

Quarterly Report

2nd Quarter : 3 months ended September 30, 2015
Interim(1st Half) : 6 months ended September 30, 2015

Consolidated (HOYA CORPORATION and Consolidated Subsidiaries)

Part .1

2nd Quarter : from July 1 to September 30, 2015 <IFRS>

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Part .2

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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, 2014 and 2015 (All operations *Notes)

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

	Three months ended		Variance (%)
	Sep. 30,2014	Sep. 30,2015	
(1)Revenue and Profit before tax			
Revenue	121,242	130,165	7.4
Profit before tax	34,256	33,858	-1.2
Ratio of profit before tax(%)	28.3%	26.0%	
Profit for the quarter	27,323	27,140	-0.7
Ratio of profit for the quarter(%)	22.5%	20.9%	
Profit attributable to owners of the Company	27,150	27,037	-0.4
Ratio of profit attributable to owners of the Company(%)	22.4%	20.8%	
Basic earnings per share (yen)	64.12	65.15	
Diluted earnings per share (yen)	63.96	64.96	
(2)Financial Position	As of		
	Jun. 30,2015	Sep. 30,2015	
Total assets	711,034	717,909	
Total equity	572,549	575,647	
Equity attributable to owners of the Company	565,839	569,082	
Ratio of assets attributable to owners of the Company	79.6%	79.3%	
Assets attributable to owners of the Company per share (yen)	1,360.54	1,371.31	
(3) Conditions of Cash Flows	Three months ended		
	Sep. 30,2014	Sep. 30,2015	
Net cash generated from operating activities	31,362	34,436	
Net cash used in investing activities	-3,787	-1,588	
Free cash flow	27,575	32,848	
Net cash provided by (used in) financing activities	-30,488	-4,952	
Cash and cash equivalents at end of period	298,925	347,151	

2.Dividends per Share

	Year ended	
	Mar.31,2015	Mar.31,2016
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

During the second quarter of the consolidated fiscal year under review (the three months from July 1, 2015 through September 30, 2015), in Japan, corporate performance recovered and private capital investment improved along with the government's economic policies and additional monetary easing measures as well as the positive impact of depreciation in the yen against major currencies.

Global economic conditions remained unstable. The employment situation in the United States continued to improve along with expansion in the U.S. economy. However, performance in the economies of the European region was mixed, as causes for concern persisted, including the issues related to Greece. In the emerging countries, including China, economies were on a decelerating trend.

Amid these conditions, in the Information Technology segment of the HOYA Group, demand for semiconductor and liquid crystal panel-related products especially for telecommunications devices including smartphones and memories was favorable, and drove sales expansion in this segment. On the other hand, in the PC market, demand in the previous year, which was due to the replacement of Windows XP units, ran its course. In addition, in part because of encroachments into the market by smartphones, tablet PCs, and other devices, sales in volume terms of glass disks (substrates) for hard disk drives (HDDs), principally for use in notebook PCs, were below their levels of the same quarter of the previous year. Among imaging related products, in view of the shrinkage of the market for digital cameras, we are working to develop applications other than digital cameras, and sales overall held firm.

In the Life Care segment, sales in the eyeglass lens business expanded, mainly due to expansion in overseas markets. The contact lens retail business reported a major increase in the fiscal year under review compared with the second quarter of the previous year (the three months from July 1, 2014 through September 30, 2014), when sales were significantly affected by a reactionary decline in demand following the increase in Japan's consumption tax. In the medical related products businesses, sales of medical endoscopes weakened, but, in part because of the ongoing recovery sales in the intraocular lenses for cataract surgery business, overall sales in the medical related products business were generally strong. In addition, along with the positive impact of the depreciation of the yen, segment sales rose year on year.

As a result, the Group sales for the second quarter under review were 130,165 million yen, increasing by 7.4% from the same period the previous year.

Pre-tax profit for the quarter was 33,858 million yen, while profit for the quarter was 27,140 million yen, which represented decrease of 1.2% and 0.7%, respectively from last year when foreign exchange gain was reported due to the decline in the value of yen against U.S. dollar progressed in September last year.

The profit before tax ratio stood at 26.0%, declined by 2.3% from 28.3% 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, both advanced products and middle- and low-end products mainly for smartphones performed robustly both in volume and unit price terms. Also, in part because of the decline in the value of the yen, sales in this business increased year on year.

In the liquid crystal-related products business, demand for small and medium-sized high-precision, high-resolution masks for smartphones, and other devices remained strong, while demand for large masks for 4K and large-screen televisions was also robust. However, sales in this business decreased year on year due to yield and other issues in production processes.

In the glass disks (substrates) for HDDs business, there has been production adjustments in the HDD industry continuing from the previous quarter, sales in volume terms in this business decreased year on year; however, sales in yen terms rose year on year because of the decline in the value of the yen.

<Imaging related products>

The digital camera market, including compact digital cameras and cameras with interchangeable lenses, is continuing to shrink because of stagnation in sales accompanying the encroachment of smartphones into the market and slower growth in China due deceleration in economic growth. Amid these conditions, as a consequence of our efforts to expand sales of products for interchangeable lenses for the post-sales market and products for new applications, including surveillance cameras and action cameras, sales of imaging related products rose year on year.

As a result sales for the Information Technology segment were 47,616 million yen, increased by 5.7 % from the same period the previous year. Segment-based profits (profit before tax for the quarter) stood at 19,819 million yen along with profits from sold fixed assets, an increase of 33.7% compared with the same period the previous year.

Life Care

<Health care related products>

In the eyeglass lenses business, sales have been weakening accompanying the shrinkage in the Japanese market due to such factors as the decline in the population and fierce competition. However, in overseas markets, policies of developing new customers and entering new markets have been successful, and sales volume has increased. In addition, sales of Seiko Optical Products, which became a consolidated subsidiary at the end of March 2014, are increasing steadily, and, because of the positive impact of the decline in the value of the yen, sales in this business showed a major increase over the same period last year.

