

## Summary of the Consolidated Financial Results for the Fiscal Year Ended March 31, 2016〔under Japanese GAAP〕

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Stock exchange listing : Tokyo Stock Exchange 1st Section(Code 6140)

### ① Financial statements

#### 1) Consolidated Balance Sheets

Millions of yen

	FISCAL YEAR	
	2015/3	2016/3
Cash and deposits	12,697	12,598
Notes and accounts receivable-trade	13,241	11,528
Securities	189	1,867
Merchandise and finished goods	2,405	2,374
Work in process	1,491	1,474
Raw materials and supplies	2,652	2,661
Deferred tax assets	793	736
Other	747	858
Allowance for doubtful accounts	△ 596	△ 286
<b>Current assets</b>	<b>33,622</b>	<b>33,813</b>
Buildings and structures	20,217	21,985
Accumulated depreciation	△ 11,200	△ 11,921
Buildings and structures, net	9,017	10,063
Machinery, equipment and vehicles	31,733	31,945
Accumulated depreciation	△ 23,054	△ 24,370
Machinery, equipment and vehicles, net	8,678	7,575
Land	5,074	5,053
Construction in progress	708	368
Other	6,188	6,279
Accumulated depreciation	△ 4,419	△ 4,784
Other, net	1,768	1,495
<b>Property, plant and equipment</b>	<b>25,247</b>	<b>24,556</b>
<b>Intangible assets</b>	<b>110</b>	<b>120</b>
Investment securities	14,128	10,993
Long-term loans receivable	1	1
Deferred tax assets	589	1,073
Other	1,323	1,644
Allowance for doubtful accounts	△ 630	△ 1,065
<b>Investments and other assets</b>	<b>15,412</b>	<b>12,648</b>
<b>Non-current assets</b>	<b>40,771</b>	<b>37,325</b>
<b>Assets</b>	<b>74,394</b>	<b>71,139</b>

#### ※Note

- This report contains estimates and forecasts pertaining to the future plans and business results. Such statements are based on information available at the time of the report's production and include potential risks and uncertainties. Actual results may differ from estimates and forecasts contained herein.
- Numbers with "△" indicate negative numbers.

Millions of yen

	FISCAL YEAR	
	2015/3	2016/3
Notes and accounts payable-trade	1, 939	1, 505
Short-term loans payable	924	659
Income taxes payable	1, 142	540
Provision for bonuses	731	722
Provision for business structure improvement	293	193
Other	2, 053	2, 108
Current liabilities	7, 083	5, 730
Long-term loans payable	174	87
Net defined benefit liability	7, 604	7, 644
Deferred tax liabilities for land revaluation	369	351
Asset retirement obligations	135	141
Other	247	240
Non-current liabilities	8, 532	8, 465
Liabilities	15, 615	14, 195
Capital stock	4, 102	4, 102
Capital surplus	7, 129	7, 129
Retained earnings	41, 425	41, 615
Treasury shares	△ 11	△ 15
Shareholders' equity	52, 646	52, 832
Valuation difference on available-for-sale securities	3, 464	2, 346
Revaluation reserve for land	143	162
Foreign currency translation adjustment	1, 296	479
Remeasurements of defined benefit plans	△ 7	△ 78
Total accumulated other comprehensive income	4, 896	2, 910
Non-controlling interests	1, 235	1, 201
Net assets	58, 778	56, 943
Liabilities and net assets	74, 394	71, 139

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

Consolidated Statements of Income

Millions of yen

	FISCAL YEAR	
	2014/4-2015/3	2015/4-2016/3
Net sales	45,550	45,459
Cost of sales	30,913	31,928
Gross profit	14,637	13,530
Selling expenses	6,562	5,512
General and administrative expenses	2,938	3,267
Selling, general and administrative expenses	9,500	8,780
Operating income	5,136	4,750
Interest income	97	79
Dividend income	109	135
Foreign exchange gains	350	—
Share of profit of entities accounted for using equity method	183	165
Miscellaneous income	178	132
Non-operating income	919	513
Interest expenses	15	14
Foreign exchange losses	—	128
Miscellaneous loss	49	28
Non-operating expenses	64	171
Ordinary income	5,991	5,092
Gain on sales of investment securities	—	59
Settlement received	82	—
Extraordinary income	82	59
Loss on valuation of investment securities	24	—
Loss on subsidy return	82	—
Provision for business structure improvement	281	120
Extraordinary losses	388	120
Income before income taxes	5,685	5,031
Income taxes – current	2,024	1,404
Income taxes – deferred	63	227
Income taxes	2,087	1,631
Profit	3,597	3,399
Profit attributable to non-controlling interests	12	61
Profit attributable to owners of parent	3,584	3,338

Consolidated Statements of Comprehensive Income

Millions of yen

	FISCAL YEAR	
	2014/4-2015/3	2015/4-2016/3
Profit	3, 597	3, 399
Other comprehensive income		
Valuation difference on available-for-sale securities	1, 486	△ 1, 117
Revaluation reserve for land	38	18
Foreign currency translation adjustment	731	△ 604
Remeasurements of defined benefit plans, net of tax	△ 14	△ 69
Share of other comprehensive income of entities accounted for using equity method	431	△ 252
Other comprehensive income	2, 674	△ 2, 026
Comprehensive income	6, 271	1, 373
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	6, 189	1, 474
Comprehensive income attributable to non-controlling interests	82	△ 100

