

CONSOLIDATED FINANCIAL RESULTS FOR THE FIRST QUARTER ENDED JUNE 30, 2015 [J-GAAP]

August 6, 2015

Listed Company Name: Fuji Machine Mfg. Co., Ltd.
 Securities Code: 6134
 Listings: Tokyo Stock Exchange, Nagoya Stock Exchange
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Scheduled date to submit quarterly report: August 7, 2015

Scheduled date to start dividend payments: —

Preparation of quarterly financial results briefing materials: None

Holding of quarterly financial results briefing: None

(Amounts less than one million yen have been truncated)

1. Consolidated Financial Results (From April 1, 2015 to June 30, 2015)

(1) Consolidated Operating Results

(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	25,182	21.5	4,793	69.7	5,186	77.5	3,350	60.4
Three months ended June 30, 2014	20,725	9.0	2,825	44.9	2,922	33.6	2,089	36.7

Note: Comprehensive income Three months ended June 30, 2015: ¥4,458 million (87.8%)
 Three months ended June 30, 2014: ¥2,374 million (-41.6%)

	Profit per share	Diluted profit per share
	Yen	Yen
Three months ended June 30, 2015	34.28	—
Three months ended June 30, 2014	21.38	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2015	156,028	137,547	88.0
As of March 31, 2015	153,890	135,044	87.6

Reference: Shareholders' equity As of June 30, 2015: ¥137,331 million
 As of March 31, 2015: ¥134,825 million

2. Dividends

	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	—	8.00	—	20.00	28.00
Fiscal year ending March 31, 2016	—				
Fiscal year ending March 31, 2016 (Forecast)		14.00	—	14.00	28.00

Notes: Revision of dividend forecast since last announcement: None

Breakdown of year-end dividend for the fiscal year ended March 31, 2015

Ordinary dividend: ¥16.00

Commemorative dividend: ¥4.00

3. Forecast of Consolidated Results for the Fiscal 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		Profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	46,000	6.5	7,400	29.6	7,600	26.1	5,100	19.0	52.17
Full year	84,000	-1.5	11,300	-6.4	11,600	-10.9	7,600	-11.9	77.74

Note: Revision of results forecast since last announcement: None

*Notes

(1) Changes in significant subsidiaries during the period under review (Changes in specified subsidiaries involving changes in scope of consolidation): None

New Company: — Exclusion: —

(2) Application of accounting treatments specific to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, accounting estimates, and retrospective restatements

1) Changes in accounting policies in accordance with revision of accounting standards: Yes

2) Changes in accounting policies other than item 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatements: None

Note: For further details, please refer to "2. Summary Information (Notes) (3) Changes in Accounting Policies, Accounting Estimates, and Retrospective Restatements" on page 4.

(4) Number of shares issued (common stock)

1) Number of shares issued as of end of period (including treasury shares)

As of June 30, 2015: 97,823,748 shares

As of March 31, 2015: 97,823,748 shares

2) Number of treasury shares as of end of period

As of June 30, 2015: 67,066 shares

As of March 31, 2015: 66,950 shares

3) Average number of shares during the period

Three months ended June 30, 2015: 97,756,731 shares

Three months ended June 30, 2014: 97,758,118 shares

Implementation status for quarterly review procedures

The quarterly review procedures for quarterly consolidated financial statements pursuant to the Financial Instruments and Exchange Act have not been completed at the time of the disclosure of this document.

Explanation regarding appropriate use of results forecasts and other special remarks

The forward-looking statements, including results forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable and they are not meant to be a commitment by the Company. Also, actual business results may differ substantially due to a number of factors.

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1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

During the three months ended June 30, 2015, the Japanese economy has shown improvements in corporate performance and in the employment and income environment underpinned by the government's financial policies and monetary easing. In terms of the global economy, although demands for capital investments in China were sluggish due to a sense of economic slowdown, the European economy continued to recover gradually, and in North America, the economy showed steady growth supported by recovery in consumer spending.

In this environment, under the slogan of "Excite and Inspire" the Company and its subsidiaries (hereinafter the "Group") have taken on the challenge of reforming and have made efforts to develop highly original products as one of the world's leading robot manufacturers, while striving to promote swift management and to provide the market with products that are highly competitive on cost in a timely manner. We have also worked to improve customer satisfaction by strengthening the domestic and overseas sales and service system through cooperation among Group companies and expansion of the dealer network, and by promoting solution-based sales approaches. At the same time, we have sought to improve profitability through efforts to pursue exhaustive QCD (quality, cost and delivery) through strengthening supply chains and production reforms.