In the contact lenses business, sales of specialty retailer Eyecity rose as a result of the opening of additional shops and strengthening of promotion activities at existing stores. Although sales were adversely impacted by the decline in demand accompanying the increase in Japan's consumption tax in the same period of the previous year, sales have recovered steadily since then, and, for the quarter under review, were up by a substantial margin year on year.

<Medical related products>

In the medical endoscopes business, a decline in demand caused by the spread of fiscal stringency policies in Europe as a whole and the effects of unstable political situation in the Middle East and Russia still remains. Sales in certain of major countries in expanded and sales in Europe as a whole increased year on year. In the North American market, shipments declined year on year because of cutbacks in medical expenditures, intensified competition, and delays of new product launches. On the other hand, sales in Asia and Oceania, mainly in China, expanded, and, as a result, sales for this business rose compared with the same quarter of the previous year. In Japan, sales decreased year on year. Overall, along with the positive effect of the depreciation in the yen, sales were above year on year.

In the intraocular lenses for cataract surgery (IOL) business, HOYA conducted a recall on its own initiative in Japan in 2013, and then resumed regular marketing of these lenses in August 2014. As a consequence, sales are recovering gradually, and, during the quarter under review, sales were substantially above the same quarter a year ago.

As a result, sales for the Life Care segment were 81,570 million yen, increased by 8.1% from the same period the previous year. Segment-based profits (profit before tax for the quarter) stood at 14,739 million yen, an increase of 11.8 % compared with 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 978 million yen increased by 39.6% from the same period the previous year. Segment-based profits (profit before tax for the quarter) stood at 226 million yen, an increase of 17.6% 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, 2015		As of Sep. 30, 2015		Variance		As of Sep. 30, 2014	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
ASSETS								
NON-CURRENT ASSETS								
Property, plant and equipment-net	126,013		117,302		-8,711		126,870	
Goodwill	10,348		8,885		-1,462		10,950	
Intangible assets	19,140		16,802		-2,338		21,650	
Investments in associates	204		187		-17		185	
Long-term financial assets	7,325		7,461		136		16,935	
Other non-current assets	3,039		4,242		1,203		2,782	
Deferred tax assets	10,556		11,576		1,020		12,684	
Total non-current assets	176,624	24.8	166,454	23.2	-10,170	-5.8	192,056	28.2
CURRENT ASSETS								
Inventories	71,999		68,995		-3,004		66,922	
Trade and other receivables	98,482		98,391		-92		97,928	
Other short-term financial assets	18,659		18,466		-192		9,624	
Income tax receivables	351		365		15		536	
Other current assets	17,447		16,638		-809		14,688	
Cash and cash equivalents	326,902		347,151		20,249		298,925	
Sub total	533,840		550,006		16,167		488,624	
Assets held for sale	570		1,448		878		—	
Total current assets	534,410	75.2	551,455	76.8	17,045	3.2	488,624	71.8
Total assets	711,034	100.0	717,909	100.0	6,875	1.0	680,680	100.0

(Millions of Yen)

	As of Jun. 30, 2015		As of Sep. 30, 2015		Variance		As of Sep. 30, 2014	
	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	-44,312		-5,938		38,374		-7,808	
Other capital reserves	-3,833		-4,114		-280		-3,234	
Retained earnings	551,430		535,638		-15,792		512,174	
Accumulated other comprehensive income/(loss)	40,392		21,332		-19,060		18,212	
Equity attributable to owners of the Company	565,839		569,082		3,242		541,508	
Non-controlling interests	6,710		6,566		-144		6,474	
Total equity	572,549	80.5	575,647	80.2	3,098	0.5	547,982	80.5
LIABILITIES								
NON-CURRENT LIABILITIES								
Interest-bearing long-term debt	35,493		35,513		20		35,696	
Other long-term financial liabilities	3,501		3,499		-2		235	
Retirement benefits liabilities	2,151		1,942		-208		1,684	
Provisions	2,393		2,384		-9		2,122	
Other non-current liabilities	1,017		899		-118		2,092	
Deferred tax liabilities	2,682		2,186		-496		3,045	
Total non-current liabilities	47,236	6.6	46,423	6.5	-813	-1.7	44,874	6.6
CURRENT LIABILITIES								
Interest-bearing short-term debt	2,049		2,088		39		2,106	
Trade and other payables	42,063		40,925		-1,138		39,546	
Other short-term financial liabilities	812		821		9		1,337	
Income tax payables	8,734		13,089		4,355		8,204	
Provisions	1,194		1,141		-53		999	
Other current liabilities	36,396		37,773		1,377		35,632	
Total current liabilities	91,249	12.8	95,838	13.3	4,590	5.0	87,824	12.9
Total liabilities	138,485	19.5	142,261	19.8	3,777	2.7	132,698	19.5
Total equity and liabilities	711,034	100.0	717,909	100.0	6,875	1.0	680,680	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.30,2015
	Sep. 30,2014	Sep. 30,2015		
Cash flows from operating activities				
Profit before tax	34,256	33,858	-398	30,901
Depreciation and amortization	8,719	8,658	-61	8,865
Impairment losses	—	148	148	485
Finance income	-352	-408	-56	-424
Finance costs	363	261	-102	206
Share of (profits)/loss of associates	6	-0	-6	1
(Gain)/loss on sales of property, plant and equipment	-43	-85	-41	-32
Loss on disposal of property, plant and equipment	58	66	8	65
Foreign exchange (gain)/loss	-7,022	1,516	8,538	-1,243
Others	1,796	-2,753	-4,549	55
Net cash generated from operating activities (Before adjustment of movements in working capital)	37,782	41,260	3,479	38,879
Movements in working capital				
Decrease/(increase) in inventories	-323	-140	183	-2,474
Decrease/(increase) in trade and other receivables	-3,284	-2,277	1,007	2,678
Increase/(decrease) in trade and other payables	24	-548	-572	-328
Increase/(decrease) in retirement benefits liabilities and provisions	59	-110	-169	229
Sub total	34,258	38,186	3,928	38,984
Interests received	329	383	55	449
Dividends received	1	1	-0	7
Interests paid	-618	-385	233	-29
Income taxes paid	-2,720	-3,865	-1,145	-7,071
Income taxes refunded	112	116	3	29
Net cash generated from operating activities	31,362	34,436	3,074	32,368
Cash flows from investing activities				
Withdrawals of time deposit	4,179	4,459	280	2,139
Payments for time deposit	-4,932	-5,143	-210	-553
Proceeds from sales of property, plant and equipment	343	102	-241	58
Payments for acquisition of property, plant and equipment	-3,094	-3,744	-650	-4,334
Proceeds from sales of investment	—	16	16	101
Payments for acquisition of investment	—	-374	-374	-17
Payments to non-controlling interests upon merger	-1	—	1	-1
Proceeds from sales of subsidiary	—	—	—	0
Other proceeds	52	3,567	3,516	63
Other payments	-334	-472	-138	-568
Net cash used in investing activities	-3,787	-1,588	2,199	-3,112
Cash flows from financing activities				
Dividends paid to owners of the Company	35	25	-10	-19,082
Dividends paid to non-controlling interests	-9	-98	-89	—
Increase (decrease) in short-term debt	-214	50	264	0
Repayments of long-term borrowings	-325	-61	264	-69
Payments for redemption of bonds	-25,033	—	25,033	-11
Proceeds from disposal of treasury shares	0	—	-0	—
Payments for purchase of treasury shares	-5,290	-5,767	-476	-39,281
Proceeds from exercise of stock options	348	899	551	683
Net cash used in financing activities	-30,488	-4,952	25,536	-57,760
Net increase/(decrease) in cash and cash equivalents	-2,913	27,896	30,809	-28,504
Cash and cash equivalents at the beginning of the term	289,393	326,902	37,509	348,819
Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies	12,445	-7,647	-20,091	6,586
Cash and cash equivalents at the end of the term	298,925	347,151	48,226	326,902

