

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2015 (Based on Japanese GAAP)

August 4, 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: August 7, 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 three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2015	53,380	7.0	4,488	33.3	4,840	36.9	3,290	29.6
Three months ended June 30, 2014	49,895	–	3,367	–	3,536	–	2,539	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2015	31.86		–	
Three months ended June 30, 2014	24.59		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2015	264,163	166,189	60.3
As of March 31, 2015	261,112	163,233	60.1

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2015	–	12.00	–	14.00	26.00
Year ending March 31, 2016	–	–	–	–	–
Year ending March 31, 2016 (Forecast)	–	14.00	–	14.00	28.00

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2015	111,000	10.6	6,900	0.9	7,000	(3.8)	4,600	(8.3)	44.54
Full year	234,000	13.7	16,500	17.8	18,000	9.0	12,200	9.1	118.12

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2015
(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: Yes
- 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 June 30, 2015	103,651,442 shares	As of March 31, 2015	103,651,442 shares
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Number of treasury shares at the end of the period

As of June 30, 2015	365,170 shares	As of March 31, 2015	364,965 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2015	103,286,379 shares	Three months ended June 30, 2014	103,287,153 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	40,625	40,747
Notes and accounts receivable - trade	44,881	45,585
Securities	3,233	3,233
Merchandise and finished goods	21,531	21,626
Work in process	4,451	4,677
Raw materials and supplies	14,064	14,320
Other	6,979	7,107
Allowance for doubtful accounts	(208)	(216)
Total current assets	135,558	137,080
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	22,520	23,797
Machinery, equipment and vehicles, net	23,206	23,914
Land	21,275	21,269
Other, net	9,638	9,480
Total property, plant and equipment	76,640	78,462
Intangible assets		
Goodwill	217	201
Other	3,243	3,505
Total intangible assets	3,460	3,706
Investments and other assets		
Investment securities	36,627	36,706
Other	8,825	8,208
Total investments and other assets	45,452	44,914
Total non-current assets	125,553	127,082
Total assets	261,112	264,163

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Liabilities		
Current liabilities		
Notes and accounts payable - trade	34,407	33,248
Short-term loans payable	17,585	18,225
Income taxes payable	1,973	1,447
Provision for bonuses	2,041	1,036
Other provision	60	15
Other	13,424	11,786
Total current liabilities	69,493	65,760
Non-current liabilities		
Long-term loans payable	7,466	10,994
Net defined benefit liability	13,806	14,022
Other provision	152	123
Other	6,960	7,071
Total non-current liabilities	28,385	32,213
Total liabilities	97,878	97,973
Net assets		
Shareholders' equity		
Capital stock	22,899	22,899
Capital surplus	19,925	19,925
Retained earnings	100,652	102,244
Treasury shares	(226)	(227)
Total shareholders' equity	143,251	144,842
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,363	7,160
Revaluation reserve for land	4,095	4,095
Foreign currency translation adjustment	5,316	5,185
Remeasurements of defined benefit plans	(2,108)	(2,050)
Total accumulated other comprehensive income	13,667	14,391
Non-controlling interests	6,314	6,955
Total net assets	163,233	166,189
Total liabilities and net assets	261,112	264,163

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Net sales	49,895	53,380
Cost of sales	38,932	40,823
Gross profit	10,963	12,557
Selling, general and administrative expenses	7,595	8,068
Operating income	3,367	4,488
Non-operating income		
Interest income	52	67
Dividend income	145	161
Share of profit of entities accounted for using equity method	180	20
Foreign exchange gains	–	149
Other	97	137
Total non-operating income	475	536
Non-operating expenses		
Interest expenses	112	114
Foreign exchange losses	122	–
Other	71	70
Total non-operating expenses	306	184
Ordinary income	3,536	4,840
Extraordinary losses		
Loss on retirement of property, plant and equipment	10	15
Loss on valuation of investment securities	–	29
Total extraordinary losses	10	45
Income before income taxes and minority interests	3,525	4,794
Income taxes - current	937	1,415
Income taxes - deferred	(85)	(135)
Total income taxes	851	1,280
Profit	2,673	3,514
Profit attributable to non-controlling interests	133	223
Profit attributable to owners of parent	2,539	3,290

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	2,673	3,514
Other comprehensive income		
Valuation difference on available-for-sale securities	175	759
Foreign currency translation adjustment	(867)	(53)
Remeasurements of defined benefit plans, net of tax	48	57
Share of other comprehensive income of entities accounted for using equity method	14	37
Total other comprehensive income	(629)	800
Comprehensive income	2,044	4,314
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,066	4,014
Comprehensive income attributable to non-controlling interests	(21)	300