

## Summary Report on the Consolidated Results for the Six Months Ended September 30, 2015

### AMADA HOLDINGS CO., LTD.

Listed on the First Section of the TSE

Stock Code: 6113

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

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Planned filing of the financial statements: November 13, 2015

Date of scheduled payment of dividends: December 8, 2015

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, 2015 (from April 1, 2015 to September 30, 2015)

#### (1) Operating Results

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
<b>Six months ended September 30, 2015</b>	<b>143,654</b>	<b>10.9</b>	<b>18,919</b>	<b>102.7</b>	<b>20,365</b>	<b>76.9</b>	<b>13,877</b>	<b>123.1</b>
Six months ended September 30, 2014	129,556	16.9	9,332	147.9	11,509	91.7	6,221	99.7

(Note) Comprehensive income: Six months ended September 30, 2015: ¥12,535 million (375.6%)  
Six months ended September 30, 2014: ¥2,635 million (-84.2%)

	Net income per share	Net income per share after dilution
	Yen	Yen
<b>Six months ended September 30, 2015</b>	<b>37.47</b>	<b>37.43</b>
Six months ended September 30, 2014	16.55	16.53

#### (2) Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
<b>As of September 30, 2015</b>	<b>566,619</b>	<b>424,124</b>	<b>74.3</b>
As of March 31, 2015	573,537	426,481	73.8

(Reference) Total shareholders' equity: As of September 30, 2015: ¥420,868 million  
As of March 31, 2015: ¥423,319 million

### 2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Fiscal year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	—	13.00	—	13.00	26.00
<b>Fiscal year ending March 31, 2016</b>	—	<b>16.00</b>			
Fiscal year ending March 31, 2016 (Forecast)			—	18.00	34.00

Note: Revision to dividend forecasts most recently announced: Yes

### 3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

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, 2016	300,000	4.7	38,000	37.2	40,000	20.2

	Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Yen
Fiscal year ending March 31, 2016	26,000	41.1	71.19

Note: Revision to consolidated forecasts most recently announced: Yes

### 4. Other Items

- Changes in the scope of consolidation for significant subsidiaries during the six months: None
- Application of special accounting practices in the preparation of the consolidated financial statements: None
- Changes in accounting policies, changes in accounting estimates and retrospective restatements:
  - Changes in accounting policies in accordance with revision of accounting standards: Yes
  - Changes in accounting policies other than 1) above: None
  - Changes in accounting estimates: None
  - Retrospective restatements: None

Notes regarding the changes in accounting policies

#### 4. Number of shares issued and outstanding (common shares)

- Number of shares of common shares outstanding at end of period, including treasury shares

September 30, 2015 386,502,117 shares

March 31, 2015 386,502,117 shares

- Number of shares of treasury shares at end of period

September 30, 2015 21,283,380 shares

March 31, 2015 13,043,469 shares

- Average number of shares outstanding for each period

Six months ended September 30, 2015 370,373,494 shares

Six months ended September 30, 2014 375,925,796 shares

Notes regarding the number of shares issued and outstanding

### 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.)

	Period	As of March 31, 2015	As of September 30, 2015
Item		Amount	Amount
(Assets)			
Current assets			
Cash and deposits		80,203	72,896
Notes and accounts receivable - trade		147,911	143,258
Lease investment assets		13,430	13,265
Securities		33,739	40,463
Merchandise and finished goods		66,876	64,656
Work in process		7,405	9,148
Raw materials and supplies		15,827	15,798
Other		14,097	14,119
Allowance for doubtful accounts		(2,204)	(2,210)
Total current assets		377,286	371,396
Non-current assets			
Property, plant and equipment			
Buildings and structures, net		61,699	59,949
Other, net		67,812	68,703
Total property, plant and equipment		129,511	128,652
Intangible assets			
Goodwill		2,230	1,897
Other		3,382	3,289
Total intangible assets		5,613	5,187
Investments and other assets			
Investment securities		48,844	48,159
Net defined benefit asset		131	128
Other		12,470	13,416
Allowance for doubtful accounts		(320)	(322)
Total investments and other assets		61,126	61,383
Total non-current assets		196,250	195,223
Total assets		573,537	566,619

