etc.

1. Segment revenues and results

(Millions of Yen)

For the three months ended September 30, 2013	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	38,948	62,664	615	102,226	10	102,236
Inter-segment	49	0	503	552	-552	—
Total	38,996	62,664	1,118	102,778	-543	102,236
Segment profit before tax	7,386	10,947	137	18,469	-2,497	15,972
Segment profit before tax ratio	18.9%	17.5%	12.2%	18.0%	—	15.6%
Ref: Profit from ordinary operating activities	8,394	11,593	147	20,133	-1,263	18,870
% of revenue	21.5%	18.5%	13.1%	19.6%	—	18.5%

For the three months ended September 30, 2014	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	45,042	75,493	701	121,236	7	121,242
Inter-segment	43	—	415	458	-458	—
Total	45,085	75,493	1,116	121,694	-451	121,242
Segment profit before tax	14,819	13,188	192	28,198	6,058	34,256
Segment profit before tax ratio	32.9%	17.5%	17.2%	23.2%	—	28.3%
Ref: Profit from ordinary operating activities	14,546	14,792	189	29,527	-1,098	28,429
% of revenue	32.3%	19.6%	16.9%	24.3%	—	23.4%

Ref : Difference between the results of the quarter under review and the same period the previous year is as follows:

	Information Technology	Life Care	Other	Total	Adjustments	All operations
Variance						
Revenue from external customers	6,094	12,829	86	19,009	-3	19,007
Variance	15.6%	20.5%	14.0%	18.6%	—	18.6%
Inter-segment	-6	-0	-88	-94	94	—
Total	6,088	12,829	-2	18,915	91	19,007
Segment profit before tax	7,433	2,241	55	9,729	8,555	18,285
Variance	100.6%	20.5%	40.3%	52.7%	—	114.5%
Profit from ordinary operating activities	6,152	3,200	42	9,394	165	9,559
Variance	73.3%	27.6%	28.9%	46.7%	-13.1%	50.7%

Note: Effect of Exchange Rate Change on Net Sales and Incomes ("2014 A" is the actual value of this period. "2014 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period the previous year. unit : millions of Yen)

	2014B	2014A	influences	real change	(%)
Information Technology					
Revenue from external customers	43,028	45,042	2,014	4,080	10.5%
Segment profit before tax	14,169	14,819	650	6,783	91.8%
Life Care					
Revenue from external customers	72,912	75,493	2,581	10,248	16.4%
Segment profit before tax	12,618	13,188	570	1,671	15.3%

Ref : Results of the previous quarter are as follows:

For the three months ended Jun.30, 2014	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	42,025	70,433	607	113,065	6	113,071
Inter-segment	56	-0	431	487	-487	—
Total	42,082	70,432	1,038	113,552	-481	113,071
Segment profit before tax	12,873	11,659	129	24,661	-2,217	22,443
Segment profit before tax ratio	30.6%	16.6%	12.4%	21.7%	—	19.8%
Ref: Profit from ordinary operating activities	13,413	11,564	124	25,101	-1,588	23,513
% of revenue	31.9%	16.4%	11.9%	22.1%	—	20.8%

Note: Profit from ordinary operating activities is operating profit before finance income/costs, share of profit(loss) of associates, foreign exchange gain/loss and other temporary gain/loss.

2. Revenue from major products and services

Revenue from external customers

(Millions of Yen)

		For the three months ended				Variance		For the three months ended	
		Sep. 30,2013		Sep. 30,2014				Jun.30,2014	
		Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
Revenue from all operations									
Information Technology									
Electronics related products		27,652	[71.0]	33,442	[74.2]	5,790	20.9	30,820	[73.3]
Imaging related products		11,296	[29.0]	11,600	[25.8]	305	2.7	11,206	[26.7]
Information Technology Total		38,948	38.1	45,042	37.2	6,094	15.6	42,025	37.2
Life Care									
Health Care related products		46,707	[74.5]	56,910	[75.4]	10,203	21.8	51,880	[73.7]
Medical related products		15,957	[25.5]	18,583	[24.6]	2,626	16.5	18,552	[26.3]
Life Care Total		62,664	61.3	75,493	62.3	12,829	20.5	70,433	62.3
Other		615	0.6	701	0.6	86	14.0	607	0.5
Corporate (including R&D)		10	0.0	7	0.0	-3	-27.8	6	0.0
Total revenue from all operations		102,236	100.0	121,242	100.0	19,007	18.6	113,071	100.0

