

Summary

30-July-2014

Consolidated Financial Results for the First Quarter of Fiscal Year 2014 (April 1, 2014- June 30, 2014)

Name of registrant: ShinMaywa Industries, Ltd.

Stock Exchange Listed: Tokyo

Code number: 7224

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

Representative: Yoshihiro Onishi, President and Chief Executive Officer

Contact: Ryutaro Matsumoto, General Manager, President's Office (Phone: 0798-56-5002)

1. Financial Results for the First Quarter of FY 2014 (April 1, 2014– June 30, 2014)

(1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
First Quarter of FY2014	37,902	18.7	2,019	68.5	1,993	56.2	1,201	7.8
First Quarter of FY2013	31,920	8.1	1,198	77.9	1,276	86.0	1,114	(76.7)

	Net income per share for this quarter	Net income per share after adjustment of latent shares for this quarter
First Quarter of FY2014	12.05	—
First Quarter of FY2013	11.18	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio (Ratio of net assets to total assets)
First Quarter of FY2014	160,740	97,433	60.6
FY2013	167,460	95,223	56.8

2. Dividends

	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Full-year
FY2013	—	5	—	7	12
FY2014	—	—	—	—	—
FY2014 (Forecast)	—	6	—	6	12

3. Financial Results Forecast for FY 2014 (April 1, 2014 – March 31, 2015)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Second Quarter	84,000	15.8	4,000	0.8	4,100	(0.1)	2,500	(10.6)	25.08
Full Year	182,000	4.6	8,500	(21.8)	8,800	(23.1)	5,700	(23.4)	57.18

Consolidated Balance Sheets

	Millions of Yen		Millions of Yen	
	First Quarter of FY2014	FY2013	First Quarter of FY2014	FY2013
Assets				
Current assets				
Cash and deposits	15,193	12,550		
Notes and accounts receivable – trade	55,489	68,184		
Merchandise and finished goods	2,691	2,324		
Work in process	24,988	21,617		
Raw materials and supplies	12,944	12,288		
Other	6,592	6,743		
Allowance for doubtful accounts	(29)	(34)		
Total current assets	117,870	123,675		
Non-current assets				
Property, plant and equipment				
Buildings and structures, net	11,877	11,917		
Other, net	15,417	15,205		
Total property, plant and equipment	27,295	27,122		
Intangible assets	1,769	1,681		
Investments and other assets				
Other	13,873	15,048		
Allowance for doubtful accounts	(67)	(67)		
Total investments and other assets	13,805	14,981		
Total non-current assets	42,870	43,785		
Total assets	160,740	167,460		
Liabilities				
Current liabilities				
Notes and accounts payable – trade	27,546	28,021		
Short-term loans payable	159	—		
Current portion of long-term loans payable	2,000	2,000		
Income taxes payable	260	4,129		
Provision for product warranties	53	57		
Provision for loss on construction contracts	2,024	2,037		
Other	13,740	15,918		
Total current liabilities	45,785	52,164		
Non-current liabilities				
Long-term loans payable	4,000	4,000		
Net defined benefit liability	9,522	12,030		
Other	3,999	4,042		
Total non-current liabilities	17,522	20,072		
Total liabilities	63,307	72,237		
Net assets				
Shareholders' equity				
Capital stock	15,981	15,981		
Capital surplus	15,737	15,737		
Retained earnings	65,376	63,349		
Treasury shares	(135)	(134)		
Total shareholders' equity	96,960	94,934		
Accumulated other comprehensive income				
Valuation difference on available-for-sale securities	1,597	1,387		
Revaluation reserve for land	(383)	(383)		
Foreign currency translation adjustment	216	307		
Remeasurements of defined benefit plans	(1,049)	(1,114)		
Total accumulated other comprehensive income	381	195		
Minority interests	92	93		
Total net assets	97,433	95,223		
Total liabilities and net assets	160,740	167,460		

ShinMaywa Industries, Ltd.

Consolidated Statements of Income

Millions of Yen

	First Quarter of FY2014	First Quarter of FY2013
Net sales	37,902	31,920
Cost of sales	31,232	26,003
Gross profit	6,669	5,916
Selling, general and administrative expenses	4,649	4,717
Operating income	2,019	1,198
Non-operating income		
Interest income	4	4
Dividend income	49	36
Foreign exchange gains	—	47
Other	22	34
Total non-operating income	76	123
Non-operating expenses		
Interest expenses	9	12
Share of loss of entities accounted for using equity method	17	7
Foreign exchange losses	59	—
Other	16	25
Total non-operating expenses	103	45
Ordinary income	1,993	1,276
Extraordinary income		
Gain on sales of investment securities	119	—
Gain on transfer of retirement benefit plan	—	445
Total extraordinary income	119	445
Extraordinary losses		
Loss on disposal of non-current assets	56	42
Total extraordinary losses	56	42
Income before income taxes and minority interests	2,056	1,679
Income taxes – current	365	226
Income taxes – deferred	489	337
Total income taxes	854	564
Income before minority interests	1,202	1,115
Minority interests in income	1	0
Net income	1,201	1,114

ShinMaywa Industries, Ltd.

Consolidated Statements of Comprehensive Income

Millions of Yen

	First Quarter of FY2014	First Quarter of FY2013
Income before minority interests	1,202	1,115
Other comprehensive income		
Valuation difference on available-for-sale securities	210	181
Foreign currency translation adjustment	(52)	92
Remeasurements of defined benefit plans, net of tax	65	—
Share of other comprehensive income of entities accounted for using equity method	(41)	64
Total other comprehensive income	183	339
Comprehensive income	1,385	1,454
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,386	1,445
Comprehensive income attributable to minority interests	(0)	9

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