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

Item	Period	As of March 31, 2015	As of September 30, 2015
		Amount	Amount
<b>(Liabilities)</b>			
<b>Current liabilities</b>			
Notes and accounts payable - trade		20,261	17,649
Electronically recorded obligations - operating		19,158	17,876
Short-term loans payable		32,903	32,461
Income taxes payable		6,485	7,015
Provision for bonuses		3,339	3,471
Provision for directors' bonuses		219	139
Deferred profit on installment sales		15,018	14,409
Other		28,302	26,780
Total current liabilities		125,687	119,803
<b>Non-current liabilities</b>			
Long-term loans payable		5,887	7,911
Provision for directors' retirement benefits		35	35
Net defined benefit liability		7,733	6,635
Other		7,711	8,109
Total non-current liabilities		21,368	22,691
<b>Total liabilities</b>		<b>147,055</b>	<b>142,494</b>
<b>(Net assets)</b>			
<b>Shareholders' equity</b>			
Capital stock		54,768	54,768
Capital surplus		163,199	163,199
Retained earnings		208,449	217,529
Treasury shares		(10,337)	(20,220)
Total shareholders' equity		416,079	415,276
<b>Accumulated other comprehensive income</b>			
Valuation difference on available-for-sale securities		1,155	149
Deferred gains or losses on hedges		75	115
Revaluation reserve for land		(9,251)	(9,251)
Foreign currency translation adjustment		14,206	13,493
Remeasurements of defined benefit plans		1,054	1,084
Total accumulated other comprehensive income		7,240	5,591
<b>Subscription rights to shares</b>		<b>104</b>	<b>87</b>
<b>Non-controlling interests</b>		<b>3,056</b>	<b>3,168</b>
<b>Total net assets</b>		<b>426,481</b>	<b>424,124</b>
<b>Total liabilities and net assets</b>		<b>573,537</b>	<b>566,619</b>

## Consolidated Statements of Income

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

Item	Period	Six months ended September 30, 2014	Six months ended September 30, 2015
		Amount	Amount
Net sales		129,556	143,654
Cost of sales		74,655	78,615
Gross profit		54,900	65,039
Selling, general and administrative expenses			
Sales commission		3,033	3,216
Packing and transportation expenses		4,438	4,356
Salaries and allowances		13,204	13,706
Other		25,686	25,512
Total selling, general and administrative expenses		46,362	46,791
Carryback of deferred profit on installment sales and finance lease sales		2,763	2,738
Deferred unrealized profit on installment sales and finance lease sales		1,969	2,067
Operating income		9,332	18,919
Non-operating income			
Interest income		974	977
Dividend income		365	325
Foreign exchange gains		516	77
Other		815	533
Total non-operating income		2,672	1,913
Non-operating expenses			
Interest expenses		145	130
Loss on sales of investment securities		162	—
Other		187	337
Total non-operating expenses		495	467
Ordinary income		11,509	20,365
Extraordinary income			
Gain on sales of non-current assets		3	59
Gain on sales of investment securities		3	—
Subsidy income		—	1,280
Other		0	—
Total extraordinary income		8	1,339
Extraordinary losses			
Loss on sales of non-current assets		1	13
Loss on retirement of non-current assets		8	20
Impairment loss		291	—
Loss on liquidation of business		430	—
Other		13	6
Total extraordinary losses		745	40
Income before income taxes		10,771	21,664
Income taxes - current		4,948	7,579
Income taxes - deferred		(574)	11
Total income taxes		4,373	7,591
Profit		6,398	14,072
Profit attributable to non-controlling interests		176	195
Profit attributable to owners of parent		6,221	13,877

## Statements of Comprehensive Income

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

Item	Period	Six months ended September 30, 2014	Six months ended September 30, 2015
	Amount	Amount	Amount
Profit		6,398	14,072
Other comprehensive income			
Valuation difference on available-for-sale securities		746	(998)
Deferred gains or losses on hedges		(344)	40
Foreign currency translation adjustment		(4,107)	(536)
Remeasurements of defined benefit plans, net of tax		(6)	30
Share of other comprehensive income of entities accounted for using equity method		(51)	(72)
Total other comprehensive income		(3,762)	(1,537)
Comprehensive income		2,635	12,535
Comprehensive income attributable to:			
Comprehensive income attributable to owners of parent		2,571	12,229
Comprehensive income attributable to non-controlling interests		63	306

## **Notes Regarding Assumption of Going Concern**

No events to be noted for this purpose.

## **Notes Regarding Significant Change in Shareholders' Equity**

### Acquisition of Treasury Shares

During the six months ended September 30, 2015, based on the decision made at the meeting of the Board of Directors held on May 13, 2015, the Company acquired 8,386,900 shares of its common shares via market purchases between July 1 and August 31, 2015, at a total amount of ¥9,999 million.