(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, 2014		Sep. 30, 2015				Jun. 30, 2015	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
All operations								
Revenue:								
Sales	121,242	100.0	130,165	100.0	8,923	7.4	126,238	100.0
Finance income	352	0.3	408	0.3	56	16.0	424	0.3
Share of profit of associates	—	—	0	0.0	0	—	—	—
Other income	633	0.5	4,387	3.4	3,753	592.6	459	0.4
Total Revenue	122,227	100.8	134,960	103.7	12,732	10.4	127,121	100.7
Expenses:								
Changes in inventories of goods, products and work in progress	157	0.1	-1,166	-0.9	-1,324	—	-2,517	-2.0
Raw materials and consumables used	22,235	18.3	24,355	18.7	2,119	9.5	24,416	19.3
Employee benefits expense	28,357	23.4	29,837	22.9	1,480	5.2	29,251	23.2
Depreciation and amortization	8,719	7.2	8,658	6.7	-61	-0.7	8,865	7.0
Subcontracting cost	1,485	1.2	1,696	1.3	212	14.3	1,800	1.4
Advertising and promotion expense	3,361	2.8	3,559	2.7	199	5.9	3,318	2.6
Commission expense	5,554	4.6	7,256	5.6	1,702	30.6	6,666	5.3
Impairment losses	—	—	148	0.1	148	—	485	0.4
Finance costs	363	0.3	261	0.2	-102	-28.1	206	0.2
Share of loss of associates	6	0.0	—	—	-6	—	1	0.0
Foreign exchange (gain)/loss	-6,823	-5.6	1,121	0.9	7,944	—	-2,043	-1.6
Other expenses	24,559	20.3	25,379	19.5	820	3.3	25,771	20.4
Total expense	87,971	72.6	101,102	77.7	13,131	14.9	96,220	76.2
Profit before tax	34,256	28.3	33,858	26.0	-398	-1.2	30,901	24.5
Income tax expense	6,933	5.7	6,718	5.2	-215	-3.1	7,251	5.7
Profit for the quarter from all operations	27,323	22.5	27,140	20.9	-184	-0.7	23,650	18.7
Other comprehensive income:								
Items that will not be reclassified subsequently to profit or loss								
Remeasurements of the net defined benefit liability(asset)	—	—	15	—	15	—	—	—
Total Items that will not be reclassified subsequently to profit or loss	—	—	15	—	15	—	—	—
Items that may be reclassified subsequently to profit or loss								
Net gain on revaluation of available-for-sale financial assets	-136	—	0	—	136	—	-5	—
Exchange differences on translation of foreign operations	14,827	—	-19,191	—	-34,018	—	10,440	—
Share of other comprehensive income of associates	9	—	-17	—	-27	—	3	—
Income tax relating to components of other comprehensive income	156	—	0	—	-156	-99.9	-80	—
Total Items that may be reclassified subsequently to profit or loss	14,856	—	-19,208	—	-34,064	—	10,358	—
Total other comprehensive income/(loss)	14,856	—	-19,193	—	-34,049	—	10,358	—
Total comprehensive income for the quarter	42,179	—	7,947	—	-34,233	-81.2	34,008	—
Profit attributable to :								
Owners of the Company	27,150	22.4	27,037	20.8	-114	-0.4	23,344	18.5
Non-controlling interests	173	0.1	103	0.1	-70	-40.4	306	0.2
Total	27,323	22.5	27,140	20.9	-184	-0.7	23,650	18.7
Total comprehensive income/(loss) attributable to :								
Owners of the Company	41,874	—	7,992	—	-33,881	-80.9	33,379	—
Non-controlling interests	306	—	-46	—	-351	—	629	—
Total	42,179	—	7,947	—	-34,233	-81.2	34,008	—
Basic earnings/(loss) per share (yen)								
Continuing operations	64.12	—	65.15	—	1.03	—	55.33	—
Discontinued operations	—	—	—	—	—	—	—	—
Basic earnings per share (yen)	64.12	—	65.15	—	1.03	—	55.33	—
Diluted earnings/(loss) per share (yen)								
Continuing operations	63.96	—	64.96	—	1.00	—	55.17	—
Discontinued operations	—	—	—	—	—	—	—	—
Diluted earnings per share (yen)	63.96	—	64.96	—	1.00	—	55.17	—