As a result of the above, net sales for the three months ended June 30, 2015 were ¥25,182 million, an increase of ¥4,457 million (21.5%) compared with the corresponding period of the previous fiscal year. In addition, operating income was ¥4,793 million (up 69.7% from the same period of the previous fiscal year), ordinary income was ¥5,186 million (up 77.5%), and profit attributable to owners of parent was ¥3,350 million (up 60.4%).

Business results by segment are as follows.

1) Electronics Assembly Equipment

Regarding equipment related to smartphones and other mobile devices, although some customers were cautious towards investing from a sense of uncertainty about the future, there were strong demands for new capital investment for automotive mounted substrates and industrial equipment substrates. As a result, net sales totaled ¥21,318 million, up ¥2,792 million (15.1%) from the corresponding period of the previous fiscal year, and operating income was ¥5,271 million (up 39.9% from the same period of the previous fiscal year).

2) Machine Tools

Demand for capital investment for machine tools was firm, mainly in the automotive industry. As a result, net sales were ¥3,525 million, an increase of ¥1,526 million (76.3%) from the same period of the previous fiscal year, and operating income was ¥278 million (operating loss for the same period of the previous fiscal year was ¥258 million).

(2) Explanation of Financial Position

Regarding our financial position, due to an increase in notes and accounts receivable – trade, total assets were up ¥2,138 million from the end of the previous fiscal year, to ¥156,028 million. In addition, a decrease in income taxes payable resulted in a decrease in total liabilities by ¥364 million from the end of the previous fiscal year, to ¥18,481 million.

With regard to cash flows, the balance of cash and cash equivalents at the end of the first quarter of the fiscal year decreased by ¥6,337 million from the end of the previous fiscal year, to ¥47,869 million.

Net cash provided by operating activities was ¥709 million (¥659 million was used in the same period of the previous fiscal year). This was mainly due that the positive factors including income before income taxes and minority interests have offset the negative factors including increase in notes and accounts receivable – trade.

Net cash used in investing activities was ¥5,430 million (¥4,272 million in the same period of the previous fiscal year). This was mainly due to purchase of securities.

Net cash used in financing activities was ¥1,890 million (¥562 million in the same period of the previous fiscal year). This was mainly due to cash dividends paid.

(3) Explanation of Forward-Looking Information including Forecast of Consolidated Results

No revisions have been made to the forecast of consolidated results announced on May 8, 2015.

2. Summary Information (Notes)

(1) Changes in Significant Subsidiaries during the Period under Review

Not applicable

(2) Application of Accounting Treatments Specific to the Preparation of Quarterly Consolidated Financial Statements

Not applicable

(3) Changes in Accounting Policies, Accounting Estimates, and Retrospective Restatements

Changes in Accounting Policies

(Adoption of the Accounting Standard for Business Combinations, etc.)

Effective from the first quarter ended June 30, 2015, the Company adopted the “Accounting Standard for Business Combinations” (ASBJ Statement No. 21, September 13, 2013, hereinafter the “Business Combinations Standard”), “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, September 13, 2013, hereinafter the “Consolidated Financial Statements Standard”) and the “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, September 13, 2013, hereinafter the “Business Divestitures Standard”) and others. Accordingly, the Company’s accounting policies have been changed to record the difference arising from a change in the Company’s ownership interest in a subsidiary over which the Company continues to have control as capital surplus and to record acquisition-related costs as expenses for the consolidated fiscal year in which they are incurred. Furthermore, for business combinations to be performed at and after the beginning of the first quarter ended June 30, 2015, the accounting method has been changed to reflect adjustments to the allocation of acquisition cost under provisional accounting treatment on the consolidated financial statements of the quarterly financial period in which the relevant business combinations become effective. In addition, the Company has changed the presentation of net income and other related items, and the presentation of minority interests to non-controlling interests. To reflect this change in presentation, reclassification of accounts has been made to the quarterly consolidated financial statements for the three months ended June 30, 2014 and the consolidated financial statements for the fiscal year ended March 31, 2015.

The Business Combinations Standard and others were adopted in accordance with transitional treatments stipulated in Paragraph 58-2 (4) of the Business Combinations Standard, Paragraph 44-5 (4) of the Consolidated Financial Statements Standard and Paragraph 57-4 (4) of the Business Divestitures Standard, and they have been prospectively adopted from the beginning of the first quarter ended June 30, 2015.

