

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2014 (Based on Japanese GAAP)

February 5, 2015

Company name: ADEKA CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 4401 URL <http://www.adeka.co.jp>
 Representative: REPRESENTATIVE DIRECTOR AND PRESIDENT AKIO KOHRI
 GENERAL MANAGER, LEGAL AFFAIRS & PUBLICITY DEPARTMENT HIKARU KAGESHIMA TEL 03-4455-2803
 Inquiries: HIKARU KAGESHIMA TEL 03-4455-2803
 Scheduled date to file Quarterly Securities Report: February 10, 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 nine months ended December 31, 2014 (from April 1, 2014 to December 31, 2014)

(1) Consolidated financial 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	%
Nine months ended December 31, 2014	157,491	6.5	10,655	6.2	11,752	6.7	8,061	6.1
Nine months ended December 31, 2013	147,825	9.5	10,038	36.3	11,012	48.6	7,600	70.0

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended December 31, 2014	78.05	–
Nine months ended December 31, 2013	73.58	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2014	253,480	156,178	59.4
As of March 31, 2014	242,741	147,798	58.7

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, 2014	–	11.00	–	11.00	22.00
Year ending March 31, 2015	–	12.00	–	–	–
Year ending March 31, 2015 (Forecast)	–	–	–	12.00	24.00

3. Forecast of consolidated financial results for the year ending March 31, 2015 (from April 1, 2014 to March 31, 2015)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	220,000	7.7	14,200	2.8	15,000	(6.0)	10,000	9.3	96.82

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2014
(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 December 31, 2014	103,651,442 shares	As of March 31, 2014	103,651,442 shares
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Number of treasury shares at the end of the period

As of December 31, 2014	364,771 shares	As of March 31, 2014	364,263 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2014	103,286,984 shares	Nine months ended December 31, 2013	103,287,752 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Assets		
Current assets		
Cash and deposits	37,493	35,831
Notes and accounts receivable - trade	42,912	49,406
Securities	3,232	3,232
Merchandise and finished goods	18,328	19,654
Work in process	4,603	4,359
Raw materials and supplies	13,498	13,836
Other	6,863	6,787
Allowance for doubtful accounts	(327)	(264)
Total current assets	126,604	132,842
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	21,879	22,211
Machinery, equipment and vehicles, net	21,975	22,653
Land	21,310	21,295
Other, net	8,661	8,647
Total property, plant and equipment	73,826	74,807
Intangible assets		
Goodwill	244	211
Other	3,405	3,341
Total intangible assets	3,649	3,553
Investments and other assets		
Investment securities	29,560	32,870
Other	9,100	9,406
Total investments and other assets	38,661	42,277
Total non-current assets	116,137	120,637
Total assets	242,741	253,480

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Liabilities		
Current liabilities		
Notes and accounts payable - trade	32,328	36,130
Short-term loans payable	16,216	17,198
Income taxes payable	2,550	1,025
Provision for bonuses	2,028	1,026
Other provision	50	32
Other	9,234	13,044
Total current liabilities	62,407	68,457
Non-current liabilities		
Long-term loans payable	12,191	8,067
Net defined benefit liability	12,788	13,335
Other provision	132	139
Other	7,424	7,302
Total non-current liabilities	32,535	28,844
Total liabilities	94,943	97,302
Net assets		
Shareholders' equity		
Capital stock	22,899	22,899
Capital surplus	19,925	19,925
Retained earnings	92,438	98,077
Treasury shares	(225)	(226)
Total shareholders' equity	135,038	140,676
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,050	4,850
Revaluation reserve for land	3,794	3,762
Foreign currency translation adjustment	2,441	2,863
Remeasurements of defined benefit plans	(1,854)	(1,702)
Total accumulated other comprehensive income	7,431	9,774
Minority interests	5,328	5,727
Total net assets	147,798	156,178
Total liabilities and net assets	242,741	253,480

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Net sales	147,825	157,491
Cost of sales	115,473	123,346
Gross profit	32,351	34,144
Selling, general and administrative expenses	22,313	23,488
Operating income	10,038	10,655
Non-operating income		
Interest income	110	195
Dividend income	240	289
Share of profit of entities accounted for using equity method	309	270
Foreign exchange gains	750	777
Other	241	259
Total non-operating income	1,653	1,792
Non-operating expenses		
Interest expenses	334	343
Other	344	352
Total non-operating expenses	679	696
Ordinary income	11,012	11,752
Extraordinary income		
Gain on sales of shares of subsidiaries and associates	68	-
Total extraordinary income	68	-
Extraordinary losses		
Loss on retirement of property, plant and equipment	89	109
Total extraordinary losses	89	109
Income before income taxes and minority interests	10,991	11,642
Income taxes - current	2,915	2,709
Income taxes - deferred	82	440
Total income taxes	2,997	3,150
Income before minority interests	7,993	8,492
Minority interests in income	393	430
Net income	7,600	8,061

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Income before minority interests	7,993	8,492
Other comprehensive income		
Valuation difference on available-for-sale securities	1,148	1,699
Foreign currency translation adjustment	2,231	543
Remeasurements of defined benefit plans, net of tax	–	144
Share of other comprehensive income of entities accounted for using equity method	90	110
Total other comprehensive income	3,470	2,496
Comprehensive income	11,464	10,989
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,640	10,437
Comprehensive income attributable to minority interests	824	552