Notes:

- Effect of Exchange Rate Change on Net Sales and Incomes ("2015 A" is the actual value of this period. "2015 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)

	2015 B	2015 A	Influences	Real change	(%)
Sales	124,810	130,165	5,355	3,568	2.9%
Profit before tax	31,779	33,858	2,079	-2,477	-7.2%
Profit for the quarter	25,316	27,140	1,823	-2,007	-7.3%

		For the three months ended			
		Sep. 30, 2014	Sep. 30, 2015	Variance(%)	Jun. 30, 2015
2. Average rates of major foreign currencies					
US\$	Yen	105.35	121.73	-15.5%	121.73
Euro	Yen	137.81	135.59	1.6%	135.04
Thai Baht	Yen	3.28	3.40	-3.7%	3.64

(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, Laser equipment, etc.
Life Care	Health care related products	Eyeglass lenses, Contact lenses, etc.
	Medical related products	Endoscopes, Medical accessories, Intraocular lenses, Artificial bone, Metallic implants for orthopedics, etc.
Other		Design of information systems, etc.

1. Segment revenues and results

(Millions of Yen)

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%

For the three months ended September 30, 2015	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	47,616	81,570	978	130,165	1	130,165
Inter-segment	210	—	425	635	-635	—
Total	47,826	81,570	1,404	130,800	-635	130,165
Segment profit before tax	19,819	14,739	226	34,784	-926	33,858
Segment profit before tax ratio	41.4%	18.1%	16.1%	26.6%	—	26.0%
Ref: Profit from ordinary operating activities	16,973	15,355	218	32,545	-1,057	31,488
% of revenue	35.5%	18.8%	15.5%	24.9%	—	24.2%

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	2,574	6,077	277	8,929	-6	8,923
Variance	5.7%	8.1%	39.6%	7.4%	—	7.4%
Inter-segment	167	—	10	177	-177	—
Total	2,741	6,077	287	9,106	-184	8,923
Segment profit before tax	5,001	1,552	34	6,586	-6,985	-398
Variance	33.7%	11.8%	17.6%	23.4%	—	-1.2%
Profit from ordinary operating activities	2,427	563	29	3,018	41	3,059
Variance	16.7%	3.8%	15.1%	10.2%	-3.7%	10.8%

Note: Effect of Exchange Rate Change on Net Sales and Incomes ("2015 A" is the actual value of this period. "2015 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)

	2015B	2015A	Influences	Real change	(%)
Information Technology					
Revenue from external customers	43,801	47,616	3,815	-1,241	-2.8%
Segment profit before tax	18,612	19,819	1,207	3,794	25.6%
Life Care					
Revenue from external customers	80,041	81,570	1,529	4,549	6.0%
Segment profit before tax	13,923	14,739	816	735	5.6%

Ref : Results of the previous quarter are as follows:

For the three months ended Jun.30, 2015	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	45,512	79,830	894	126,236	2	126,238
Inter-segment	214	—	408	621	-621	—
Total	45,726	79,830	1,302	126,857	-619	126,238
Segment profit before tax	16,237	14,502	126	30,865	36	30,901
Segment profit before tax ratio	35.5%	18.2%	9.7%	24.3%	—	24.5%
Ref: Profit from ordinary operating activities	16,043	14,397	122	30,562	-1,282	29,280
% of revenue	35.1%	18.0%	9.4%	24.1%	—	23.2%

Note: Profit from ordinary operating activities is operating profit before finance income/costs, share of profits(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. 30,2014		Sep. 30,2015				Jun.30,2015	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)

Revenue from all operations

Information Technology	45,042	37.2	47,616	36.6	2,574	5.7	45,512	36.1
Electronics related products	33,442	[74.2]	34,549	[72.6]	1,107	3.3	33,526	[73.7]
Imaging related products	11,600	[25.8]	13,068	[27.4]	1,467	12.6	11,986	[26.3]
Life Care	75,493	62.3	81,570	62.7	6,077	8.1	79,830	63.2
Health care related products	56,910	[75.4]	61,487	[75.4]	4,577	8.0	59,879	[75.0]
Medical related products	18,583	[24.6]	20,083	[24.6]	1,500	8.1	19,951	[25.0]
Other	701	0.6	978	0.8	277	39.6	894	0.7
Corporate (including R&D)	7	0.0	1	0.0	-6	-90.0	2	0.0
Total revenue from all operations	121,242	100.0	130,165	100.0	8,923	7.4	126,238	100.0

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

Notes 2. Effect of Exchange Rate Change on Net Sales and Incomes ("2015 A" is the actual value of this period. "2015 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)

	2015B	2015A	Influences	Real change	(%)
Information Technology	43,801	47,616	3,815	-1,241	-2.8%
Electronics related products	31,568	34,549	2,981	-1,874	-5.6%
Imaging related products	12,234	13,068	834	633	5.5%
Life Care	80,041	81,570	1,529	4,549	6.0%
Health care related products	60,872	61,487	615	3,962	7.0%
Medical related products	19,169	20,083	914	586	3.2%

3. Information about geographical areas

Revenue from external customers

(Millions of Yen)

	For the three months ended				Variance		For the three months ended Jun.30,2015	
	Sep. 30,2014		Sep. 30,2015					
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)

