

Translation

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

August 3, 2015

Company name: Eagle Industry Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 6486 URL <http://www.ekkeagle.com/jp/>
 Representative: Representative Director, President Tetsuji Tsuru
 Senior Operating Officer, Division Manager Sumio Ikeda
 Inquiries: Corporate Finance & Accounting Division TEL 03-3438-2291
 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	36,591	11.1	4,641	30.6	5,261	43.4	3,401	31.8
Three months ended June 30, 2014	32,921	12.5	3,553	14.9	3,668	2.3	2,579	12.8

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2015	70.40	–
Three months ended June 30, 2014	53.48	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2015	159,270	78,738	43.8	1,442.89
As of March 31, 2015	156,443	74,786	42.2	1,366.47

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2015	–	15.00	–	25.00	40.00
Year ending March 31, 2016	–				
Year ending March 31, 2016 (Forecast)		20.00	–	–	–

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	72,000	7.8	7,000	7.6	8,000	7.3	5,100	14.4	105.56
Full year	145,000	5.0	15,000	3.5	17,000	1.5	11,000	15.7	227.68

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: Yes
- (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: No
- 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	49,757,821 shares	As of March 31, 2015	49,757,821 shares
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Number of treasury shares at the end of the period

As of June 30, 2015	1,429,081 shares	As of March 31, 2015	1,444,635 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	48,316,205 shares	Three months ended June 30, 2014	48,242,206 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	20,262	21,090
Notes and accounts receivable - trade	30,964	31,319
Electronically recorded monetary claims - operating	1,529	1,605
Merchandise and finished goods	4,975	4,808
Work in process	7,355	7,474
Raw materials and supplies	5,804	5,906
Other	7,557	6,636
Allowance for doubtful accounts	(159)	(105)
Total current assets	78,289	78,737
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,953	19,074
Machinery, equipment and vehicles, net	17,793	18,357
Other, net	10,144	10,689
Total property, plant and equipment	46,892	48,122
Intangible assets		
Goodwill	4,331	4,141
Other	1,899	2,051
Total intangible assets	6,231	6,192
Investments and other assets		
Investment securities	19,924	21,361
Other	5,360	5,111
Allowance for doubtful accounts	(254)	(254)
Total investments and other assets	25,030	26,217
Total non-current assets	78,154	80,532
Total assets	156,443	159,270

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Liabilities		
Current liabilities		
Accounts payable - trade	8,235	7,863
Electronically recorded obligations - operating	1,456	6,281
Short-term loans payable	12,609	15,557
Income taxes payable	3,052	2,260
Provision for bonuses	2,060	1,433
Other provision	369	143
Other	19,718	15,188
Total current liabilities	47,502	48,728
Non-current liabilities		
Long-term loans payable	20,907	18,699
Net defined benefit liability	11,562	11,414
Provision for directors' retirement benefits	25	38
Other	1,659	1,651
Total non-current liabilities	34,154	31,804
Total liabilities	81,657	80,532
Net assets		
Shareholders' equity		
Capital stock	10,490	10,490
Capital surplus	11,503	11,507
Retained earnings	41,821	44,014
Treasury shares	(940)	(934)
Total shareholders' equity	62,875	65,077
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	500	582
Foreign currency translation adjustment	4,565	5,882
Remeasurements of defined benefit plans	(1,922)	(1,808)
Total accumulated other comprehensive income	3,143	4,655
Non-controlling interests	8,767	9,005
Total net assets	74,786	78,738
Total liabilities and net assets	156,443	159,270

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	32,921	36,591
Cost of sales	23,849	25,946
Gross profit	9,072	10,645
Selling, general and administrative expenses	5,519	6,003
Operating income	3,553	4,641
Non-operating income		
Interest income	97	40
Dividend income	16	16
Share of profit of entities accounted for using equity method	401	291
Foreign exchange gains	–	318
Other	196	260
Total non-operating income	712	926
Non-operating expenses		
Interest expenses	154	138
Foreign exchange losses	279	–
Contribution	104	100
Other	58	67
Total non-operating expenses	597	306
Ordinary income	3,668	5,261
Extraordinary income		
Gain on sales of non-current assets	3	1
Gain on bargain purchase	18	–
Other	4	–
Total extraordinary income	26	1
Extraordinary losses		
Loss on sales of non-current assets	7	2
Loss on retirement of non-current assets	4	12
Total extraordinary losses	12	15
Income before income taxes and minority interests	3,682	5,247
Income taxes	947	1,570
Profit	2,735	3,676
Profit attributable to non-controlling interests	155	275
Profit attributable to owners of parent	2,579	3,401

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	2,735	3,676
Other comprehensive income		
Valuation difference on available-for-sale securities	53	109
Foreign currency translation adjustment	(627)	774
Remeasurements of defined benefit plans, net of tax	115	105
Share of other comprehensive income of entities accounted for using equity method	(668)	538
Total other comprehensive income	(1,127)	1,527
Comprehensive income	1,607	5,204
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,498	4,913
Comprehensive income attributable to non-controlling interests	109	291