

November 13, 2014

Summary Report on the Consolidated Results for the Six Months Ended September 30, 2014

AMADA CO., LTD.

Listed on the First Section of the TSE

Stock Code: 6113

(URL <http://www.amada.co.jp>)

Representative: Mitsuo Okamoto, President & CEO

Contact: Tsutomu Isobe, Senior Managing Director TEL: +81-463-96-1111

Planned filing of the quarterly financial statements: November 14, 2014

Date of scheduled payment of dividends: December 8, 2014

Quarterly earnings supplementary explanatory documents: Yes

Quarterly earnings presentation: Yes (for investment analysts and institutional investors)

(Amounts less than one million yen are truncated.)

1. Consolidated Business Performance for the Six Months Ended September 30, 2014 (from April 1, 2014 to September 30, 2014)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2014	129,556	16.9	9,332	147.9	11,509	91.7	6,221	99.7
Six months ended September 30, 2013	110,867	23.8	3,764	106.1	6,004	160.1	3,115	921.0

Note: Comprehensive income: Six months ended September 30, 2014: ¥2,635 million (-84.2%)
Six months ended September 30, 2013: ¥16,653 million (---%)

	Net income per share	Net income per share after dilution
	Yen	Yen
Six months ended September 30, 2014	16.55	16.53
Six months ended September 30, 2013	8.16	8.15

(2) Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2014	535,219	401,886	74.6
As of March 31, 2014	552,729	417,002	74.9

(Reference) Total shareholders' equity: As of September 30, 2014: ¥399,234 million
As of March 31, 2014: ¥414,261 million

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fourth quarter	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2014	---	7.00	---	13.00	20.00
Fiscal year ending March 31, 2015	---	13.00			
Fiscal year ending March 31, 2015 (Forecast)			---	13.00	26.00

Note: Revision to dividend forecasts most recently announced: None

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2015 (from April 1, 2014 to March 31, 2015)

Percentages indicate year-on-year increase (decrease).

	Net sales		Operating income		Ordinary income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ending March 31, 2015	275,000	7.2	28,000	72.6	30,000	45.1

	Net income		Net income per share
	Millions of yen	%	Yen
Fiscal year ending March 31, 2015	18,000	47.7	48.25

Note: Revision to consolidated forecasts most recently announced: None

4. Other Items

1. Changes in the scope of consolidation for significant subsidiaries during six months (Changes in specified subsidiaries resulting in change in the scope of consolidation): None
2. Application of special accounting practices in the preparation of the quarterly consolidated financial statements: None
3. Changes in accounting policies, changes in accounting estimates and retrospective restatements:
 - 1) Changes in accounting policies in accordance with revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatements: None
4. Number of shares issued and outstanding (common stock)
 - 1) Number of shares of common stock outstanding at end of period, including treasury stock

September 30, 2014	386,502,117 shares
March 31, 2014	396,502,117 shares
 - 2) Number of shares of treasury stock at end of period

September 30, 2014	13,452,158 shares
March 31, 2014	14,160,711 shares
 - 3) Average number of shares outstanding for each period (cumulative quarterly period)

Six months ended September 30, 2014	375,925,796 shares
Six months ended September 30, 2013	381,846,680 shares

Indication regarding the status of quarterly review procedures

At the time of disclosure of this quarterly summary report of consolidated results, the quarterly review procedures for the quarterly financial statements pursuant to the Financial Instruments and Exchange Law were still in progress.

Explanation regarding the appropriate use of forecasts of business results

The above forecasts of future performance are based on information available to the Company at the present time and are subject to potential risks and uncertainty. Accordingly, actual results may differ significantly from any expressed future performance herein due to various factors.

Consolidated Financial Statements

Consolidated Balance Sheets

(Millions of yen; amounts less than one million yen are truncated.)

		(millions of yen, amounts less than one million yen are truncated.)	
Period		As of March 31, 2014	As of September 30, 2014
Item		Amount	Amount
(Assets)			
Current assets:			
Cash and deposits		70,211	66,866
Notes and accounts receivable—trade		141,378	133,508
Lease investment assets		12,777	12,506
Short-term investment securities		37,354	25,655
Merchandise and finished goods		59,667	63,837
Work in process		8,814	8,852
Raw materials and supplies		16,085	15,815
Other		12,232	15,407
Allowance for doubtful accounts		(2,082)	(1,999)
Total current assets		356,439	340,450
Noncurrent assets:			
Property, plant and equipment:			
Buildings and structures, net		59,990	57,338
Other, net		66,304	67,913
Total property, plant and equipment		126,294	125,251
Intangible assets:			
Goodwill		3,213	2,761
Other		3,494	3,336
Total intangible assets		6,708	6,098
Investments and other assets:			
Investment securities		50,050	49,293
Net defined benefit asset		5	31
Other		13,570	14,413
Allowance for doubtful accounts		(339)	(318)
Total investments and other assets		63,287	63,418
Total noncurrent assets		196,290	194,768
Total assets		552,729	535,219

(Millions of yen; amounts less than one million yen are truncated.)

