

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2014 (Based on Japanese GAAP)

February 12, 2015

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: February 12, 2015
 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 nine months ended December 31, 2014 (from April 1, 2014 to December 31, 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	%
Nine months ended December 31, 2014	143,222	5.6	6,462	(5.3)	7,194	(1.6)	4,382	(4.7)
Nine months ended December 31, 2013	135,589	4.0	6,822	(9.7)	7,310	(4.6)	4,597	7.6

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended December 31, 2014	40.34	—
Nine months ended December 31, 2013	42.32	—

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2014	156,244	68,586	41.2	592.00
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	—	5.00	—	—	—
Year ending March 31, 2015 (Forecast)	—	—	—	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
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 nine months ended December 31, 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 December 31, 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 December 31, 2014	5,376,032 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)

Nine months ended December 31, 2014	108,634,974 shares	Nine months ended December 31, 2013	108,645,811 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Assets		
Current assets		
Cash and deposits	12,367	11,473
Notes and accounts receivable - trade	28,121	30,967
Electronically recorded monetary claims - operating	412	2,072
Merchandise and finished goods	1,301	985
Work in process	12,173	12,681
Raw materials and supplies	1,246	1,420
Income taxes receivable	93	17
Other	4,004	4,133
Allowance for doubtful accounts	(15)	—
Total current assets	59,706	63,751
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	13,535	13,608
Machinery, equipment and vehicles, net	19,528	21,904
Land	31,719	31,930
Other, net	15,879	14,227
Total property, plant and equipment	80,663	81,671
Intangible assets		
Other	1,344	1,208
Total intangible assets	1,344	1,208
Investments and other assets		
Net defined benefit asset	1,754	405
Investments and other assets	7,475	9,317
Allowance for doubtful accounts	(110)	(110)
Total investments and other assets	9,118	9,612
Total non-current assets	91,127	92,493
Total assets	150,833	156,244
Liabilities		
Current liabilities		
Notes and accounts payable - trade	21,519	21,830
Electronically recorded obligations - operating	6,353	5,955
Short-term loans payable	10,324	18,671
Income taxes payable	2,370	1,272
Provision for bonuses	2,857	1,759
Provision	127	97
Other	10,195	9,183
Total current liabilities	53,749	58,771
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	10,000	10,000
Long-term loans payable	8,882	5,843
Deferred tax liabilities for land revaluation	8,844	8,844
Provision	59	59
Net defined benefit liability	427	487
Asset retirement obligations	406	407
Other	3,171	3,245
Total non-current liabilities	31,791	28,886
Total liabilities	85,540	87,658

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Net assets		
Shareholders' equity		
Capital stock	8,070	8,070
Capital surplus	2,074	2,075
Retained earnings	33,842	36,040
Treasury shares	(1,192)	(1,195)
Total shareholders' equity	42,794	44,990
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,325	2,418
Revaluation reserve for land	16,013	16,013
Foreign currency translation adjustment	1,363	1,577
Remeasurements of defined benefit plans	(879)	(691)
Total accumulated other comprehensive income	17,822	19,318
Minority interests	4,676	4,276
Total net assets	65,293	68,586
Total liabilities and net assets	150,833	156,244

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Net sales	135,589	143,222
Cost of sales	119,968	127,226
Gross profit	15,621	15,995
Selling, general and administrative expenses	8,798	9,533
Operating income	6,822	6,462
Non-operating income		
Interest income	67	34
Dividend income	98	109
Rent income	66	56
Foreign exchange gains	535	904
Other	86	56
Total non-operating income	855	1,161
Non-operating expenses		
Interest expenses	331	411
Other	36	17
Total non-operating expenses	368	428
Ordinary income	7,310	7,194
Extraordinary income		
Gain on sales of non-current assets	10	5
Gain on liquidation of subsidiaries and associates	418	—
Gain on insurance adjustment	0	140
Other	24	—
Total extraordinary income	454	146
Extraordinary losses		
Loss on retirement of non-current assets	157	47
Loss on sales of non-current assets	0	—
Loss on sales of investment securities	0	—
Total extraordinary losses	157	47
Income before income taxes and minority interests	7,606	7,293
Income taxes - current	2,499	3,022
Income taxes - deferred	422	255
Total income taxes	2,921	3,278
Income before minority interests	4,684	4,014
Minority interests in income (loss)	87	(367)
Net income	4,597	4,382

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Income before minority interests	4,684	4,014
Other comprehensive income		
Valuation difference on available-for-sale securities	555	1,093
Foreign currency translation adjustment	2,088	357
Remeasurements of defined benefit plans, net of tax	—	188
Total other comprehensive income	2,643	1,640
Comprehensive income	7,328	5,654
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,697	5,879
Comprehensive income attributable to minority interests	631	(224)