Notes 1. Figures in [] are percentages of each segment.

Notes 2. Effect of Exchange Rate Change on Net Sales and Incomes ("2014 A" is the actual value of this period. "2014 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2014B	2014A	influences	real change	(%)
Electronics related products	31,796	33,442	1,646	4,144	15.0%
Imaging related products	11,232	11,600	369	-64	-0.6%
Information Technology Total	43,028	45,042	2,014	4,080	10.5%
Health Care related products	55,189	56,910	1,721	8,482	18.2%
Medical related products	17,723	18,583	860	1,766	11.1%
Life Care Total	72,912	75,493	2,581	10,248	16.4%

3. Information about geographical areas

Revenue from external customers

(Millions of Yen)

Revenue from external customers									
	For the three months ended				Variance		For the three months ended		
	Sep. 30,2013		Sep. 30,2014				Jun.30,2014		
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)	
Revenue from all operations									
Japan	34,792	34.0	37,758	31.1	2,966	8.5	33,384	29.5	
Americas	14,136	13.8	16,842	13.9	2,706	19.1	16,137	14.3	
Europe	16,844	16.5	25,213	20.8	8,369	49.7	25,169	22.3	
Asia/Oceania	35,060	34.3	40,188	33.1	5,128	14.6	37,192	32.9	
Others	1,404	1.4	1,241	1.0	-163	-11.6	1,189	1.1	
Total revenue from all operations	102,236	100.0	121,242	100.0	19,007	18.6	113,071	100.0	

Note: Geographical areas are based on the location of customers.

1. Interim Consolidated Financial Highlights

HOYA CORPORATION and Consolidated Subsidiaries

1. Performance for the six months ended September 30, 2013 and 2014 (All operations *Notes)

(The yen amounts shown therein are rounded off to the nearest million.)

	Six months ended		Variance
	Sep. 30,2013	Sep. 30,2014	(%)
(1)Revenue and Profit before tax			
Revenue	202,661	234,314	15.6
Profit before tax	36,095	56,700	57.1
Ratio of profit before tax(%)	17.8%	24.2%	
Profit for the term	25,107	45,285	80.4
Ratio of profit for the term(%)	12.4%	19.3%	
Profit attributable to owners of the Company	25,030	44,948	79.6
Ratio of profit attributable to owners of the Company(%)	12.4%	19.2%	
Basic earnings per share (yen)	58.00	105.30	
Diluted earnings per share (yen)	57.95	105.04	
(2)Financial Position	As of		
	Mar.31,2014	Sep. 30,2014	
Total assets	704,283	680,680	
Total equity	542,648	547,982	
Equity attributable to owners of the Company	536,526	541,508	
Ratio of assets attributable to owners of the Company	76.2%	79.6%	
Assets attributable to owners of the Company per share (yen)	1,241.69	1,279.12	
(3) Conditions of Cash Flows	Six months ended		
	Sep. 30,2013	Sep. 30,2014	
Net cash generated from operating activities	41,355	49,160	
Net cash used in investing activities	-5,793	-15,242	
Net cash provided by (used in) financing activities	-15,579	-74,219	
Cash and cash equivalents at end of period	284,525	298,925	

2.Dividends per Share

	Year ended	
	Mar.31,2014	Mar.31,2015
Interim (Yen)	30.00	30.00
Year-end (Yen)	45.00	N/A
Annual (Yen)	75.00	N/A

Notes:

"All operations" means here that the figures are including not only "Continuing operations" but also "Discontinued operations".

