

Summary of the Consolidated Financial Results for the Fiscal Year Ended March 31, 2017[under Japanese GAAP]

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 Stock exchange listing : Tokyo Stock Exchange 1st Section(Code 6140)

① Financial statements

1) Consolidated Balance Sheets

Millions of yen

	FISCAL YEAR	
	2016/3	2017/3
Cash and deposits	12,598	14,916
Notes and accounts receivable-trade	11,528	10,846
Securities	1,867	360
Merchandise and finished goods	2,374	2,313
Work in process	1,474	1,480
Raw materials and supplies	2,661	2,440
Deferred tax assets	736	489
Other	858	521
Allowance for doubtful accounts	△ 286	△ 208
Current assets	33,813	33,160
Buildings and structures	21,985	22,176
Accumulated depreciation	△ 11,921	△ 12,710
Buildings and structures, net	10,063	9,465
Machinery, equipment and vehicles	31,945	32,590
Accumulated depreciation	△ 24,370	△ 25,520
Machinery, equipment and vehicles, net	7,575	7,070
Land	5,053	5,045
Construction in progress	368	262
Other	6,279	6,482
Accumulated depreciation	△ 4,784	△ 5,193
Other, net	1,495	1,289
Property, plant and equipment	24,556	23,133
Intangible assets	120	123
Investment securities	10,993	12,569
Long-term loans receivable	1	0
Deferred tax assets	1,073	1,113
Other	1,644	1,639
Allowance for doubtful accounts	△ 1,065	△ 1,057
Investments and other assets	12,648	14,265
Non-current assets	37,325	37,521
Assets	71,139	70,682

※Note

- This report contains estimates and forecasts pertaining to the future plans and business results. Such statements are based on information available at the time of the report's production and include potential risks and uncertainties. Actual results may differ from estimates and forecasts contained herein.
- Numbers with "△" indicate negative numbers.

Millions of yen

	FISCAL YEAR	
	2016/3	2017/3
Notes and accounts payable-trade	1,505	1,632
Short-term loans payable	659	461
Income taxes payable	540	208
Provision for bonuses	722	659
Provision for business structure improvement	193	15
Other	2,108	1,986
Current liabilities	5,730	4,964
Long-term loans payable	87	29
Net defined benefit liability	7,644	7,672
Deferred tax liabilities for land revaluation	351	351
Asset retirement obligations	141	142
Provision for business structure improvement	—	24
Other	240	209
Non-current liabilities	8,465	8,429
Liabilities	14,195	13,394
Capital stock	4,102	4,102
Capital surplus	7,129	7,129
Retained earnings	41,615	41,836
Treasury shares	△ 15	△ 2
Shareholders' equity	52,832	53,065
Valuation difference on available-for-sale securities	2,346	2,958
Revaluation reserve for land	162	162
Foreign currency translation adjustment	479	△ 53
Remeasurements of defined benefit plans	△ 78	△ 23
Total accumulated other comprehensive income	2,910	3,044
Non-controlling interests	1,201	1,178
Net assets	56,943	57,288
Liabilities and net assets	71,139	70,682

2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

Millions of yen

	FISCAL YEAR	
	2015/4–2016/3	2016/4–2017/3
Net sales	45,459	42,024
Cost of sales	31,928	31,129
Gross profit	13,530	10,895
Selling expenses	5,512	5,103
General and administrative expenses	3,267	3,146
Selling, general and administrative expenses	8,780	8,250
Operating income	4,750	2,645
Interest income	79	56
Dividend income	135	136
Share of profit of entities accounted for using equity method	165	187
Miscellaneous income	132	73
Non-operating income	513	453
Interest expenses	14	8
Foreign exchange losses	128	128
Miscellaneous loss	28	16
Non-operating expenses	171	153
Ordinary income	5,092	2,945
Gain on sales of investment securities	59	334
Reversal of provision for business structure improvement	—	84
Extraordinary income	59	419
Impairment loss	—	93
Loss on retirement of non-current assets	—	28
Loss on valuation of investment securities	—	0
Loss on sales of investment securities	—	1
Provision for business structure improvement	120	—
Extraordinary losses	120	123
Income before income taxes	5,031	3,241
Income taxes – current	1,404	794
Income taxes – deferred	227	△ 95
Income taxes	1,631	699
Profit	3,399	2,541
Profit attributable to non-controlling interests	61	54
Profit attributable to owners of parent	3,338	2,487

Consolidated Statements of Comprehensive Income

Millions of yen

	FISCAL YEAR	
	2015/4-2016/3	2016/4-2017/3
Profit	3,399	2,541
Other comprehensive income		
Valuation difference on available-for-sale securities	△ 1,117	611
Revaluation reserve for land	18	—
Foreign currency translation adjustment	△ 604	△ 272
Remeasurements of defined benefit plans	△ 69	53
Share of other comprehensive income of entities accounted for using equity method	△ 252	△ 284
Other comprehensive income	△ 2,026	107
Comprehensive income	1,373	2,649
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	1,474	2,730
Comprehensive income attributable to non-controlling interests	△ 100	△ 80