		(millions of yen; amounts less than one million yen are truncated.)	
Period		As of March 31, 2014	As of September 30, 2014
Item		Amount	Amount
(Liabilities)			
Current liabilities:			
Notes and accounts payable—trade		20,230	15,580
Electronically recorded obligations—operating		---	18,233
Short-term loans payable		30,015	30,574
Income taxes payable		7,421	3,985
Provision for bonuses		3,127	3,352
Provision for directors' bonuses		126	123
Unrealized income on installment sales		15,416	14,726
Other		41,655	24,719
Total current liabilities		117,993	111,296
Noncurrent liabilities:			
Long-term loans payable		3,196	4,108
Provision for directors' retirement benefits		29	23
Net defined benefit liabilities		6,655	10,185
Other		7,851	7,719
Total noncurrent liabilities		17,733	22,036
Total liabilities		135,726	133,332
(Net assets)			
Shareholders' equity:			
Capital stock		54,768	54,768
Capital surplus		163,270	163,199
Retained earnings		210,617	201,126
Treasury stock		(8,843)	(10,659)
Total shareholders' equity		419,812	408,434
Accumulated other comprehensive income:			
Valuation difference on available-for-sale securities		(592)	152
Deferred gains or losses on hedges		(87)	(432)
Revaluation reserve for land		(9,304)	(9,304)
Foreign currency translation adjustment		4,192	148
Remeasurements of defined benefit plans		241	235
Total accumulated other comprehensive income		(5,550)	(9,200)
Subscription rights to shares		197	152
Minority interests		2,543	2,499
Total net assets		417,002	401,886
Total liabilities and net assets		552,729	535,219

Consolidated Statements of Income

(Millions of yen; amounts less than one million yen are truncated.)

Item	Period	Six months ended September 30, 2013	Six months ended September 30, 2014
		Amount	Amount
Net sales		110,867	129,556
Cost of sales		66,062	74,655
Gross profit		44,805	54,900
Selling, general and administrative expenses:			
Sales commission		2,722	3,033
Packing and transportation expenses		3,516	4,438
Salaries and allowances		11,956	13,204
Other		23,323	25,686
Total selling, general and administrative expenses		41,517	46,362
Reversal of deferred income on installment sales		2,747	2,763
Deferred unrealized income on installment sales		2,271	1,969
Operating income		3,764	9,332
Non-operating income:			
Interest income		906	974
Dividends income		420	365
Foreign exchange gains		536	516
Other		1,000	815
Total non-operating income		2,865	2,672
Non-operating expenses:			
Interest expenses		157	145
Loss on sales of investment securities		286	162
Other		181	187
Total non-operating expenses		625	495
Ordinary income		6,004	11,509
Extraordinary income:			
Gain on sales of noncurrent assets		18	3
Gain on sales of investment securities		427	3
Other		---	0
Total extraordinary income		446	8
Extraordinary loss:			
Loss on sales of noncurrent assets		6	1
Loss on retirement of noncurrent assets		78	8
Impairment loss		33	291
Loss on liquidation of business		---	430
Other		---	13
Total extraordinary loss		117	745
Income before income taxes		6,332	10,771
Income taxes—current		3,556	4,948
Income taxes—deferred		(453)	(574)
Total income taxes		3,102	4,373
Income before minority interests		3,230	6,398
Minority interests in income		114	176
Net income		3,115	6,221

Statements of Comprehensive Income

(Millions of yen; amounts less than one million yen are truncated.)

Item	Period	Six months ended September 30, 2013	Six months ended September 30, 2014
		Amount	Amount
Income before minority interests		3,230	6,398
Other comprehensive income			
Valuation difference on available-for-sale securities		1,371	746
Deferred gains or losses on hedges		887	(344)
Foreign currency translation adjustment		11,117	(4,107)
Remeasurements of defined benefit plans		---	(6)
Share of other comprehensive income of associates accounted for using equity method		48	(51)
Total other comprehensive income		13,423	(3,762)
Comprehensive income		16,653	2,635
Comprehensive income attributable to:			
Comprehensive income attributable to owners of the parent		16,296	2,571
Comprehensive income attributable to minority interests		357	63

Notes regarding Assumption of a Going Concern

No events to be noted for this purpose.

Notes on significant changes in the amount of shareholders' equity

1) Acquisition of Treasury Stock

During the subject consolidated second-quarter cumulative period, based on a decision made at a meeting of the Board of Directors held on May 15, 2014, the Company acquired 9,648,000 shares of treasury stock through market purchases between May 23 and June 19, 2014, at a total amount of ¥9,999 million.

