Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2013 (Based on Japanese GAAP)

October 31, 2013

Company name ADEKA CORPORATION

Stock exchange listing Tokyo

Stock Code 4401 URL http://www.adeka.co.jp

REPRESENTATIVE DIRECTOR AND

PRESIDENT AKIO KOHRI

TRESIDENT

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& PUBLICITY DEPARTMENT

Scheduled date to file Quarterly Securities Report

November 8, 2013

Scheduled date to commence dividend payments

December 3, 2013

Preparation of supplementary material on quarterly earnings yes

Holding of quarterly earnings performance review yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2013 (from April 1, 2013 to September 30, 2013)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2013	95,797	8.3	6,075	28.9	6,385	42.6	4,216	75.2
Six months ended September 30, 2012	88,461	3.5	4,714	8.7	4,478	11.4	2,406	22.0

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended September 30, 2013	40.82	-
Six months ended September 30, 2012	23.30	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2013	229,375	143,710	60.6
As of March 31, 2013	222,604	137,227	59.8

2. Cash dividends

	Annual dividends						
	1st quarter-end 2nd quarter-end 3rd quarter-end Fiscal year-end						
	Yen	Yen	Yen	Yen	Yen		
Year ended March 31, 2013	-	11.00	-	11.00	22.00		
Year ending March 31, 2014	-	11.00					
Year ending March 31, 2014 (Forecast)			-	11.00	22.00		

3. Forecast for the year ending March 31, 2014 (from April 1, 2013 to March 31, 2014)

Percentages indicate year-on-year changes

	Net sales		Operating inc	Operating income Ordinary income		Ordinary income		ie	Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	200,000	8.2	12,500	26.8	12,800	13.0	8,600	12.9	83.26

4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2013 (changes in specified subsidiaries resulting in the change in scope of consolidation):

no

(2) Application of special accounting for preparing quarterly consolidated financial statements:

no

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

Changes in accounting policies due to revisions to accounting standards and other regulations:

no Changes in accounting policies due to other reasons:

no Changes in accounting estimates:

no Restatement of prior period financial statements after error corrections:

no

(4) Number of issued shares

Total number of issued shares at the end of the period (including treasury stock)

Total number of issued shares at the end of the period (including treasury stock)						
As of September 30, 2013	103,651,442 shares	103,651,442 shares				
Number of shares of treasury stock at the e	nd of the period					
As of September 30, 2013	363,629 shares As of March 31, 2013		363,303 shares			
Average number of shares during the period (cumulative from the beginning of the fiscal year)						
Six months ended September 30, 2013	103,287,865 shares	Six months ended September 30, 2012	103,288,438 shares			

Quarterly consolidated financial statements Consolidated balance sheets

Total assets

		(Millions of yen)
	As of March 31, 2013	As of September 30, 2013
Assets		
Current assets		
Cash and deposits	28,311	33,207
Notes and accounts receivable-trade	39,839	39,404
Securities	7,230	3,232
Merchandise and finished goods	17,095	18,394
Work in process	4,282	4,748
Raw materials and supplies	13,473	13,658
Other	6,367	6,126
Allowance for doubtful accounts	(307)	(325
Total current assets	116,293	118,446
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	20,677	21,939
Machinery, equipment and vehicles, net	22,761	23,049
Land	20,800	21,182
Other, net	7,744	7,980
Total property, plant and equipment	71,983	74,151
Intangible assets		
Goodwill	245	253
Other	3,226	3,331
Total intangible assets	3,471	3,585
Investments and other assets		
Investment securities	24,429	26,664
Other	6,427	6,527
Total investments and other assets	30,856	33,192
Total noncurrent assets	106,311	110,929

222,604

229,375

		(Willions of yell)
	As of March 31, 2013	As of September 30, 2013
Liabilities		
Current liabilities		
Notes and accounts payable-trade	32,535	29,297
Short-term loans payable	13,476	15,558
Income taxes payable	1,700	1,610
Provision for bonuses	1,948	2,023
Other provision	48	23
Other	5,389	5,833
Total current liabilities	55,099	54,347
Noncurrent liabilities		
Long-term loans payable	13,377	14,134
Provision for retirement benefits	9,400	9,659
Other provision	106	110
Other	7,392	7,412
Total noncurrent liabilities	30,277	31,317
Total liabilities	85,376	85,665
Net assets		
Shareholders' equity		
Capital stock	22,899	22,899
Capital surplus	19,925	19,925
Retained earnings	85,660	88,640
Treasury stock	(224)	(225)
Total shareholders' equity	128,260	131,241
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,868	3,046
Revaluation reserve for land	3,697	3,794
Foreign currency translation adjustment	(746)	902
Total accumulated other comprehensive income	4,819	7,743
Minority interests	4,147	4,725
Total net assets	137,227	143,710
Total liabilities and net assets	222,604	229,375

