

Summary

30-October-2014

Consolidated Financial Results for the Second Quarter of Fiscal Year 2014 (April 1, 2014 - September 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 Second Quarter of FY 2014 (April 1, 2014 - September 30, 2014)

(1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Second Quarter of FY2014	83,819	15.6	5,465	37.7	5,744	40.0	3,615	29.2
Second Quarter of FY2013	72,507	11.7	3,970	125.8	4,102	127.1	2,797	(50.6)

	Net income per share for this quarter	Net income per share after adjustment of latent shares for this quarter
Second Quarter of FY2014	yen 36.27	yen —
Second Quarter of FY2013	28.06	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio (Ratio of net assets to total assets)
Second Quarter of FY2014	million yen 164,749	million yen 100,128	% 60.7
FY2013	167,460	95,223	56.8

2. Dividends

	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Full-year
FY2013	—	yen 5	—	yen 7	yen 12
FY2014	—	6			
FY2014 (Forecast)			—	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
Full Year	million yen	%	million yen	%	million yen	%	million yen	%	yen
	187,000	7.5	11,000	1.2	11,300	(1.2)	7,500	0.7	75.24

Consolidated Balance Sheets

	Millions of Yen			Millions of Yen	
	Second Quarter of FY2014	FY2013		Second Quarter of FY2014	FY2013
Assets			Liabilities		
Current assets			Current liabilities		
Cash and deposits	15,526	12,550	Notes and accounts payable – trade	28,368	28,021
Notes and accounts receivable – trade	58,105	68,184	Short-term loans payable	172	—
Merchandise and finished goods	2,777	2,324	Current portion of long-term loans payable	2,000	2,000
Work in process	25,031	21,617	Income taxes payable	1,146	4,129
Raw materials and supplies	13,427	12,288	Provision for product warranties	19	57
Other	6,289	6,743	Provision for loss on construction contracts	2,181	2,037
Allowance for doubtful accounts	(30)	(34)	Other	14,327	15,918
Total current assets	121,126	123,675	Total current liabilities	48,215	52,164
Non-current assets			Non-current liabilities		
Property, plant and equipment			Long-term loans payable	3,000	4,000
Buildings and structures, net	11,850	11,917	Net defined benefit liability	9,584	12,030
Other, net	15,675	15,205	Other	3,820	4,042
Total property, plant and equipment	27,525	27,122	Total non-current liabilities	16,405	20,072
Intangible assets	1,960	1,681	Total liabilities	64,620	72,237
Investments and other assets			Net assets		
Other	14,202	15,048	Shareholders' equity		
Allowance for doubtful accounts	(66)	(67)	Capital stock	15,981	15,981
Total investments and other assets	14,136	14,981	Capital surplus	15,737	15,737
Total non-current assets	43,623	43,785	Retained earnings	67,790	63,349
Total assets	164,749	167,460	Treasury shares	(138)	(134)
			Total shareholders' equity	99,371	94,934
			Accumulated other comprehensive income		
			Valuation difference on available-for-sale securities	1,782	1,387
			Revaluation reserve for land	(383)	(383)
			Foreign currency translation adjustment	247	307
			Remeasurements of defined benefit plans	(983)	(1,114)
			Total accumulated other comprehensive income	663	195
			Minority interests	94	93
			Total net assets	100,128	95,223
			Total liabilities and net assets	164,749	167,460

ShinMaywa Industries, Ltd.

Consolidated Statements of Income

Millions of Yen

	Second Quarter of FY2014	Second Quarter of FY2013
Net sales	83,819	72,507
Cost of sales	68,993	59,238
Gross profit	14,825	13,269
Selling, general and administrative expenses	9,360	9,299
Operating income	5,465	3,970
Non-operating income		
Interest income	8	15
Dividend income	51	38
Share of profit of entities accounted for using equity method	162	34
Foreign exchange gains	59	27
Other	50	82
Total non-operating income	332	198
Non-operating expenses		
Interest expenses	19	24
Cost of inactive noncurrent assets	13	14
Other	20	27
Total non-operating expenses	53	65
Ordinary income	5,744	4,102
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	119	83
Total extraordinary losses	119	83
Income before income taxes and minority interests	5,744	4,465
Income taxes – current	1,268	807
Income taxes – deferred	857	868
Total income taxes	2,125	1,676
Income before minority interests	3,619	2,789
Minority interests in income (loss)	3	(8)
Net income	3,615	2,797

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Consolidated Statements of Comprehensive Income

Millions of Yen

	Second Quarter of FY2014	Second Quarter of FY2013
Income before minority interests	3,619	2,789
Other comprehensive income		
Valuation difference on available-for-sale securities	395	485
Foreign currency translation adjustment	(19)	136
Remeasurements of defined benefit plans, net of tax	131	—
Share of other comprehensive income of entities accounted for using equity method	(43)	105
Total other comprehensive income	464	727
Comprehensive income	4,083	3,516
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	4,082	3,515
Comprehensive income attributable to minority interests	0	1

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