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements to differ materially from that anticipated in these statements. These factors include changes in economic conditions, trends in our major markets, or currency exchange rates.

2. Interim Consolidated Financial Statements

(1) Interim Consolidated Statement of Financial Position

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	As of Mar. 31, 2014		As of Sep. 30, 2014		Variance		As of Sep. 30, 2013	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
ASSETS								
NON-CURRENT ASSETS								
Property, plant and equipment-net	129,513		126,870		-2,643		133,487	
Goodwill	10,961		10,950		-11		9,122	
Intangible assets	23,947		21,650		-2,298		17,695	
Investments in associates	140		185		46		1,682	
Long-term financial assets	9,062		16,935		7,873		8,653	
Other non-current assets	2,527		2,782		255		2,591	
Deferred tax assets	13,421		12,684		-737		13,922	
Total non-current assets	189,571	26.9	192,056	28.2	2,485	1.3	187,152	29.3
CURRENT ASSETS								
Inventories	62,647		66,922		4,275		62,484	
Trade and other receivables	95,529		97,928		2,399		80,525	
Other short-term financial assets	10,492		9,624		-868		9,352	
Income tax receivables	982		536		-445		878	
Other current assets	13,970		14,688		719		14,730	
Cash and cash equivalents	331,094		298,925		-32,169		284,525	
Total current assets	514,712	73.1	488,624	71.8	-26,089	-5.1	452,493	70.7
Total assets	704,283	100.0	680,680	100.0	-23,603	-3.4	639,645	100.0

(Millions of Yen)

	As of Mar. 31, 2014		As of Sep. 30, 2014		Variance		As of Sep. 30, 2013	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
EQUITY AND LIABILITIES								
EQUITY								
Share capital	6,264		6,264		—		6,264	
Capital reserves	15,899		15,899		—		15,899	
Treasury shares	-8,890		-7,808		1,082		-10,479	
Other capital reserves	-2,839		-3,234		-395		-2,303	
Retained earnings	516,243		512,174		-4,069		495,764	
Accumulated other comprehensive income/(loss)	9,850		18,212		8,363		-9,536	
Equity attributable to owners of the Company	536,526		541,508		4,981		495,608	
Non-controlling interests	6,121		6,474		353		-84	
Total equity	542,648	77.0	547,982	80.5	5,334	1.0	495,524	77.5
LIABILITIES								
NON-CURRENT LIABILITIES								
Interest-bearing long-term debt	35,829		35,696		-133		35,614	
Other long-term financial liabilities	—		235		235		—	
Retirement benefits liabilities	1,675		1,684		9		1,569	
Provisions	2,155		2,122		-33		2,055	
Other non-current liabilities	2,188		2,092		-96		2,226	
Deferred tax liabilities	2,911		3,045		133		2,162	
Total non-current liabilities	44,758	6.4	44,874	6.6	116	0.3	43,626	6.8
CURRENT LIABILITIES								
Interest-bearing short-term debt	27,450		2,106		-25,344		26,471	
Trade and other payables	40,291		39,546		-745		33,895	
Other short-term financial liabilities	152		1,337		1,185		190	
Income tax payables	13,369		8,204		-5,165		7,948	
Provisions	955		999		43		763	
Other current liabilities	34,660		35,632		973		31,228	
Total current liabilities	116,877	16.6	87,824	12.9	-29,053	-24.9	100,495	15.7
Total liabilities	161,635	23.0	132,698	19.5	-28,938	-17.9	144,121	22.5
Total equity and liabilities	704,283	100.0	680,680	100.0	-23,603	-3.4	639,645	100.0