## **Segment Information**

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

Sales and income or loss by reportable segment

(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	101,884	27,037	128,921	634	129,556	—	129,556
(2) Intersegment sales or transfers	22	11	34	—	34	(34)	—
Total	101,907	27,048	128,955	634	129,590	(34)	129,556
Segment profit	6,858	2,216	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.

### **2. Six months ended September 30, 2015 (from April 1, 2015 to September 30, 2015)**

Sales and income or loss by reportable segment

(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	117,657	25,082	142,740	914	143,654	—	143,654
(2) Intersegment sales or transfers	27	18	45	—	45	(45)	—
Total	117,685	25,100	142,786	914	143,700	(45)	143,654
Segment profit	14,949	3,902	18,852	66	18,919	—	18,919

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.

## **Notes Regarding Changes to Reportable Segments**

As of the three months ended June 2015, the Amada Group transitioned to a holding company system with the objective of restructuring a strong management foundation to achieve continued consecutive growth and to increase profits by further maximizing the Group's management efficiency, based on the management philosophy of "growing together with our customers". In line with this restructuring, we have planned and executed a comprehensive strategy with regard to our product range for the stamping press market that falls within the Metalworking Machinery Business. We have transferred the Stamping Press Business to Amada Machine Tools Co., Ltd. and included the product range for the stamping press market in the Metal Machine Tools Business to enable Amada Machine Tools Co., Ltd., which is responsible for the strategic planning of the Metal Machine Tools Business, to undertake the planning and execution of the strategy of Stamping Press Business in order to achieve synergic benefits with the product range for machine tools market handled by Amada Machine Tools Co., Ltd.

It should be noted that the segment information for the six months ended September 2014 is compiled based on the classifications of reportable segments following these changes.

## Supplementary Information

### Status of Orders and Sales (Consolidated)

#### Orders Received

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

Business Segments	Period	Six months ended September 30, 2014				Six months ended September 30, 2015			
		Orders received		Balance of outstanding orders		Orders received		Balance of outstanding orders	
		Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
			%		%		%		%
Metalworking Machinery Business		113,094	79.0	41,590	80.8	127,617	81.9	50,130	85.6
Sheet-Metal Processing Machines Division		100,963	70.5	37,725	73.3	115,748	74.3	46,050	78.6
Welding Division		12,131	8.5	3,864	7.5	11,868	7.6	4,080	7.0
Metal Machine Tools Business		29,482	20.6	9,912	19.2	27,280	17.5	8,419	14.4
Bandsaws Division		16,446	11.5	2,519	4.9	18,265	11.7	3,821	6.5
Presses Division		5,075	3.5	2,728	5.3	5,282	3.4	2,705	4.6
Machine Tools Division		7,960	5.6	4,664	9.0	3,733	2.4	1,893	3.3
Others		631	0.4	3	0.0	917	0.6	8	0.0
Total		143,209	100.0	51,505	100.0	155,815	100.0	58,558	100.0

#### Sales Results

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

Business Segments	Period	Six months ended September 30, 2014		Six months ended September 30, 2015	
		Amount	Ratio	Amount	Ratio
			%		%
Metalworking Machinery Business		101,884	78.6	117,657	81.9
Sheet-Metal Processing Machines Division		90,415	69.8	106,527	74.2
Welding Division		11,468	8.8	11,129	7.7
Metal Machine Tools Business		27,037	20.9	25,082	17.5
Bandsaws Division		15,961	12.3	16,624	11.6
Presses Division		4,228	3.3	4,642	3.2
Machine Tools Division		6,847	5.3	3,816	2.7
Others		634	0.5	914	0.6
Total		129,556	100.0	143,654	100.0

Notes: 1. For "Status of Orders and Sales," amounts exclude consumption tax.

2. As noted in Segment Information, classifications of reportable segments have been changed from the three months ended June 2015. The Welding Division handled by Amada Miyachi Co., Ltd., a consolidated subsidiary, which until now had been included in the Sheet-Metal Processing Machines Division, is now presented as a separate classification. It should be noted that the year-on-year figures are compiled based on the classifications following these changes.

#### 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, 2014		Six months ended September 30, 2015	
		Amount	Ratio	Amount	Ratio
			%		%
Japan		58,689	45.3	64,225	44.7
Overseas		70,866	54.7	79,429	55.3
North America		19,595	15.1	25,179	17.5
Europe		23,765	18.3	26,702	18.6
Asia		24,451	18.9	25,438	17.7
Other regions		3,053	2.4	2,109	1.5
Total		129,556	100.0	143,654	100.0

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