2) Retirement of Treasury Stock

During the subject consolidated second-quarter cumulative period, based on a decision made at a meeting of the Board of Directors held on May 15, 2014, the Company retired 10,000,000 shares of treasury stock on June 30, 2014. As a result, treasury stock decreased ¥7,923 million, with decreases of ¥60 million in capital surplus, and ¥7,862 million in retained earnings.

Segment Information

1. Six months ended September 30, 2013 (from April 1, 2013 to September 30, 2013)

Sales and income or loss by reportable segments

(Millions of yen; amounts less than one million yen are truncated.)

	Reportable segment			Other (Note 1)	Total	Reconciliations	Consolidated (Note 2)
	Metalworking Machinery	Metal Machine Tools	Total				
Sales							
(1) External customers	90,640	19,621	110,261	605	110,867	---	110,867
(2) Intersegment sales or transfers	29	10	39	---	39	(39)	---
Total	90,669	19,632	110,301	605	110,907	(39)	110,867
Segment profit	2,917	630	3,547	216	3,764	---	3,764

Notes:

1. The "Other" classification refers to businesses not included within reportable segments. It principally comprises real estate leasing and automobile leasing.
2. Segment profit is adjusted from the operating income presented in the Consolidated Statement of Income for the quarter under review.

2. Six months ended September 30, 2014 (from April 1, 2014 to September 30, 2014)

(1) Sales and income or loss by reportable segments

(Millions of yen; amounts less than one million yen are truncated.)

	Reportable segment			Other (Note 1)	Total	Reconciliations	Consolidated (Note 2)
	Metalworking Machinery	Metal Machine Tools	Total				
Sales							
(1) External customers	106,113	22,808	128,921	634	129,556	---	129,556
(2) Intersegment sales or transfers	23	10	34	---	34	(34)	---
Total	106,136	22,819	128,955	634	129,590	(34)	129,556
Segment profit	7,707	1,368	9,075	256	9,332	---	9,332

Notes:

1. The "Other" classification refers to businesses not included within reportable segments. It principally comprises real estate leasing and automobile leasing.
2. Segment profit is adjusted from the operating income presented in the Consolidated Statement of Income for the quarter under review.

Supplementary Information

(1) Status of Orders and Sales

Orders Received

(Millions of yen; amounts less than one million yen are truncated.)

Business Segments	Period	Six months ended September 30, 2013				Six months ended September 30, 2014			
		Orders received		Balance of outstanding orders		Orders received		Balance of outstanding orders	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
			%		%		%		%
Metalworking Machinery Business		95,460	80.9	33,952	83.1	118,170	82.5	44,318	86.0
Sheet-Metal Processing Machines Division		91,779	77.8	32,051	78.4	113,094	79.0	41,590	80.7
Presses Division		3,680	3.1	1,900	4.7	5,075	3.5	2,728	5.3
Metal Machine Tools Business		21,986	18.6	6,914	16.9	24,407	17.1	7,183	14.0
Bandsaws Division		14,480	12.3	2,173	5.3	16,446	11.5	2,519	4.9
Machine Tools Division		7,505	6.3	4,741	11.6	7,960	5.6	4,664	9.1
Others		615	0.5	15	0.0	631	0.4	3	0.0
Total		118,062	100.0	40,882	100.0	143,209	100.0	51,505	100.0

Sales Results

(Millions of yen; amounts less than one million yen are truncated.)

Business Segments	Period	Six months ended September 30, 2013		Six months ended September 30, 2014	
		Amount	Ratio	Amount	Ratio
			%		%
Metalworking Machinery Business		90,640	81.8	106,113	81.9
Sheet-Metal Processing Machines Division		87,544	79.0	101,884	78.6
Presses Division		3,095	2.8	4,228	3.3
Metal Machine Tools Business		19,621	17.7	22,808	17.6
Bandsaws Division		13,808	12.5	15,961	12.3
Machine Tools Division		5,812	5.2	6,847	5.3
Others		605	0.5	634	0.5
Total		110,867	100.0	129,556	100.0

Note: For “Status of Orders and Sales,” amounts exclude consumption tax.

(2) Status of Sales to Customers by Geographic Region

(Millions of yen; amounts less than one million yen are truncated.)

Regions	Period	Six months ended September 30, 2013		Six months ended September 30, 2014	
		Amount	Ratio	Amount	Ratio
			%		%
Japan		49,416	44.6	58,689	45.3
Overseas		61,450	55.4	70,866	54.7
North America		18,389	16.6	19,595	15.1
Europe		19,788	17.8	23,765	18.3
Asia		20,957	18.9	24,451	18.9
Other regions		2,315	2.1	3,053	2.4
Total		110,867	100.0	129,556	100.0

Note: This table presents sales to customers in each geographic region by the Amada Group.