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*This document has been prepared for reference only in accordance with accounting principles generally accepted in Japan.

*If there is any discrepancy between this document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Statements for the Fiscal Year Ended March 31, 2015 [Japan GAAP]

May 15, 2015

Stock Exchange Listing: Tokyo (First Section)

Company Name: GSI Creos Corporation

Code Number: 8101

URL <http://www.gsi.co.jp>

Representative: Koji Nakashima, Representative Director and President

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Scheduled Date of Annual General Meeting of Shareholders: June 26, 2015

Scheduled Date of Dividend Payments Commencement: June 29, 2015

Scheduled Date of Securities Report Filing: June 26, 2015

Supplementary Documents: No

Holding of Financial Results Meeting: No

(Note: Amounts less than one million of yen have been rounded down.)

1. Consolidated Results for the Fiscal Year Ended March 31, 2015 (April 1, 2014 to March 31, 2015)

(1) Consolidated Operating Results (Percentage figures represent changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2015	154,440	(2.6)	1,164	(30.1)	1,011	(26.2)	563	(45.0)
Fiscal year ended March 31, 2014	158,495	21.3	1,666	14.3	1,371	6.2	1,024	11.8

(Note) Comprehensive income Fiscal year ended March 31, 2015: 1,344 millions of yen Δ 33.3%

Fiscal year ended March 31, 2014: 2,015 millions of yen 40.0%

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2015	8.78	—	3.7	1.5	0.8
Fiscal year ended March 31, 2014	15.95	—	7.4	2.2	1.1

(Reference) Equity in earnings of affiliates Fiscal year ended March 31, 2015: Δ 18 millions of yen

Fiscal year ended March 31, 2014: Δ 35 millions of yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2015	65,885	16,061	24.3	249.30
March 31, 2014	66,829	14,792	22.1	229.51

(Reference) Equity capital March 31, 2015: 16,011 millions of yen

March 31, 2014: 14,742 millions of yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2015	2,178	(7)	(2,151)	8,423
Fiscal year ended March 31, 2014	1,494	(279)	(1,462)	8,130

2. Dividends

	Annual dividend per share					Total cash dividends	Payout ratio (Consolidated)	Dividend rate to net assets (Consolidated)
	1Q	2Q	3Q	Fiscal year end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2014	—	—	—	2.00	2.00	128	12.5	0.9
Fiscal year ended March 31, 2015	—	—	—	2.00	2.00	128	22.8	0.8
Fiscal year ending March 31, 2016 (Forecast)	—	—	—	2.00	2.00		18.3	

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2016 (April 1, 2015 to March 31, 2016)

(Percentage figures represent changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full fiscal year	152,000	(1.6)	1,100	(5.5)	1,000	(1.2)	700	24.2	10.90

(Note) Forecast for the second quarter (cumulative) is not available.

* Notes

(1) Changes in Significant Subsidiaries During the Period

(Changes in Specified Subsidiaries Associated with Changes in the Scope of Consolidation): No

(2) Changes in Accounting Policies and Estimates, and Retrospective Restatement

- i Changes in accounting policies due to revisions of accounting standards and other regulations: Yes
- ii Changes in accounting policies other than in (i): No
- iii Changes in accounting estimates: No
- iv Retrospective restatement: No

(3) Number of Shares Issued and Outstanding (Common Stock)

i Number of shares issued and outstanding at the end of period (including treasury stock)

March 31, 2015	64,649,715 shares	March 31, 2014	64,649,715 shares
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ii Number of treasury stock at the end of period

March 31, 2015	423,123 shares	March 31, 2014	413,027 shares
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iii Average number of shares during the period

March 31, 2015	64,231,623 shares	March 31, 2014	64,247,808 shares
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[Reference] Summary of Non-Consolidated Results

Non-Consolidated Results for the Fiscal Year Ended March 31, 2015 (April 1, 2014 to March 31, 2015)

(1) Non-Consolidated Operating Results

(Percentage figures represent changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2015	82,783	(7.3)	332	(43.7)	566	(22.0)	409	(23.7)
Fiscal year ended March 31, 2014	89,305	3.0	591	271.1	726	61.1	536	12.6

	Net income per share	Diluted net income per share
	Yen	Yen
Fiscal year ended March 31, 2015	6.38	-
Fiscal year ended March 31, 2014	8.36	-

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2015	46,755	11,530	24.7	179.52
March 31, 2014	46,690	10,934	23.4	170.22

(Reference) Equity capital March 31, 2015: 11,530 millions of yen

March 31, 2014: 10,934 millions of yen

* Status of Implementation of Audit Procedure

This report is exempt from audit procedures based on the Financial Instruments and Exchange Act.