3) Consolidated Statements of Cash Flows

Millions of yen

	FISCAL YEAR	
	2015/4-2016/3	2016/4-2017/3
Cash flows from operating activities		
Profit before income taxes	5,031	3,241
Depreciation	3,627	3,353
Impairment loss	—	93
Increase (decrease) in allowance for doubtful accounts	148	△ 72
Increase (decrease) in provision for bonuses	△ 7	△ 61
Increase (decrease) in net defined benefit liability	2	127
Increase (decrease) in provision for business structure improvement	△ 70	△ 138
Interest and dividend income	△ 215	△ 192
Interest expenses	14	8
Share of (profit) loss of entities accounted for using equity method	△ 165	△ 187
Loss on retirement of property, plant and equipment	14	37
Loss (gain) on sales of property, plant and equipment	13	3
Loss (gain) on sales of investment securities	△ 59	△ 333
Loss (gain) on valuation of investment securities	—	0
Decrease (increase) in notes and accounts receivable – trade	1,571	569
Decrease (increase) in inventories	△ 85	212
Increase (decrease) in notes and accounts payable – trade	△ 359	206
Other, net	△ 270	316
Subtotal	9,188	7,186
Interest and dividend income received	215	192
Interest expenses paid	△ 14	△ 8
Income taxes paid	△ 2,099	△ 1,165
Net cash provided by (used in) operating activities	7,290	6,205
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	26	—
Purchase of property, plant and equipment	△ 3,205	△ 2,200
Proceeds from sales of property, plant and equipment	40	9
Purchase of investment securities	△ 227	△ 1,227
Proceeds from sales of investment securities	94	547
Proceeds from redemption of investment securities	—	1,700
Other, net	42	△ 23
Net cash provided by (used in) investing activities	△ 3,228	△ 1,194

Millions of yen

	FISCAL YEAR	
	2015/4–2016/3	2016/4–2017/3
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	△ 218	△ 163
Repayments of long-term loans payable	△ 67	△ 64
Purchase of treasury shares	△ 1,248	△ 847
Proceeds from sales of treasury shares	0	0
Cash dividends paid	△ 1,903	△ 1,409
Dividends paid to non-controlling interests	△ 55	△ 50
Repayments of lease obligations	△ 95	△ 96
Net cash provided by (used in) financing activities	△ 3,590	△ 2,631
Effect of exchange rate change on cash and cash equivalents	△ 362	△ 68
Net increase (decrease) in cash and cash equivalents	109	2,310
Cash and cash equivalents at beginning of period	12,857	12,966
Cash and cash equivalents at end of period	12,966	15,276

② Financial data

1) Forecast (2017/4–2018/3)

Net sales (Millions of yen)	Operating income (Millions of yen)	Ordinary income (Millions of yen)	Profit attributable to owners of parent (Millions of yen)	Earnings per share [EPS] (Yen)
42,000	1,660	1,910	1,360	24.42

2) Consolidated financial indicator

		FISCAL YEAR			FORECAST
		2014/4–2015/3	2015/4–2016/3	2016/4–2017/3	2017/4–2018/3
		Amount	Amount	Amount	Amount
Operating income ratio	(%)	11.3	10.5	6.3	4.0
Ordinary income ratio	(%)	13.2	11.2	7.0	4.5
Return on assets [ROA]	(%)	5.0	4.6	3.5	—
Return on equity [ROE]	(%)	6.5	5.9	4.4	—
Capital expenditures	Millions of yen	6,350	3,409	2,300	4,000
Depreciation [Property, plant and equipment]	Millions of yen	3,413	3,572	3,300	3,500
Research and development expenses	Millions of yen	1,609	1,731	1,741	1,750
Number of employees	Number	2,147	2,108	2,146	—

3) Consolidated Net Sales Breakdown

Consolidated Net Sales Breakdown by Industry

Millions of yen

	FISCAL YEAR						FORECAST	
	2014/4–2015/3		2015/4–2016/3		2016/4–2017/3		2017/4–2018/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Electronics and Semiconductor	21,170	46.5	20,133	44.3	18,323	43.6	16,950	40.4
Transportation	7,753	17.0	8,439	18.6	8,481	20.2	8,960	21.3
Machinery	9,350	20.5	9,368	20.6	8,805	21.0	9,250	22.0
Stone and Construction	5,296	11.6	5,541	12.2	4,818	11.4	5,300	12.6
Other	1,978	4.4	1,977	4.3	1,595	3.8	1,540	3.7
Net sales	45,550	100.0	45,459	100.0	42,024	100.0	42,000	100.0

Consolidated Net Sales Breakdown by Geographical Region

Millions of yen

	FISCAL YEAR						FORECAST	
	2014/4–2015/3		2015/4–2016/3		2016/4–2017/3		2017/4–2018/3	
	Amount	Ratio	Amount	Ratio	Amount	Ratio	Amount	Ratio
Japan	19,486	42.8	19,567	43.1	18,919	45.0	19,300	46.0
Taiwan	6,307	13.8	4,424	9.7	4,043	9.6	4,500	10.7
China	5,117	11.2	7,293	16.0	6,605	15.7	5,700	13.6
Other Asia and Oceania	8,399	18.4	6,867	15.1	5,858	14.0	5,900	14.0
Europe	4,267	9.5	4,785	10.5	4,280	10.2	4,000	9.5
Other	1,971	4.3	2,521	5.6	2,316	5.5	2,600	6.2
Net sales	45,550	100.0	45,459	100.0	42,024	100.0	42,000	100.0