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

	Six months ended	(Millions of yen) Six months ended
Net sales	September 30, 2012	September 30, 2013
Cost of sales	88,461	95,797
	69,927	74,989
Gross profit	18,534	20,808
Selling, general and administrative expenses	13,819	14,732
Operating income	4,714	6,075
Non-operating income		
Interest income	52	68
Dividends income	140	144
Equity in earnings of affiliates	-	92
Foreign exchange gains	-	366
Other	143	145
Total non-operating income	336	819
Non-operating expenses		
Interest expenses	189	214
Foreign exchange losses	164	-
Equity in losses of affiliates	74	-
Other	144	294
Total non-operating expenses	572	509
Ordinary income	4,478	6,385
Extraordinary loss		
Loss on retirement of property, plant and equipment	179	46
Loss on valuation of investment securities	531	221
Total extraordinary losses	710	267
Income before income taxes and minority interests	3,768	6,117
Income taxes-current	1,263	1,856
Income taxes-deferred	(32)	(207)
Total income taxes	1,230	1,649
Income before minority interests	2,537	4,468
Minority interests in income	130	252
Net income	2,406	4,216

Consolidated statements of comprehensive income (cumulative)

		(Millions of yen)
	Six months ended	Six months ended
	September 30, 2012	September 30, 2013
Income before minority interests	2,537	4,468
Other comprehensive income		
Valuation difference on available-for-sale securities	(484)	1,122
Foreign currency translation adjustment	310	2,095
Share of other comprehensive income of associates accounted	(20)	56
for using equity method	(20)	30
Total other comprehensive income	(194)	3,274
Comprehensive income	2,342	7,743
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	2,157	7,043
Comprehensive income attributable to minority interests	185	700

Consolidated statements of cash flows

	C: 4 1 1	(Millions of yen)
	Six months ended	Six months ended
N (1 11 (11) (11)	September 30, 2012	September 30, 2013
Net cash provided by (used in) operating activities	2.700	<
Income before income taxes and minority interests	3,768	6,117
Depreciation and amortization	4,079	4,489
Loss (gain) on valuation of investment securities	531	221
Increase (decrease) in provision for retirement benefits	250	255
Loss on retirement of property, plant and equipment	179	46
Interest and dividends income	(193)	(213
Interest expenses	189	214
Foreign exchange losses (gains)	95	(294)
Equity in (earnings) losses of affiliates	74	(92
Decrease (increase) in notes and accounts receivable-trade	525	1,854
Decrease (increase) in inventories	(1,141)	(810)
Increase (decrease) in notes and accounts payable-trade	123	(4,407)
Other, net	(410)	483
Subtotal	8,072	7,863
Interest and dividends income received	309	330
Interest expenses paid	(196)	(224
Income taxes paid	(1,612)	(1,930
Net cash provided by (used in) operating activities	6,572	6,039
Net cash provided by (used in) investing activities		
Proceeds from sales and redemption of securities	10,500	5,600
Purchase of securities	(11,500)	(1,600
Purchase of property, plant and equipment	(5,068)	(4,743
Purchase of intangible assets	(311)	(545)
Purchase of investment securities	(10)	(253)
Payments of long-term loans receivable	(71)	(344)
Purchase of stocks of subsidiaries and affiliates	-	(416
Payments for transfer of business	(1,118)	-
Other, net	384	153
Net cash provided by (used in) investing activities	(7,196)	(2,149
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	861	1,295
Proceeds from long-term loans payable	7,283	786
Repayment of long-term loans payable	(5,130)	(229
Cash dividends paid	(1,139)	(1,138
Other, net	39	(313)
Net cash provided by (used in) financing activities	1,914	399
Effect of exchange rate change on cash and cash equivalents	55	831
Net increase (decrease) in cash and cash equivalents	1,345	5,121
Cash and cash equivalents at beginning of period	25,755	29,210
Cash and cash equivalents at organism of period	27,100	34,332