Revenue from all operations

Total revenue from all operations	121,242	100.0	130,165	100.0	8,923	7.4	126,238	100.0
Japan	37,758	31.1	39,655	30.5	1,897	5.0	37,875	30.0
Americas	16,842	13.9	19,006	14.6	2,164	12.8	18,469	14.6
Europe	25,213	20.8	25,261	19.4	48	0.2	26,587	21.1
Asia/Oceania	40,188	33.1	44,579	34.2	4,391	10.9	41,935	33.2
Others	1,241	1.0	1,664	1.3	423	34.1	1,371	1.1

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

<Reference>

Supplementary data for 2nd Quarter: from July 1 to September 30, 2015

The breakdown of changes in revenue and profit before tax

(Millions of Yen)

	FY14-2Q	FY15-2Q	Variance	Foreign exchange	Adjustment	Others
Revenue	121,242	130,165	8,923	5,355		3,568
Information Technology	45,042	47,616	2,574	3,815		-1,241
Electronics related products	33,442	34,549	1,107	2,981		-1,874
Imaging related products	11,600	13,068	1,467	834		633
Life Care	75,493	81,570	6,077	1,529		4,549
Health care related products	56,910	61,487	4,577	615		3,962
Medical related products	18,583	20,083	1,500	914		586
Profit before tax	34,256	33,858	-398	2,079	① -3,458	981
Information Technology	14,819	19,819	5,001	1,207	② 2,574	1,220
Life Care	13,188	14,739	1,552	816	③ 989	-254
Other, adjustment (Corporate)	6,250	-701	-6,951	56	④ -7,020	14

<All operations ~ Adjustments to "Profit from ordinary operating activities">

	All operations		
	FY14-2Q	FY15-2Q	Variance
Profit before tax	34,256	33,858	-398
Adjustments	5,827	2,369	① -3,458
Finance income	352	408	56
Finance costs	-363	-261	102
Share of loss of associates	-6	0	6
Foreign exchange (gain)/loss	6,823	-1,121	-7,944
Impairment losses		-148	-148
Others	-979	3,491	4,470
Profit from ordinary operating activities	28,429	31,488	3,059

Gain on sales of assets (⑤Information Technology 3,155, ⑥Corporate 242)

<Segment ~ Adjustments to "Profit from ordinary operating activities">

	Information Technology			Life Care			Other, adjustment (Corporate)		
	FY14-2Q	FY15-2Q	Variance	FY14-2Q	FY15-2Q	Variance	FY14-2Q	FY15-2Q	Variance
Profit before tax	14,819	19,819	5,001	13,188	14,739	1,552	6,250	-701	-6,951
Adjustments	273	2,847	② 2,574	-1,605	-616	③ 989	7,159	139	④ -7,020
Finance income	95	93	-1	81	69	-11	176	245	69
Finance costs	-77	-82	-5	-130	-116	14	-156	-63	93
Share of loss of associates	-1	-0	1	-5	0	5	0	-	-0
Foreign exchange (gain)/loss	510	-118	-628	-720	-241	479	7,033	-762	-7,796
Impairment losses					-148	-148			
Others	-254	2,953	⑤ 3,207	-830	-180	650	105	718	⑥ 613
Profit from ordinary operating activities	14,546	16,973	2,427	14,792	15,355	563	-909	-839	70

1. Interim Consolidated Financial Highlights

HOYA CORPORATION and Consolidated Subsidiaries

1. Performance for the six months ended September 30, 2014 and 2015 (All operations *Notes)

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

	Six months ended		Variance
	Sep. 30,2014	Sep. 30,2015	(%)
(1)Revenue and Profit before tax			
Revenue	234,314	256,403	9.4
Profit before tax	56,700	64,759	14.2
Ratio of profit before tax(%)	24.2%	25.3%	
Profit for the term	45,285	50,790	12.2
Ratio of profit for the term(%)	19.3%	19.8%	
Profit attributable to owners of the Company	44,948	50,381	12.1
Ratio of profit attributable to owners of the Company(%)	19.2%	19.6%	
Basic earnings per share (yen)	105.30	120.40	
Diluted earnings per share (yen)	105.04	120.05	
(2)Financial Position	As of		
	Mar.31,2015	Sep. 30,2015	
Total assets	733,732	717,909	
Total equity	596,095	575,647	
Equity attributable to owners of the Company	590,014	569,082	
Ratio of assets attributable to owners of the Company	80.4%	79.3%	
Assets attributable to owners of the Company per share (yen)	1,391.77	1,371.31	
(3) Conditions of Cash Flows	Six months ended		
	Sep. 30,2014	Sep. 30,2015	
Net cash generated from operating activities	49,160	66,804	
Net cash used in investing activities	-15,242	-4,700	
Net cash provided by (used in) financing activities	-74,219	-62,712	
Cash and cash equivalents at end of period	298,925	347,151	

2.Dividends per Share

	Year ended	
	Mar.31,2015	Mar.31,2016
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, 2015		As of Sep. 30, 2015		Variance		As of Sep. 30, 2014	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
ASSETS								
NON-CURRENT ASSETS								
Property, plant and equipment-net	128,191		117,302		-10,890		126,870	
Goodwill	9,970		8,885		-1,085		10,950	
Intangible assets	19,661		16,802		-2,859		21,650	
Investments in associates	186		187		1		185	
Long-term financial assets	7,037		7,461		424		16,935	
Other non-current assets	3,020		4,242		1,222		2,782	
Deferred tax assets	12,102		11,576		-526		12,684	
Total non-current assets	180,166	24.6	166,454	23.2	-13,712	-7.6	192,056	28.2
CURRENT ASSETS								
Inventories	68,925		68,995		70		66,922	
Trade and other receivables	99,198		98,391		-807		97,928	
Other short-term financial assets	20,071		18,466		-1,604		9,624	
Income tax receivables	312		365		53		536	
Other current assets	16,241		16,638		397		14,688	
Cash and cash equivalents	348,819		347,151		-1,669		298,925	
Sub total	553,566		550,006		-3,559		488,624	
Assets held for sale	—		1,448		1,448		—	
Total current assets	553,566	75.4	551,455	76.8	-2,111	-0.4	488,624	71.8
Total assets	733,732	100.0	717,909	100.0	-15,823	-2.2	680,680	100.0