These changes have no impact on profit and loss.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	50,228	46,106
Notes and accounts receivable – trade	17,450	22,217
Securities	4,185	6,217
Merchandise and finished goods	6,561	5,717
Work in process	14,570	16,111
Raw materials and supplies	6,766	6,981
Other inventories	12	0
Other	7,068	4,479
Allowance for doubtful accounts	(65)	(83)
Total current assets	106,779	107,748
Non-current assets		
Property, plant and equipment	19,441	19,113
Intangible assets	5,331	5,503
Investments and other assets		
Investment securities	21,672	22,884
Other	665	777
Total investments and other assets	22,337	23,662
Total non-current assets	47,111	48,280
Total assets	153,890	156,028
Liabilities		
Current liabilities		
Notes and accounts payable – trade	4,676	4,811
Current portion of bonds	600	600
Income taxes payable	3,544	1,637
Provision for product warranties	894	954
Other	5,746	6,762
Total current liabilities	15,461	14,766
Non-current liabilities		
Net defined benefit liability	299	261
Other	3,084	3,453
Total non-current liabilities	3,384	3,714
Total liabilities	18,845	18,481

(Millions of yen)

	As of March 31, 2015	As of June 30, 2015
Net assets		
Shareholders' equity		
Capital stock	5,878	5,878
Capital surplus	5,413	5,413
Retained earnings	111,562	112,958
Treasury shares	(51)	(52)
Total shareholders' equity	122,802	124,198
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,105	8,860
Foreign currency translation adjustment	3,552	3,999
Remeasurements of defined benefit plans	364	273
Total accumulated other comprehensive income	12,022	13,132
Non-controlling interests	219	216
Total net assets	135,044	137,547
Total liabilities and net assets	153,890	156,028

(2) Consolidated Statements of Income and Comprehensive Income

(Consolidated Statements of Income)

(For the Three Months Ended June 30, 2014 and 2015)

	(Millions of yen)	
	Three months ended June 30, 2014	Three months ended June 30, 2015
Net sales	20,725	25,182
Cost of sales	12,624	14,665
Gross profit	8,101	10,517
Selling, general and administrative expenses	5,275	5,723
Operating income	2,825	4,793
Non-operating income		
Interest income	29	33
Dividend income	119	141
Foreign exchange gains	—	107
Subsidy income	4	100
Miscellaneous income	25	17
Total non-operating income	179	400
Non-operating expenses		
Interest expenses	3	1
Commission fee	4	2
Foreign exchange losses	72	—
Miscellaneous expenses	1	2
Total non-operating expenses	81	7
Ordinary income	2,922	5,186
Extraordinary income		
Gain on disposal of non-current assets	39	90
Total extraordinary income	39	90
Extraordinary losses		
Loss on disposal of non-current assets	18	110
Other	3	—
Total extraordinary losses	22	110
Income before income taxes and minority interests	2,939	5,167
Income taxes – current	1,237	1,705
Income taxes – deferred	(387)	72
Total income taxes	850	1,777
Profit	2,089	3,389
Profit attributable to non-controlling interests	—	38
Profit attributable to owners of parent	2,089	3,350

(Consolidated Statements of Comprehensive Income)
(For the Three Months Ended June 30, 2014 and 2015)

	(Millions of yen)	
	Three months ended June 30, 2014	Three months ended June 30, 2015
Profit	2,089	3,389
Other comprehensive income		
Valuation difference on available-for-sale securities	652	754
Foreign currency translation adjustment	(321)	405
Remeasurements of defined benefit plans, net of tax	(46)	(91)
Total other comprehensive income	284	1,068
Comprehensive income	2,374	4,458
(Comprehensive income attributable to)		
Comprehensive income attributable to owners of parent	2,374	4,461
Comprehensive income attributable to non-controlling interests	—	(2)