(2) Interim Consolidated Statement of Cash Flows

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the Six months ended		Variance	The year ended
	Sep. 30, 2013	Sep. 30, 2014		Mar. 31, 2014
Cash flows from operating activities				
Profit before tax	36,095	56,700	20,605	85,486
Depreciation and amortization	16,764	17,023	259	33,891
Impairment losses	2,059	—	-2,059	4,770
Finance income	-1,187	-712	475	-1,849
Finance costs	625	676	51	1,309
Share of (profits)/loss of associates	326	17	-309	268
(Gain)/loss on sales of property, plant and equipment	-498	-188	311	-658
Loss on disposal of property, plant and equipment	333	62	-272	450
Foreign exchange (gain)/loss	-3,722	-6,451	-2,729	-6,822
Others	3,422	1,048	-2,375	3,921
Net cash generated from operating activities (Before adjustment of movements in working capital)	54,218	68,175	13,957	120,767
Movements in working capital				
Decrease/(increase) in inventories	5,465	-1,879	-7,344	11,785
Decrease/(increase) in trade and other receivables	3,873	-564	-4,437	-4,548
Increase/(decrease) in trade and other payables	-6,783	-1,387	5,396	-2,171
Increase/(decrease) in retirement benefits liabilities and provisions	27	-156	-184	215
Sub total	56,799	64,187	7,388	126,048
Interests received	498	669	170	1,065
Dividends received	44	38	-6	56
Interests paid	-579	-648	-69	-1,238
Income taxes paid	-16,639	-15,198	1,440	-24,492
Income taxes refunded	1,231	112	-1,119	1,231
Net cash generated from operating activities	41,355	49,160	7,805	102,670
Cash flows from investing activities				
Withdrawals of time deposit	3,161	7,682	4,522	6,098
Deposits for time deposit	-4,561	-7,068	-2,507	-9,087
Proceeds from sales of property, plant and equipment	555	372	-183	950
Payments for acquisition of property, plant and equipment	-7,889	-7,142	747	-16,546
Proceeds from disposal of investment	980	—	-980	1,007
Payments for purchase of investment	-1,320	-58	1,262	—
Payments for purchase of subsidiary	-1,594	—	1,594	-6,390
Payments to non-controlling interests on merger	-4	-1	3	-4
Payments for loan to related companies	-939	-8,500	-7,561	-1,996
Other proceeds	7,191	205	-6,986	7,339
Other payments	-1,372	-731	641	-2,254
Net cash used in investing activities	-5,793	-15,242	-9,449	-20,882
Cash flows from financing activities				
Dividends paid to owners of the Company	-15,125	-19,415	-4,290	-28,101
Dividends paid to non-controlling interests	-6	-9	-4	-6
Increase (decrease) in short-term debt	-2	-214	-212	-2
Repayments of long-term borrowings	-427	-408	19	-505
Payments for redemption of bonds	-138	-25,076	-24,937	-234
Proceeds from disposal of treasury shares	—	0	0	—
Payments for purchase of treasury shares	-1	-30,032	-30,030	-5
Proceeds from exercise of stock options	121	934	813	1,058
Net cash used in financing activities	-15,579	-74,219	-58,640	-27,794
Net increase/(decrease) in cash and cash equivalents	19,983	-40,300	-60,284	53,994
Cash and cash equivalents at the beginning of the term	248,896	331,094	82,198	248,896
Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies	15,645	8,131	-7,514	28,204
Cash and cash equivalents at the end of the term	284,525	298,925	14,400	331,094

(3) Interim Consolidated Statement of Comprehensive Income

(HOYA Corporation and its subsidiaries)

(Millions of Yen)