Furthermore, consolidated financial statements were undergoing the audit process at the time of the release of this report.

* Cautionary Statement with Respect to Forecasts of Consolidated Business Results and Special Notes

Earning forecasts presented in this report are based on information available and assumptions deemed reasonable at the time.

Therefore, they do not constitute a guarantee that they will be realized. Actual results could differ significantly from forecasts due to a variety of factors.

Consolidated Financial Statements
(1)Consolidated Balance Sheets

(Millions of yen)

	Previous fiscal year (March 31, 2014)	Current fiscal year (March 31, 2015)
Assets		
Current assets		
Cash and deposits	8,130	8,423
Notes and accounts receivable-trade	34,937	33,601
Merchandise	10,542	10,719
Goods in transit	50	122
Deferred tax assets	446	297
Other	1,423	2,289
Allowance for doubtful accounts	(762)	(1,122)
Total current assets	54,769	54,331
Non-current assets		
Property, plant and equipment		
Buildings and structures	4,608	3,992
Accumulated depreciation	(3,199)	(2,785)
Buildings and structures, net	1,408	1,206
Machinery, equipment and vehicles	2,765	2,802
Accumulated depreciation	(2,535)	(2,582)
Machinery, equipment and vehicles, net	229	220
Tools, furniture and fixtures	1,349	1,279
Accumulated depreciation	(1,215)	(1,173)
Tools, furniture and fixtures, net	134	106
Land	3,515	3,070
Lease assets	203	186
Accumulated depreciation	(77)	(93)
Lease assets, net	126	92
Total property, plant and equipment	5,414	4,696
Intangible assets		
Lease assets	436	835
Other	537	63
Total intangible assets	974	899
Investments and other assets		
Investment securities	2,988	3,472
Investments in capital	1,774	1,166
Long-term loans receivable	320	298
Net defined benefit asset	—	224
Deferred tax assets	27	31
Other	1,053	1,197
Allowance for doubtful accounts	(492)	(432)
Total investments and other assets	5,671	5,958
Total non-current assets	12,060	11,553
Total assets	66,829	65,885

	(Millions of yen)	
	Previous fiscal year (March 31, 2014)	Current fiscal year (March 31, 2015)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	27,958	27,487
Short-term loans payable	16,149	16,104
Current portion of long-term loans payable	1,496	1,479
Lease obligations	142	266
Income taxes payable	91	134
Provision for bonuses	398	379
Provision for directors' bonuses	15	9
Other	2,661	2,337
Total current liabilities	48,913	48,199
Non-current liabilities		
Long-term loans payable	1,860	839
Lease obligations	345	535
Deferred tax liabilities	16	83
Net defined benefit liability	885	135
Asset retirement obligations	9	10
Other	6	19
Total non-current liabilities	3,123	1,624
Total liabilities	52,036	49,823
Net assets		
Shareholders' equity		
Capital stock	7,186	7,186
Capital surplus	895	895
Retained earnings	6,782	7,272
Treasury stock	(70)	(71)
Total shareholders' equity	14,793	15,282
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(124)	9
Deferred gains or losses on hedges	(1)	6
Foreign currency translation adjustment	163	687
Remeasurements of defined benefit plans	(88)	26
Total accumulated other comprehensive income	(50)	729
Minority interests	49	49
Total net assets	14,792	16,061
Total liabilities and net assets	66,829	65,885