(Millions of Yen)

	As of Mar. 31, 2015		As of Sep. 30, 2015		Variance		As of Sep. 30, 2014	
	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	-5,932		-5,938		-6		-7,808	
Other capital reserves	-3,736		-4,114		-377		-3,234	
Retained earnings	547,162		535,638		-11,524		512,174	
Accumulated other comprehensive income/(loss)	30,357		21,332		-9,025		18,212	
Equity attributable to owners of the Company	590,014		569,082		-20,932		541,508	
Non-controlling interests	6,081		6,566		485		6,474	
Total equity	596,095	81.2	575,647	80.2	-20,447	-3.4	547,982	80.5
LIABILITIES								
NON-CURRENT LIABILITIES								
Interest-bearing long-term debt	35,528		35,513		-15		35,696	
Other long-term financial liabilities	667		3,499		2,831		235	
Retirement benefits liabilities	2,098		1,942		-155		1,684	
Provisions	2,262		2,384		122		2,122	
Other non-current liabilities	1,010		899		-112		2,092	
Deferred tax liabilities	2,205		2,186		-19		3,045	
Total non-current liabilities	43,770	6.0	46,423	6.5	2,653	6.1	44,874	6.6
CURRENT LIABILITIES								
Interest-bearing short-term debt	2,033		2,088		55		2,106	
Trade and other payables	41,247		40,925		-321		39,546	
Other short-term financial liabilities	2,896		821		-2,075		1,337	
Income tax payables	10,913		13,089		2,177		8,204	
Provisions	1,063		1,141		78		999	
Other current liabilities	35,716		37,773		2,057		35,632	
Total current liabilities	93,867	12.8	95,838	13.3	1,971	2.1	87,824	12.9
Total liabilities	137,637	18.8	142,261	19.8	4,624	3.4	132,698	19.5
Total equity and liabilities	733,732	100.0	717,909	100.0	-15,823	-2.2	680,680	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 Mar. 31, 2015
	Sep. 30, 2014	Sep. 30, 2015		
Cash flows from operating activities				
Profit before tax	56,700	64,759	8,059	118,249
Depreciation and amortization	17,023	17,523	500	34,852
Impairment losses	—	633	633	286
Finance income	-712	-832	-120	-2,296
Finance costs	676	467	-209	1,209
Share of (profits)/loss of associates	17	1	-16	10
(Gain)/loss on sales of property, plant and equipment	-188	-117	71	-612
Loss on disposal of property, plant and equipment	62	131	69	282
Foreign exchange (gain)/loss	-6,451	272	6,723	-12,559
Others	1,048	-2,698	-3,746	4,776
Net cash generated from operating activities (Before adjustment of movements in working capital)	68,175	80,139	11,965	144,196
Movements in working capital				
Decrease/(increase) in inventories	-1,879	-2,613	-734	-701
Decrease/(increase) in trade and other receivables	-564	401	965	-736
Increase/(decrease) in trade and other payables	-1,387	-876	511	-314
Increase/(decrease) in retirement benefits liabilities and provisions	-156	119	275	-349
Sub total	64,187	77,170	12,982	142,095
Interests received	669	832	163	1,399
Dividends received	38	8	-30	53
Interests paid	-648	-414	234	-1,001
Income taxes paid	-15,198	-10,936	4,262	-27,354
Income taxes refunded	112	145	33	187
Net cash generated from operating activities	49,160	66,804	17,644	115,380
Cash flows from investing activities				
Withdrawals of time deposit	7,682	6,597	-1,085	14,082
Payments for time deposit	-7,068	-5,696	1,373	-14,988
Proceeds from sales of property, plant and equipment	372	161	-211	2,118
Payments for acquisition of property, plant and equipment	-7,142	-8,077	-935	-18,385
Proceeds from sales of investment	—	117	117	1,920
Payments for acquisition of investment	-58	-391	-333	-58
Payments for acquisition of subsidiaries	—	—	—	-281
Payments to non-controlling interests upon merger	-1	-1	1	-2
Payments for business transfer	—	—	—	-1,855
Proceeds from sales of subsidiary	—	0	0	—
Payments for loan to affiliates	-8,500	—	8,500	-8,500
Other proceeds	205	3,630	3,425	611
Other payments	-731	-1,040	-309	-2,050
Net cash used in investing activities	-15,242	-4,700	10,542	-27,387
Cash flows from financing activities				
Dividends paid to owners of the Company	-19,415	-19,057	357	-32,103
Dividends paid to non-controlling interests	-9	-98	-89	-9
Increase (decrease) in short-term debt	-214	50	264	-215
Repayments of long-term borrowings	-408	-130	277	-578
Payments for redemption of bonds	-25,076	-11	25,065	-25,126
Proceeds from disposal of treasury shares	0	—	-0	0
Payments for purchase of treasury shares	-30,032	-45,048	-15,016	-30,035
Proceeds from exercise of stock options	934	1,582	648	2,137
Net cash used in financing activities	-74,219	-62,712	11,506	-85,929
Net increase/(decrease) in cash and cash equivalents	-40,300	-608	39,692	2,064
Cash and cash equivalents at the beginning of the term	331,094	348,819	17,726	331,094
Effects of exchange rate changes on the balance of cash and cash equivalents in foreign currencies	8,131	-1,060	-9,192	15,662
Cash and cash equivalents at the end of the term	298,925	347,151	48,226	348,819

