

Summary

29-July-2016

Consolidated Financial Results for the First Quarter of Fiscal Year 2016 (April 1, 2016- June 30, 2016)

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

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1. Financial Results for the First Quarter of FY 2016 (April 1, 2016– June 30, 2016)

(1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
First Quarter of FY2016	43,519	0.0	1,660	(62.7)	1,509	(66.3)	951	(67.3)
First Quarter of FY2015	43,503	14.8	4,445	120.1	4,477	124.6	2,909	142.2

	Net income per share for this quarter	Net income per share after adjustment of latent shares for this quarter
	yen	yen
First Quarter of FY2016	9.75	—
First Quarter of FY2015	29.19	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio (Ratio of net assets to total assets)
	million yen	million yen	%
First Quarter of FY2016	176,305	109,836	62.3
FY2015	186,780	113,079	60.5

2. Dividends

	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Full-year
	yen				
FY2015	—	7	—	7	14
FY2016	—	—	—	—	—
FY2016 (Forecast)	—	7	—	7	14

3. Financial Results Forecast for FY 2016 (April 1, 2016 – March 31, 2017)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Second Quarter	94,500	(0.4)	4,000	(57.6)	4,200	(55.4)	2,700	(56.0)	28.28
Full Year	197,000	(3.4)	10,500	(31.2)	10,900	(30.1)	7,500	(27.1)	78.56

Consolidated Balance Sheets

	Millions of Yen		Millions of Yen	
	First Quarter of FY2016	FY2015	First Quarter of FY2016	FY2015
Assets				
Current assets				
Cash and deposits	18,687	17,085		
Notes and accounts receivable – trade	61,107	76,642		
Merchandise and finished goods	3,436	2,865		
Work in process	22,998	20,702		
Raw materials and supplies	15,431	15,066		
Other	7,651	8,022		
Allowance for doubtful accounts	(25)	(19)		
Total current assets	129,286	140,366		
Non-current assets				
Property, plant and equipment				
Buildings and structures, net	12,084	11,883		
Other, net	18,009	17,247		
Total property, plant and equipment	30,093	29,131		
Intangible assets	2,388	2,402		
Investments and other assets				
Other	14,595	14,938		
Allowance for doubtful accounts	(58)	(58)		
Total investments and other assets	14,536	14,879		
Total non-current assets	47,018	46,413		
Total assets	176,305	186,780		
Liabilities				
Current liabilities				
Notes and accounts payable – trade	27,004	31,472		
Current portion of long-term loans payable	2,000	2,000		
Income taxes payable	302	3,070		
Provision for product warranties	25	27		
Provision for loss on construction contracts	3,911	3,200		
Other	19,069	19,833		
Total current liabilities	52,313	59,603		
Non-current liabilities				
Net defined benefit liability	11,136	11,063		
Other	3,018	3,034		
Total non-current liabilities	14,155	14,097		
Total liabilities	66,468	73,700		
Net assets				
Shareholders' equity				
Capital stock	15,981	15,981		
Capital surplus	15,737	15,737		
Retained earnings	81,776	81,522		
Treasury shares	(3,248)	(154)		
Total shareholders' equity	110,248	113,088		
Accumulated other comprehensive income				
Valuation difference on available-for-sale securities	1,557	1,717		
Revaluation reserve for land	(376)	(376)		
Foreign currency translation adjustment	156	420		
Remeasurements of defined benefit plans	(1,827)	(1,856)		
Total accumulated other comprehensive income	(490)	(94)		
Non-controlling interests	78	85		
Total net assets	109,836	113,079		
Total liabilities and net assets	176,305	186,780		

ShinMaywa Industries, Ltd.

Consolidated Statements of Income

Millions of Yen

	First Quarter of FY2016	First Quarter of FY2015
Net sales	43,519	43,503
Cost of sales	36,974	34,318
Gross profit	6,544	9,184
Selling, general and administrative expenses	4,884	4,738
Operating income	1,660	4,445
Non-operating income		
Interest income	3	4
Dividend income	72	61
Other	20	20
Total non-operating income	96	86
Non-operating expenses		
Interest expenses	4	8
Share of loss of entities accounted for using equity method	52	22
Foreign exchange losses	159	8
Other	31	15
Total non-operating expenses	247	54
Ordinary income	1,509	4,477
Extraordinary income		
Gain on sales of non-current assets	77	—
Gain on sales of investment securities	—	24
Total extraordinary income	77	24
Extraordinary losses		
Loss on disposal of non-current assets	24	44
Total extraordinary losses	24	44
Profit before income taxes	1,562	4,457
Income taxes – current	337	306
Income taxes – deferred	277	1,245
Total income taxes	614	1,551
Profit	948	2,905
Loss attributable to non-controlling interests	(3)	(3)
Profit attributable to owners of parent	951	2,909

ShinMaywa Industries, Ltd.

Consolidated Statements of Comprehensive Income

Millions of Yen

	First Quarter of FY2016	First Quarter of FY2015
Profit	948	2,905
Other comprehensive income		
Valuation difference on available-for-sale securities	(160)	111
Foreign currency translation adjustment	(192)	(35)
Remeasurements of defined benefit plans, net of tax	28	46
Share of other comprehensive income of entities accounted for using equity method	(74)	4
Total other comprehensive income	(399)	126
Comprehensive income	548	3,032
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	555	3,035
Comprehensive income attributable to non-controlling interests	(6)	(2)

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