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

	(Millions of yen)	
	Previous fiscal year (April 1, 2013- March 31, 2014)	Current fiscal year (April 1, 2014- March 31, 2015)
Net sales	158,495	154,440
Cost of sales	144,248	140,191
Gross profit	14,246	14,248
Selling, general and administrative expenses		
Haulage and warehousing expenses	1,808	1,756
Sales related expenses	2,062	2,118
Provision of allowance for doubtful accounts	333	309
Directors' compensations, salaries and allowances	2,761	2,983
Employees' bonuses	331	321
Provision for bonuses	378	354
Retirement benefit expenses	142	147
Other salaries	1,018	960
Depreciation	160	210
Other	3,583	3,920
Total selling, general and administrative expenses	12,579	13,083
Operating income	1,666	1,164
Non-operating income		
Interest income	30	23
Dividends income	59	69
Land and house rent received	11	7
Share of profit of entities accounted for using equity method	0	9
Foreign exchange gains	—	68
Other	176	102
Total non-operating income	278	280
Non-operating expenses		
Interest expenses	332	338
Share of loss of entities accounted for using equity method	36	28
Foreign exchange losses	97	—
Provision of allowance for doubtful accounts	38	(1)
Other	70	67
Total non-operating expenses	574	433
Ordinary income	1,371	1,011

	(Millions of yen)	
	Previous fiscal year (April 1, 2013- March 31, 2014)	Current fiscal year (April 1, 2014- March 31, 2015)
Extraordinary income		
Gain on sales of non-current assets	—	4
Gain on sales of investment securities	8	93
Gain on contribution of securities to retirement benefit trust	—	419
Total extraordinary income	8	517
Extraordinary loss		
Loss on sales of non-current assets	8	2
Loss on retirement of non-current assets	50	33
Impairment loss	—	170
Loss on sales of investments in affiliates	—	52
Loss on valuation of investment securities and investments in capital	46	—
Loss on valuation of golf club membership	8	1
Extraordinary loss on business liquidation	—	99
Loss on logistics bases closure	—	100
Other	—	0
Total extraordinary loss	114	460
Income before income taxes and minority interests	1,265	1,069
Income taxes-current	330	338
Income taxes-deferred	(89)	166
Total income taxes	240	504
Income before minority interests	1,024	564
Minority interests in income	0	0
Net income	1,024	563

Consolidated Statements of Comprehensive Income

	(Millions of yen)	
	Previous fiscal year (April 1, 2013- March 31, 2014)	Current fiscal year (April 1, 2014- March 31, 2015)
Income before minority interests	1,024	564
Other comprehensive income		
Valuation difference on available-for-sale securities	221	133
Deferred gains or losses on hedges	101	7
Foreign currency translation adjustment	667	523
Remeasurements of defined benefit plans, net of tax	—	115
Total other comprehensive income	990	780
Comprehensive income	2,015	1,344
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	2,015	1,344
Comprehensive income attributable to minority interests	0	0

(3) Consolidated Statements of Change in Shareholders' Equity
Previous fiscal year (April 1, 2013 - March 31, 2014)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of period	7,186	908	5,873	(65)	13,903
Cumulative effects of changes in accounting policies					
Restated balance	7,186	908	5,873	(65)	13,903
Changes of items during the period					
Dividends of surplus			(128)		(128)
Net income			1,024		1,024
Purchase of treasury stock				(5)	(5)
Change of scope of consolidation		(13)	82		68
Change of scope of equity method			(69)		(69)
Net changes of items other than shareholders' equity					
Total changes of items during the period	—	(13)	909	(5)	890
Balance at the end of period	7,186	895	6,782	(70)	14,793

(Millions of yen)

	Accumulated other comprehensive income					Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of period	(345)	(102)	(504)	—	(952)	49	13,000
Cumulative effects of changes in accounting policies							—
Restated balance	(345)	(102)	(504)	—	(952)	49	13,000
Changes of items during the period							
Dividends of surplus							(128)
Net income							1,024
Purchase of treasury stock							(5)
Change of scope of consolidation							68
Change of scope of equity method							(69)
Net changes of items other than shareholders' equity	221	101	667	(88)	901	0	902
Total changes of items during the period	221	101	667	(88)	901	0	1,792
Balance at the end of period	(124)	(1)	163	(88)	(50)	49	14,792