(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, 2014		Sep. 30, 2015				Mar. 31, 2015	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)
All operations								
Revenue:								
Sales	234,314	100.0	256,403	100.0	22,089	9.4	489,961	100.0
Finance income	712	0.3	832	0.3	120	16.8	2,296	0.5
Other income	1,477	0.6	4,846	1.9	3,369	228.1	3,476	0.7
Total Revenue	236,503	100.9	262,080	102.2	25,577	10.8	495,733	101.2
Expenses:								
Changes in inventories of goods, products and work in progress	-2,638	-1.1	-3,684	-1.4	-1,046	39.7	-479	-0.1
Raw materials and consumables used	44,916	19.2	48,771	19.0	3,854	8.6	91,862	18.7
Employee benefits expense	56,252	24.0	59,087	23.0	2,835	5.0	115,218	23.5
Depreciation and amortization	17,023	7.3	17,523	6.8	500	2.9	34,852	7.1
Subcontracting cost	3,268	1.4	3,497	1.4	229	7.0	6,317	1.3
Advertising and promotion expense	6,439	2.7	6,877	2.7	439	6.8	12,363	2.5
Commission expense	11,055	4.7	13,921	5.4	2,866	25.9	23,521	4.8
Impairment losses	—	—	633	0.2	633	—	286	0.1
Finance costs	676	0.3	467	0.2	-209	-30.9	1,209	0.2
Share of loss of associates	17	0.0	1	0.0	-16	-92.2	10	0.0
Foreign exchange (gain)/loss	-6,353	-2.7	-921	-0.4	5,431	-85.5	-11,840	-2.4
Other expenses	49,148	21.0	51,149	19.9	2,002	4.1	104,165	21.3
Total Expenses	179,803	76.7	197,321	77.0	17,518	9.7	377,484	77.0
Profit before tax	56,700	24.2	64,759	25.3	8,059	14.2	118,249	24.1
Income tax expense	11,414	4.9	13,969	5.4	2,555	22.4	25,308	5.2
Profit for the quarter from all operations	45,285	19.3	50,790	19.8	5,505	12.2	92,941	19.0
Other comprehensive income:								
Items that will not be reclassified subsequently to profit or loss								
Remeasurements of the net defined benefit liability(asset)	—		15		15	—	-206	
Income tax relating to components of other comprehensive income	—		—		—	—	39	
Total Items that will not be reclassified subsequently to profit or loss	—		15		15	—	-167	
Items that may be reclassified subsequently to profit or loss								
Net gain on revaluation of available-for-sale financial assets	-163		-4		159	-97.3	-698	
Exchange differences on translation of foreign operations	8,409		-8,752		-17,160	—	21,265	
Share of other comprehensive income of associates	1		-15		-16	—	7	
Income tax relating to components of other comprehensive income	140		-79		-220	—	-236	
Total Items that may be reclassified subsequently to profit or loss	8,387		-8,850		-17,237	—	20,339	
Total other comprehensive income/(loss)	8,387		-8,835		-17,222	—	20,172	
Total comprehensive income for the quarter	53,673		41,955		-11,717	-21.8	113,112	
Profit attributable to :								
Owners of the Company	44,948	19.2	50,381	19.6	5,432	12.1	92,804	18.9
Non-controlling interests	337	0.1	409	0.2	72	21.4	137	0.0
Total	45,285	19.3	50,790	19.8	5,505	12.2	92,941	19.0
Total comprehensive income/(loss) attributable to :								
Owners of the Company	53,311		41,372		-11,939	-22.4	113,144	
Non-controlling interests	362		584		222	61.4	-32	
Total	53,673		41,955		-11,717	-21.8	113,112	
Basic earnings/(loss) per share (yen)								
Continuing operations	105.30		120.40		15.10		218.23	
Discontinued operations	—		—		—		—	
Basic earnings per share (yen)	105.30		120.40		15.10		218.23	
Diluted earnings/(loss) per share (yen)								
Continuing operations	105.04		120.05		15.01		217.63	
Discontinued operations	—		—		—		—	
Diluted earnings per share (yen)	105.04		120.05		15.01		217.63	

Notes:

- Effect of exchange rate change on net sales and incomes ("2015 A" is the actual value of this period. "2015 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)

	2015 B	2015 A	Influences	Real change	(%)
Sales	243,854	256,403	12,549	9,540	4.1%
Profit before tax	60,312	64,759	4,447	3,612	6.4%
Profit for the quarter	46,814	50,790	3,976	1,529	3.4%

For the six months ended				
	Sep. 30, 2014	Sep. 30, 2015	Variance(%)	Mar. 31, 2015
2. Average rates of major foreign currencies				
US\$	Yen 103.61	121.73	-17.5%	110.62
Euro	Yen 138.64	135.32	2.4%	138.43
Thai Baht	Yen 3.21	3.52	-9.7%	3.41

(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, Laser equipment, etc.
Life Care	Health care related products	Eyeglass lenses, Contact lenses, etc.
	Medical related products	Endoscopes, Medical accessories, Intraocular lenses, Artificial bone, Metallic implants for orthopedics, etc.
Other		Design of information systems, etc.

1. Segment revenues and results

(Millions of Yen)

For the six months ended September 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%

For the six months ended September 30, 2015	Information Technology	Life Care	Other	Total	Adjustments	All operations
Revenue						
Revenue from external customers	93,129	161,400	1,872	256,401	2	256,403
Inter-segment	424	—	833	1,257	-1,257	—
Total	93,552	161,400	2,705	257,657	-1,254	256,403
Segment profit before tax	36,056	29,241	352	65,649	-890	64,759
Segment profit before tax ratio	38.5%	18.1%	13.0%	25.5%	—	25.3%
Profit from ordinary operating activities	33,016	29,752	339	63,107	-2,339	60,768
% of revenue	35.3%	18.4%	12.5%	24.5%	—	23.7%

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	6,061	15,475	564	22,100	-11	22,089
Variance	7.0%	10.6%	43.1%	9.4%	—	9.4%
Inter-segment	324	—	-14	311	-311	—
Total	6,386	15,475	551	22,411	-322	22,089
Segment profit before tax	8,364	4,395	31	12,790	-4,731	8,059
Variance	30.2%	17.7%	9.8%	24.2%	—	14.2%
Profit from ordinary operating activities	5,057	3,396	26	8,479	347	8,826
Variance	18.1%	12.9%	8.5%	15.5%	-12.9%	17.0%