## 3) Consolidated Statements of Cash Flows

Millions of yen

	FISCAL YEAR	
	2014/4-2015/3	2015/4-2016/3
Cash flows from operating activities		
Profit before income taxes	5,685	5,031
Depreciation	3,465	3,627
Increase (decrease) in allowance for doubtful accounts	1,124	148
Increase (decrease) in provision for bonuses	△ 83	△ 7
Increase (decrease) in net defined benefit liability	△ 120	2
Increase (decrease) in provision for business structure improvement	293	△ 70
Interest and dividend income	△ 206	△ 215
Interest expenses	15	14
Share of (profit) loss of entities accounted for using equity method	△ 183	△ 165
Loss on retirement of property, plant and equipment	31	14
Loss (gain) on sales of property, plant and equipment	2	13
Loss (gain) on sales of investment securities	—	△ 59
Loss (gain) on valuation of investment securities	24	—
Decrease (increase) in notes and accounts receivable – trade	△ 1,258	1,571
Decrease (increase) in inventories	△ 23	△ 85
Increase (decrease) in notes and accounts payable – trade	△ 361	△ 359
Other, net	△ 164	△ 270
Subtotal	8,239	9,188
Interest and dividend income received	206	215
Interest expenses paid	△ 15	△ 14
Income taxes paid	△ 2,157	△ 2,099
Net cash provided by (used in) operating activities	6,273	7,290
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	1,031	26
Purchase of property, plant and equipment	△ 6,975	△ 3,205
Proceeds from sales of property, plant and equipment	38	40
Purchase of investment securities	△ 22	△ 227
Proceeds from sales of investment securities	—	94
Other, net	80	42
Net cash provided by (used in) investing activities	△ 5,846	△ 3,228

Millions of yen

	FISCAL YEAR	
	2014/4-2015/3	2015/4-2016/3
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	99	△ 218
Proceeds from long-term loans payable	70	—
Repayments of long-term loans payable	△ 49	△ 67
Purchase of treasury shares	△ 4	△ 1,248
Proceeds from sales of treasury shares	0	0
Cash dividends paid	△ 1,388	△ 1,903
Dividends paid to non-controlling interests	△ 81	△ 55
Repayments of lease obligations	△ 87	△ 95
Net cash provided by (used in) financing activities	△ 1,441	△ 3,590
Effect of exchange rate change on cash and cash equivalents	348	△ 362
Net increase (decrease) in cash and cash equivalents	△ 666	109
Cash and cash equivalents at beginning of period	13,523	12,857
Cash and cash equivalents at end of period	12,857	12,966

② Financial data

1) Forecast (2016/4–2017/3)

Net sales (Millions of yen)	Operating income (Millions of yen)	Ordinary income (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Earnings per share [EPS] (Yen)
46,500	4,230	4,550	3,350	59.09

2) Consolidated financial indicator

		FISCAL YEAR			FORECAST
		2013/4–2014/3	2014/4–2015/3	2015/4–2016/3	2016/4–2017/3
		Amount	Amount	Amount	Amount
Operating income ratio	(%)	11.8	11.3	10.5	9.1
Ordinary income ratio	(%)	14.2	13.2	11.2	9.8
Return on assets [ROA]	(%)	5.6	5.0	4.6	—
Return on equity [ROE]	(%)	7.2	6.5	5.9	—
Capital expenditures	Millions of yen	3,492	6,350	3,409	4,000
Depreciation [Property, plant and equipment]	Millions of yen	2,913	3,413	3,572	3,600
Research and development expenses	Millions of yen	1,431	1,609	1,731	1,750
Number of employees	Number	2,143	2,147	2,108	—

3) Consolidated Net Sales Breakdown

Consolidated Net Sales Breakdown by Industry

Millions of yen

	FISCAL YEAR						FORECAST	
	2013/4–2014/3		2014/4–2015/3		2015/4–2016/3		2016/4–2017/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Electronics and Semiconductor	18,429	44.9	21,170	46.5	20,133	44.3	21,000	45.2
Transportation	7,358	17.9	7,753	17.0	8,439	18.6	8,550	18.4
Machinery	8,311	20.2	9,350	20.5	9,368	20.6	9,650	20.8
Stone and Construction	5,074	12.4	5,296	11.6	5,541	12.2	5,650	12.1
Other	1,879	4.6	1,978	4.4	1,977	4.3	1,650	3.5
Net sales	41,053	100.0	45,550	100.0	45,459	100.0	46,500	100.0

Consolidated Net Sales Breakdown by Geographical Region

Millions of yen

	FISCAL YEAR						FORECAST	
	2013/4–2014/3		2014/4–2015/3		2015/4–2016/3		2016/4–2017/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	19,131	46.6	19,486	42.8	19,567	43.1	19,700	42.4
Taiwan	5,579	13.6	6,307	13.8	4,424	9.7	4,700	10.1
China	3,363	8.2	5,117	11.2	7,293	16.0	8,450	18.2
Other Asia and Oceania	7,540	18.4	8,399	18.4	6,867	15.1	6,550	14.1
Europe	3,581	8.7	4,267	9.5	4,785	10.5	4,750	10.2
Other	1,856	4.5	1,971	4.3	2,521	5.6	2,350	5.0
Net sales	41,053	100.0	45,550	100.0	45,459	100.0	46,500	100.0