Current fiscal year (April 1, 2014 - March 31, 2015)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of period	7,186	895	6,782	(70)	14,793
Cumulative effects of changes in accounting policies			180		180
Restated balance	7,186	895	6,963	(70)	14,974
Changes of items during the period					
Dividends of surplus			(128)		(128)
Net income			563		563
Purchase of treasury stock				(1)	(1)
Change of scope of consolidation			(126)		(126)
Change of scope of equity method					—
Net changes of items other than shareholders' equity					
Total changes of items during the period	—	—	309	(1)	307
Balance at the end of period	7,186	895	7,272	(71)	15,282

(Millions of yen)

	Accumulated other comprehensive income					Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at the beginning of period	(124)	(1)	163	(88)	(50)	49	14,792
Cumulative effects of changes in accounting policies							180
Restated balance	(124)	(1)	163	(88)	(50)	49	14,973
Changes of items during the period							
Dividends of surplus							(128)
Net income							563
Purchase of treasury stock							(1)
Change of scope of consolidation							(126)
Change of scope of equity method							—
Net changes of items other than shareholders' equity	133	7	523	115	780	0	780
Total changes of items during the period	133	7	523	115	780	0	1,088
Balance at the end of period	9	6	687	26	729	49	16,061

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Previous fiscal year (April 1, 2013- March 31, 2014)	Current fiscal year (April 1, 2014- March 31, 2015)
Cash flows from operating activities		
Income before income taxes and minority interests	1,265	1,069
Depreciation	285	298
Impairment loss	—	170
Increase (decrease) in allowance for doubtful accounts	291	297
Increase (decrease) in net defined benefit liability	(153)	(167)
Interest and dividends income	(90)	(92)
Interest expenses	332	338
Foreign exchange losses (gains)	(0)	(0)
Loss (gain) on sales of property, plant and equipment	8	(2)
Loss on retirement of property, plant and equipment	50	33
Loss (gain) on sales of investment securities	(8)	(93)
Loss on valuation of investment securities and investments in capital	46	—
Loss (gain) on sales of investments in affiliates	—	52
Loss on valuation of shares of subsidiaries and associates	—	0
Loss on valuation of golf club membership	8	1
Extraordinary loss on business liquidation	—	99
Loss (gain) on securities contribution to employees' retirement benefits trust	—	(419)
Loss on logistics bases closure	—	100
Decrease (increase) in notes and accounts receivable-trade	(1,926)	4,373
Decrease (increase) in inventories	(987)	356
Decrease (increase) in other assets	(170)	388
Increase (decrease) in notes and accounts payable-trade	3,419	(3,367)
Increase (decrease) in other liabilities	(169)	(809)
Other, net	90	83
Subtotal	2,292	2,712
Interest and dividends income received	91	91
Interest expenses paid	(334)	(339)
Income taxes paid	(555)	(285)
Cash flows from operating activities	1,494	2,178
Cash flows from investing activities		
Purchase of property, plant and equipment	(135)	(66)
Proceeds from sales of property, plant and equipment	3	437
Purchase of investment securities	(13)	(510)
Proceeds from sales of investment securities	82	170
Payments for investments in capital	(143)	(90)
Payments of loans receivable	(189)	(14)
Collection of loans receivable	87	27
Other, net	28	38
Cash flows from investing activities	(279)	(7)

	(Millions of yen)	
	Previous fiscal year (April 1, 2013- March 31, 2014)	Current fiscal year (April 1, 2014- March 31, 2015)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(327)	(714)
Proceeds from long-term loans payable	774	630
Repayment of long-term loans payable	(1,640)	(1,667)
Repayments of lease obligations	(136)	(267)
Cash dividends paid	(126)	(130)
Cash dividends paid to minority shareholders	(0)	(0)
Other, net	(5)	(1)
Cash flows from financing activities	(1,462)	(2,151)
Effect of exchange rate change on cash and cash equivalents	265	166
Net increase (decrease) in cash and cash equivalents	16	186
Cash and cash equivalents at the beginning of period	7,970	8,130
Increase in cash and cash equivalents from newly consolidated subsidiary	143	105
Cash and cash equivalents at the end of period	8,130	8,423