	For the Six months ended				Variance		For the year ended	
	Sep. 30,2013		Sep. 30,2014				Mar.31,2014	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
All operations								
Revenue:								
Sales	202,661	100.0	234,314	100.0	31,653	15.6	427,575	100.0
Finance income	1,187	0.6	712	0.3	-475	-40.0	1,849	0.4
Other income	1,496	0.7	1,477	0.6	-19	-1.3	5,453	1.3
Total Revenue	205,344	101.3	236,503	100.9	31,159	15.2	434,877	101.7
Expenses:								
Changes in inventories of goods, products and work in progress	1,470	0.7	-2,638	-1.1	-4,108	-279.4	7,038	1.6
Raw materials and consumables used	41,759	20.6	44,916	19.2	3,158	7.6	84,135	19.7
Employee benefits expense	50,145	24.7	56,252	24.0	6,107	12.2	102,759	24.0
Depreciation and amortization	16,764	8.3	17,023	7.3	259	1.5	33,891	7.9
Subcontracting cost	2,219	1.1	3,268	1.4	1,049	47.3	4,737	1.1
Advertising and promotion expense	5,691	2.8	6,439	2.7	748	13.1	11,769	2.8
Commission expense	9,561	4.7	11,055	4.7	1,495	15.6	20,460	4.8
Impairment losses	2,059	1.0	—	—	-2,059	—	4,770	1.1
Finance costs	625	0.3	676	0.3	51	8.1	1,309	0.3
Share of loss of associates	326	0.2	17	0.0	-309	-94.7	268	0.1
Foreign exchange (gain)/loss	-4,777	-2.4	-6,353	-2.7	-1,576	33.0	-8,496	-2.0
Other expenses	43,408	21.4	49,148	21.0	5,739	13.2	86,749	20.3
Total expense	169,249	83.5	179,803	76.7	10,554	6.2	349,391	81.7
Profit before tax	36,095	17.8	56,700	24.2	20,605	57.1	85,486	20.0
Income tax expense	10,988	5.4	11,414	4.9	427	3.9	25,347	5.9
Profit for the term from all operations	25,107	12.4	45,285	19.3	20,178	80.4	60,140	14.1
Other comprehensive income:								
Items that will not be reclassified subsequently to profit or loss								
Remeasurements of the net defined benefit liability(asset)	—		—		—	—	81	
Income tax relating to components of other comprehensive income	—		—		—	—	-15	
Total Items that will not be reclassified subsequently to profit or loss	—		—		—	—	66	
Items that may be reclassified subsequently to profit or loss								
Net gain on revaluation of available-for-sale financial assets	-259		-163		96	-37.1	-185	
Exchange differences on translation of foreign operations	14,890		8,410		-6,480	-43.5	34,488	
Income tax relating to components of other comprehensive income	106		140		34	32.6	-89	
Total Items that may be reclassified subsequently to profit or loss	14,737		8,387		-6,349	-43.1	34,214	
Total other comprehensive income/(loss)	14,737		8,387		-6,349	-43.1	34,281	
Total comprehensive income for the term	39,844		53,673		13,829	34.7	94,420	
Profit attributable to :								
Owners of the Company	25,030	12.4	44,948	19.2	19,918	79.6	58,390	13.7
Non-controlling interests	77	0.0	337	0.1	260	338.5	1,750	0.4
Total	25,107	12.4	45,285	19.3	20,178	80.4	60,140	14.1
Total comprehensive income/(loss) attributable to :								
Owners of the Company	39,735		53,311		13,576	34.2	92,548	
Non-controlling interests	108		362		253	233.7	1,873	
Total	39,844		53,673		13,829	34.7	94,420	
Basic earnings/(loss) per share (yen)								
Continuing operations	58.00		105.30		47.30		135.26	
Discontinued operations	—		—		—		—	
Basic earnings per share (yen)	58.00		105.30		47.30		135.26	
Diluted earnings/(loss) per share (yen)								
Continuing operations	57.95		105.04		47.09		135.04	
Discontinued operations	—		—		—		—	
Diluted earnings per share (yen)	57.95		105.04		47.09		135.04	

Notes:

- Effect of Exchange Rate Change on Net Sales and Incomes ("2014 A" is the actual value of this period. "2014 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2014 B	2014 A	influences	real change	(%)
Sales	227,108	234,314	7,206	24,447	12.1%
Profit before tax	54,949	56,700	1,751	18,854	52.2%
Profit for the term	43,836	45,285	1,450	18,728	74.6%

