

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2015 (Based on Japanese GAAP)

August 6, 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: General Manager, General Affairs Dept. Hisako Konishi TEL 044-276-3901
 Scheduled date to file Quarterly Securities Report: August 6, 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 three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2015	52,500	13.2	2,431	6.5	2,395	12.6	1,340	(0.2)
Three months ended June 30, 2014	46,365	6.9	2,283	6.3	2,126	(14.7)	1,343	(23.2)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2015	12.34	–
Three months ended June 30, 2014	12.37	–

(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, 2015	167,928	75,175	41.8	645.99
As of March 31, 2015	166,941	74,536	41.7	640.98

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, 2015	–	5.00	–	6.00	11.00
Year ending March 31, 2016	–				
Year ending March 31, 2016 (Forecast)		5.00	–	6.00	11.00

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2015	97,600	6.8	3,700	(13.4)	3,500	(14.4)	2,200	(13.1)	20.25
Full year	199,600	1.0	9,400	(4.3)	9,000	(16.6)	5,700	(10.3)	52.47

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2015
(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, 2015	114,007,210 shares	As of March 31, 2015	114,007,210 shares
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Number of treasury shares at the end of the period

As of June 30, 2015	5,379,261 shares	As of March 31, 2015	5,378,905 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, 2015	108,628,105 shares	Three months ended June 30, 2014	108,637,037 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	16,071	16,271
Notes and accounts receivable - trade	33,358	36,551
Merchandise and finished goods	1,317	1,140
Work in process	13,364	11,793
Raw materials and supplies	1,310	1,298
Income taxes receivable	257	38
Other	4,349	4,702
Allowance for doubtful accounts	(25)	(25)
Total current assets	70,003	71,771
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	14,287	14,130
Machinery, equipment and vehicles, net	23,820	24,501
Land	32,050	32,050
Other, net	14,180	12,936
Total property, plant and equipment	84,338	83,618
Intangible assets		
Other	1,236	1,165
Total intangible assets	1,236	1,165
Investments and other assets		
Net defined benefit asset	1,269	1,342
Investments and other assets	10,168	10,103
Allowance for doubtful accounts	(74)	(74)
Total investments and other assets	11,363	11,372
Total non-current assets	96,938	96,156
Total assets	166,941	167,928
Liabilities		
Current liabilities		
Notes and accounts payable - trade	22,845	25,368
Electronically recorded obligations - operating	5,652	5,406
Short-term loans payable	17,769	21,884
Income taxes payable	2,717	1,090
Provision for bonuses	3,025	1,125
Provision	129	32
Other	9,167	10,393
Total current liabilities	61,308	65,300
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	10,000	10,000
Long-term loans payable	8,738	5,169
Deferred tax liabilities for land revaluation	8,013	8,013
Provision	59	59
Net defined benefit liability	529	549
Asset retirement obligations	407	407
Other	3,346	3,253
Total non-current liabilities	31,096	27,452
Total liabilities	92,404	92,753

	(Millions of yen)	
	As of March 31, 2015	As of June 30, 2015
Net assets		
Shareholders' equity		
Capital stock	8,070	8,070
Capital surplus	2,075	2,075
Retained earnings	38,014	38,703
Treasury shares	(1,196)	(1,196)
Total shareholders' equity	46,963	47,652
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,945	2,890
Revaluation reserve for land	16,843	16,843
Foreign currency translation adjustment	2,999	2,868
Remeasurements of defined benefit plans	(122)	(81)
Total accumulated other comprehensive income	22,665	22,520
Non-controlling interests	4,907	5,002
Total net assets	74,536	75,175
Total liabilities and net assets	166,941	167,928

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, 2014	Three months ended June 30, 2015
Net sales	46,365	52,500
Cost of sales	41,146	46,637
Gross profit	5,219	5,862
Selling, general and administrative expenses	2,936	3,430
Operating income	2,283	2,431
Non-operating income		
Interest income	9	14
Dividend income	51	75
Other	40	65
Total non-operating income	100	154
Non-operating expenses		
Interest expenses	112	171
Foreign exchange losses	138	12
Other	6	6
Total non-operating expenses	257	191
Ordinary income	2,126	2,395
Extraordinary income		
Gain on sales of non-current assets	–	1
Other	0	–
Total extraordinary income	0	1
Extraordinary losses		
Loss on retirement of non-current assets	0	2
Objection costs	–	105
Total extraordinary losses	0	108
Income before income taxes and minority interests	2,125	2,288
Income taxes - current	1,323	960
Income taxes - deferred	(450)	(98)
Total income taxes	872	862
Profit	1,252	1,426
Profit (loss) attributable to non-controlling interests	(91)	85
Profit attributable to owners of parent	1,343	1,340

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	1,252	1,426
Other comprehensive income		
Valuation difference on available-for-sale securities	446	(54)
Foreign currency translation adjustment	(555)	(122)
Remeasurements of defined benefit plans, net of tax	62	41
Total other comprehensive income	(45)	(135)
Comprehensive income	1,206	1,291
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,381	1,196
Comprehensive income attributable to non-controlling interests	(174)	94