

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2015 (Based on Japanese GAAP)

February 1, 2016

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
 Corporate Finance & Accounting Division TEL 03-3438-2291
 Scheduled date to file Quarterly Securities Report: February 12, 2016
 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 nine months ended December 31, 2015 (from April 1, 2015 to December 31, 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	%
Nine months ended December 31, 2015	106,614	4.7	11,791	10.0	13,689	3.6	8,380	5.4
Nine months ended December 31, 2014	101,855	12.3	10,719	34.3	13,212	21.9	7,948	23.4

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2015	173.04	–
Nine months ended December 31, 2014	164.67	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2015	158,586	78,532	44.4	1,446.66
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	–	20.00	–		
Year ending March 31, 2016 (Forecast)				25.00	45.00

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
Full year	145,000	5.0	15,000	3.5	17,000	1.5	11,000	15.7	226.84

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 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 December 31, 2015	1,080,744 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)

Nine months ended December 31, 2015	48,430,024 shares	Nine months ended December 31, 2014	48,266,226 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Assets		
Current assets		
Cash and deposits	20,262	21,588
Notes and accounts receivable - trade	30,964	29,192
Electronically recorded monetary claims - operating	1,529	1,644
Merchandise and finished goods	4,975	5,086
Work in process	7,355	7,907
Raw materials and supplies	5,804	5,605
Other	7,557	6,709
Allowance for doubtful accounts	(159)	(112)
Total current assets	78,289	77,620
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	18,953	19,075
Machinery, equipment and vehicles, net	17,793	18,717
Other, net	10,144	10,898
Total property, plant and equipment	46,892	48,691
Intangible assets		
Goodwill	4,331	3,802
Other	1,899	2,543
Total intangible assets	6,231	6,345
Investments and other assets		
Investment securities	19,924	21,152
Other	5,360	5,029
Allowance for doubtful accounts	(254)	(253)
Total investments and other assets	25,030	25,928
Total non-current assets	78,154	80,966
Total assets	156,443	158,586

(Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Liabilities		
Current liabilities		
Accounts payable - trade	8,235	7,589
Electronically recorded obligations - operating	1,456	6,852
Short-term loans payable	12,609	17,353
Income taxes payable	3,052	2,446
Provision for bonuses	2,060	1,356
Other provision	369	205
Other	19,718	11,993
Total current liabilities	47,502	47,796
Non-current liabilities		
Long-term loans payable	20,907	19,796
Provision	322	336
Net defined benefit liability	11,562	11,309
Other	1,362	815
Total non-current liabilities	34,154	32,258
Total liabilities	81,657	80,054
Net assets		
Shareholders' equity		
Capital stock	10,490	10,490
Capital surplus	11,503	11,538
Retained earnings	41,821	48,136
Treasury shares	(940)	(793)
Total shareholders' equity	62,875	69,371
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	500	522
Foreign currency translation adjustment	4,565	2,110
Remeasurements of defined benefit plans	(1,922)	(1,585)
Total accumulated other comprehensive income	3,143	1,047
Non-controlling interests	8,767	8,113
Total net assets	74,786	78,532
Total liabilities and net assets	156,443	158,586

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Net sales	101,855	106,614
Cost of sales	74,673	77,070
Gross profit	27,181	29,543
Selling, general and administrative expenses	16,462	17,751
Operating income	10,719	11,791
Non-operating income		
Interest income	291	239
Dividend income	76	25
Share of profit of entities accounted for using equity method	1,619	608
Foreign exchange gains	817	295
Other	645	1,315
Total non-operating income	3,449	2,484
Non-operating expenses		
Interest expenses	490	361
Contribution	114	100
Product maintenance and repair	231	—
Other	119	124
Total non-operating expenses	956	586
Ordinary income	13,212	13,689
Extraordinary income		
Gain on sales of non-current assets	37	8
Gain on bargain purchase	18	—
Other	0	—
Total extraordinary income	55	8
Extraordinary losses		
Loss on sales of non-current assets	34	8
Loss on retirement of non-current assets	84	63
Other	21	—
Total extraordinary losses	140	71
Income before income taxes and minority interests	13,127	13,626
Income taxes	4,444	4,474
Profit	8,683	9,151
Profit attributable to non-controlling interests	734	771
Profit attributable to owners of parent	7,948	8,380

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Profit	8,683	9,151
Other comprehensive income		
Valuation difference on available-for-sale securities	177	49
Foreign currency translation adjustment	4,247	(2,469)
Remeasurements of defined benefit plans, net of tax	267	334
Share of other comprehensive income of entities accounted for using equity method	863	(415)
Total other comprehensive income	5,556	(2,500)
Comprehensive income	14,239	6,651
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,836	6,284
Comprehensive income attributable to non-controlling interests	1,402	366