For the six months ended				
	Sep. 30,2013	Sep. 30,2014	Variance(%)	Mar.31,2014
2. Average rates of major foreign currencies				
US\$	Yen 98.65	103.61	-5.0%	100.49
Euro	Yen 130.14	138.64	-6.5%	135.12
Thai Baht	Yen 3.20	3.21	-0.3%	3.18

(4) Segment Information

<Overview of major products and services of reportable segments>

The reportable segments are constituent units of the Group for which separate financial information is obtained and examined on a regular basis by the Board of Directors, the chief operation decision maker, to determine the allocation of management resources and evaluate the business performance.

In accordance with its management philosophy, the Group has categorized "information technology" and "life and culture" as its business domains. To achieve sustainable growth in corporate value in these business domains, the Group has been making decisions on the allocation of management resources and monitoring the operating results.

As a result, the Group consists of three reportable business segments: the Information Technology business, the Life Care business and the Others business, which are consistent with the above business domains.

In the Information Technology business, the Group has developed an extensive range of products following the digitalization of information and the emergence of the internet. The Group produces and sells a broad array of I/O (Input/Output Device) related products in the information and communication sector, including electronics related products that are essential for the modern digital information and communication technologies, and imaging related products that are necessary to import pictures and video images as digital information based on optical technologies.

In the Life Care business, the Group produces and sells health care related products that are used in the healthcare and medical sectors and medical related products, including medical equipment and medical materials that are used in medical treatments. In operating this business, it is typically required to obtain approvals and permissions in accordance with the Pharmaceutical Affairs Act in Japan and other regulations, and sophisticated technologies and highly reliable quality control systems represent the critical elements for operating this business.

The Others business mainly includes the business that provides information system services and new businesses.

The main products and services for each "reportable segment" described above are as follows:

Reportable Segment		Major Products and Services
Information Technology	Electronics related products	Photomasks and Maskblanks for semiconductors, Masks and Devices for liquid-crystal displays (LCDs) Glass disks for hard disk drives (HDDs), etc.
	Imaging related products	Optical lenses, optical glasses, Digital camera modules, Optical Devices, Lazer equipments, etc.
Life Care	Health Care related products	Eyeglass lenses, Contact lenses, etc.
	Medical related products	Endoscopes, Intraocular lenses, Artificial bone, Metallic implant for orthopedics, etc.
Other		Design of information systems, etc.

1. Segment revenues and results

(Millions of Yen)

For the Six months ended Sep. 30, 2013	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	77,953	123,423	1,266	202,642	19	202,661
Inter-segment	109	0	1,042	1,150	-1,150	—
Total	78,062	123,423	2,308	203,792	-1,131	202,661
Segment profit before tax	16,266	19,998	210	36,474	-379	36,095
Segment profit before tax ratio	20.8%	16.2%	9.1%	17.9%	—	17.8%
Ref: Profit from ordinary operating activities	16,833	21,301	251	38,385	-3,347	35,038
% of revenue	21.6%	17.3%	10.9%	18.8%	—	17.3%

For the Six months ended Sep. 30, 2014	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	87,067	145,925	1,308	234,301	13	234,314
Inter-segment	99	—	846	946	-946	—
Total	87,166	145,925	2,155	235,246	-932	234,314
Segment profit before tax	27,692	24,847	320	52,859	3,841	56,700
Segment profit before tax ratio	31.8%	17.0%	14.9%	22.5%	—	24.2%
Ref: Profit from ordinary operating activities	27,959	26,356	313	54,628	-2,686	51,942
% of revenue	32.1%	18.1%	14.5%	23.2%	—	22.2%

Ref : Difference between the results of the term under review and the same period the previous year is as follows:

	Information Technology	Life Care	Other	Total	Adjustments	All operations
Variance						
Revenue from external customers	9,114	22,503	42	31,659	-6	31,653
Variance	11.7%	18.2%	3.3%	15.6%	—	15.6%
Inter-segment	-10	-0	-195	-205	205	—
Total	9,105	22,502	-153	31,454	199	31,653
Segment profit before tax	11,425	4,849	111	16,385	4,220	20,605
Variance	70.2%	24.2%	52.8%	44.9%	—	57.1%
Profit from ordinary operating activities	11,126	5,055	62	16,243	662	16,904
Variance	66.1%	23.7%	24.6%	42.3%	-19.8%	48.2%

Note: Effect of Exchange Rate Change on Net Sales and Incomes ("2014 A" is the actual value of this period. "2014 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period the previous year. unit : millions of Yen)

	2014B	2014A	influences	real change	(%)
Information Technology					
Revenue from external customers	84,228	87,067	2,839	6,275	8.1%
Segment profit before tax	26,889	27,692	802	10,623	65.3%
Life Care					
Revenue from external customers	141,588	145,925	4,337	18,165	14.7%
Segment profit before tax	24,181	24,847	666	4,183	20.9%

2. Revenue from major products and services

Revenue from external customers

(Millions of Yen)

		For the Six months ended				Variance		For the year ended	
		Sep. 30,2013		Sep. 30,2014				Mar.31,2014	
		Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
Revenue from all operations									
Information Technology									
Electronics related products		55,872	[71.7]	64,261	[73.8]	8,389	15.0	115,973	[72.8]
Imaging related products		22,081	[28.3]	22,806	[26.2]	725	3.3	43,360	[27.2]
Information Technology Total		77,953	38.5	87,067	37.2	9,114	11.7	159,333	37.3
Life Care									
Health Care related products		91,968	[74.5]	108,790	[74.6]	16,822	18.3	194,618	[73.3]
Medical related products		31,455	[25.5]	37,135	[25.4]	5,680	18.1	70,852	[26.7]
Life Care Total		123,423	60.9	145,925	62.3	22,503	18.2	265,470	62.1
Other		1,266	0.6	1,308	0.6	42	3.3	2,739	0.6
Corporate (including R&D)		19	0.0	13	0.0	-6	-30.8	33	0.0
Total revenue from all operations		202,661	100.0	234,314	100.0	31,653	15.6	427,575	100.0

Notes 1. Figures in [] are percentages of each segment.

Notes 2. Effect of Exchange Rate Change on Net Sales and Incomes ("2014 A" is the actual value of this period. "2014 B" is the nominal value of this period which temporarily exchanged by the currency rate of the same period last year. unit : millions of Yen)

	2014B	2014A	influences	real change	(%)
Electronics related products	61,904	64,261	2,358	6,032	10.8%
Imaging related products	22,324	22,806	481	244	1.1%
Information Technology Total	84,228	87,067	2,839	6,275	8.1%
Health Care related products	105,939	108,790	2,851	13,971	15.2%
Medical related products	35,649	37,135	1,486	4,194	13.3%
Life Care Total	141,588	145,925	4,337	18,165	14.7%

3. Information about geographical areas

Revenue from external customers

(Millions of Yen)

Revenue from external customers							(millions of Yen)	
	For the Six months ended				Variance		For the year ended	
	Sep. 30,2013		Sep. 30,2014				Mar.31,2014	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
Revenue from all operations								
Japan	69,098	34.1	71,142	30.4	2,044	3.0	143,560	33.6
Americas	28,136	13.9	32,979	14.1	4,844	17.2	59,338	13.9
Europe	33,569	16.6	50,383	21.5	16,813	50.1	78,349	18.3
Asia/Oceania	69,468	34.3	77,380	33.0	7,912	11.4	140,760	32.9
Others	2,389	1.2	2,430	1.0	41	1.7	5,568	1.3
Total revenue from all operations	202,661	100.0	234,314	100.0	31,653	15.6	427,575	100.0

Note: Geographical areas are based on the location of customers.