Note: Effect of Exchange Rate Change on Net Sales and Incomes ("2015 A" is the actual value of this period. "2015 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)

	2015B	2015A	Influences	Real change	(%)
Information Technology					
Revenue from external customers	84,635	93,129	8,493	-2,432	-2.8%
Segment profit before tax ratio	33,217	36,056	2,839	5,525	20.0%
Life Care					
Revenue from external customers	157,375	161,400	4,025	11,450	7.8%
Segment profit before tax ratio	27,637	29,241	1,605	2,790	11.2%

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. 30,2014		Sep. 30,2015				Mar. 31,2015	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)

Revenue from all operations

Information Technology	87,067	37.2	93,129	36.3	6,061	7.0	180,164	36.8
Electronics related products	64,261	[73.8]	68,075	[73.1]	3,813	5.9	134,469	[74.6]
Imaging related products	22,806	[26.2]	25,054	[26.9]	2,248	9.9	45,695	[25.4]
Life Care	145,925	62.3	161,400	62.9	15,475	10.6	306,653	62.6
Health care related products	108,790	[74.6]	121,366	[75.2]	12,576	11.6	227,322	[74.1]
Medical related products	37,135	[25.4]	40,034	[24.8]	2,899	7.8	79,331	[25.9]
Other	1,308	0.6	1,872	0.7	564	43.1	3,117	0.6
Corporate (including R&D)	13	0.0	2	0.0	-11	-81.6	27	0.0
Total revenue from all operations	234,314	100.0	256,403	100.0	22,089	9.4	489,961	100.0

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

Notes 2. Effect of Exchange Rate Change on Net Sales and Incomes ("2015 A" is the actual value of this period. "2015 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)

	2015B	2015A	Influences	Real change	(%)
Information Technology	84,635	93,129	8,493	-2,432	-2.8%
Electronics related products	61,428	68,075	6,646	-2,833	-4.4%
Imaging related products	23,207	25,054	1,847	401	1.8%
Life Care	157,375	161,400	4,025	11,450	7.8%
Health care related products	119,397	121,366	1,968	10,608	9.8%
Medical related products	37,978	40,034	2,056	842	2.3%

3. Information about geographical areas

Revenue from external customers

(Millions of Yen)

	For the six months ended				Variance		For the year ended	
	Sep. 30,2014		Sep. 30,2015				Mar. 31,2015	
	Amount	(%)	Amount	(%)	Amount	(%)	Amount	(%)

Revenue from all operations

Total revenue from all operations	234,314	100.0	256,403	100.0	22,089	9.4	489,961	100.0
Japan	71,142	30.4	77,529	30.2	6,387	9.0	145,312	29.7
Americas	32,979	14.1	37,476	14.6	4,496	13.6	71,026	14.5
Europe	50,383	21.5	51,849	20.2	1,466	2.9	104,788	21.4
Asia/Oceania	77,380	33.0	86,514	33.7	9,134	11.8	162,675	33.2
Others	2,430	1.0	3,035	1.2	605	24.9	6,160	1.3

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

<Reference>

Supplementary data for Interim Period: from April 1 to September 30, 2015

The breakdown of changes in revenue and profit before tax

(Millions of Yen)

	FY14-1H	FY15-1H	Variance	Foreign exchange	Adjustment	Others
Revenue	234,314	256,403	22,089	12,549		9,540
Information Technology	87,067	93,129	6,061	8,493		-2,432
Electronics related products	64,261	68,075	3,813	6,646		-2,833
Imaging related products	22,806	25,054	2,248	1,847		401
Life Care	145,925	161,400	15,475	4,025		11,450
Health care related products	108,790	121,366	12,576	1,968		10,608
Medical related products	37,135	40,034	2,899	2,056		842
Profit before tax	56,700	64,759	8,059	4,447	① -767	4,379
Information Technology	27,692	36,056	8,364	2,839	② 3,307	2,218
Life Care	24,847	29,241	4,395	1,605	③ 999	1,791
Other, adjustment (Corporate)	4,161	-539	-4,700	3	④ -5,073	370

<All operations ~ Adjustments to "Profit from ordinary operating activities">

	All operations		
	FY14-1H	FY15-1H	Variance
Profit before tax	56,700	64,759	8,059
Adjustments	4,758	3,991	① -767
Finance income	712	832	120
Finance costs	-676	-467	209
Share of loss of associates	-17	-1	16
Foreign exchange (gain)/loss	6,353	921	-5,431
Impairment losses	-	-633	-633
Others	-1,614	3,339	4,953
Profit from ordinary operating activities	51,942	60,768	8,826

Gain on sales of assets (⑤Information Technology 3,155, ⑥Corporate 242)

<Segment ~ Adjustments to "Profit from ordinary operating activities">

	Information Technology			Life Care			Other, adjustment (Corporate)		
	FY14-1H	FY15-1H	Variance	FY14-1H	FY15-1H	Variance	FY14-1H	FY15-1H	Variance
Profit before tax	27,692	36,056	8,364	24,847	29,241	4,395	4,161	-539	-4,700
Adjustments	-267	3,040	② 3,307	-1,510	-510	③ 999	6,534	1,461	④ -5,073
Finance income	186	207	21	151	156	6	376	469	93
Finance costs	-146	-168	-21	-213	-184	29	-316	-115	202
Share of loss of associates	-1	-0	1	-10	-1	9	-7	-	7
Foreign exchange (gain)/loss	300	261	-38	-657	387	1,044	6,710	274	-6,437
Impairment losses	-	-633	-633	-	-633	-633	-	-	-
Others	-605	2,740	⑤ 3,345	-780	-235	545	-229	833	⑥ 1,062
Profit from ordinary operating activities	27,959	33,016	5,058	26,356	29,752	3,395	-2,373	-2,000	373