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	Three months ended June 30, 2014	Three months ended June 30, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	2,939	5,167
Depreciation	1,308	1,161
Increase (decrease) in net defined benefit liability	(97)	(172)
Interest and dividend income	(148)	(174)
Interest expenses	3	1
Decrease (increase) in notes and accounts receivable – trade	(5,442)	(4,681)
Decrease (increase) in inventories	(1,093)	(743)
Increase (decrease) in notes and accounts payable – trade	608	(33)
Decrease (increase) in consumption taxes refund receivable	701	2,199
Other, net	1,421	1,245
Subtotal	199	3,969
Interest and dividend income received	148	174
Interest expenses paid	(0)	(0)
Income taxes paid	(1,007)	(3,434)
Net cash provided by (used in) operating activities	(659)	709
Cash flows from investing activities		
Purchase of securities	(3,000)	(3,000)
Purchase of property, plant and equipment and intangible assets	(1,234)	(1,306)
Proceeds from sales of property, plant and equipment and intangible assets	112	218
Purchase of investment securities	(149)	(106)
Payments into time deposits	(22)	(1,236)
Proceeds from withdrawal of time deposits	24	—
Other, net	(1)	0
Net cash provided by (used in) investing activities	(4,272)	(5,430)
Cash flows from financing activities		
Cash dividends paid	(562)	(1,890)
Other, net	(0)	(0)
Net cash provided by (used in) financing activities	(562)	(1,890)
Effect of exchange rate change on cash and cash equivalents	(214)	272
Net increase (decrease) in cash and cash equivalents	(5,709)	(6,337)
Cash and cash equivalents at beginning of period	50,658	54,207
Cash and cash equivalents at end of period	44,949	47,869

(4) Notes to Consolidated Financial Statements**(Notes to assumption of going concern)**

Not applicable

(Notes to a significant change in shareholders' equity)

Not applicable

(Segment information)**[Segment information]**

I. Three months ended June 30, 2014

1) Information on the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segments			Others (Note)	Total
	Electronics Assembly Equipment	Machine Tools	Subtotal		
Net sales					
Sales to external customers	18,526	1,999	20,525	200	20,725
Inter-segment sales or transfers	—	—	—	0	0
Total	18,526	1,999	20,525	201	20,726
Segment income (loss)	3,769	(258)	3,510	(29)	3,480

Note: "Others" include business activities that do not fit into the main two reportable segments. This includes the manufacture of control equipment, PCB designing and manufacturing, and software development.

2) Difference between the aggregate amount of the profit or loss of a reportable segment and the amount posted in the consolidated statements of income and major descriptions of such difference (difference adjustments and related matters)

(Millions of yen)

Income	Amount
Reportable segments total	3,510
Losses in Others	(29)
Inter-segment transaction eliminations	0
Corporate expenses (Note)	(655)
Operating income in the consolidated statements of income	2,825

Note: Corporate expenses mainly consist of general and administrative expenses and technical research expenses not attributable to the reportable segments.

II. Three months ended June 30, 2015

1) Information on the amounts of net sales and profit or loss by reportable segment

(Millions of yen)

	Reportable segments			Others (Note)	Total
	Electronics Assembly Equipment	Machine Tools	Subtotal		
Net sales					
Sales to external customers	21,318	3,525	24,843	338	25,182
Inter-segment sales or transfers	—	—	—	0	0
Total	21,318	3,525	24,843	339	25,183
Segment income (loss)	5,271	278	5,550	(32)	5,517

Note: "Others" include business activities that do not fit into the main two reportable segments. This includes the manufacture of control equipment, PCB designing and manufacturing, and software development.

2) Difference between the aggregate amount of the profit or loss of a reportable segment and the amount posted in the consolidated statements of income and major descriptions of such difference (difference adjustments and related matters)

(Millions of yen)

Income	Amount
Reportable segments total	5,550
Losses in Others	(32)
Inter-segment transaction eliminations	1
Corporate expenses (Note)	(725)
Operating income in the consolidated statements of income	4,793

Note: Corporate expenses mainly consist of general and administrative expenses and technical research expenses not attributable to the reportable segments.

4. Supplementary Information

(1) Orders and Sales

Three months ended June 30, 2014 (from April 1, 2014 to June 30, 2014)

Name of segment	Orders (Millions of yen)	Ratio (%)	Net sales (Millions of yen)	Ratio (%)	Order backlogs (Millions of yen)	Ratio (%)
Electronics Assembly Equipment	20,058	84.4	18,526	89.4	11,178	67.3
Machine Tools	3,445	14.5	1,999	9.6	5,258	31.6
Others	251	1.1	200	1.0	180	1.1
Total	23,755	100.0	20,725	100.0	16,617	100.0

Three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

Name of segment	Orders (Millions of yen)	Ratio (%)	Net sales (Millions of yen)	Ratio (%)	Order backlogs (Millions of yen)	Ratio (%)
Electronics Assembly Equipment	19,496	81.0	21,318	84.7	9,867	51.3
Machine Tools	4,224	17.6	3,525	14.0	9,116	47.4
Others	343	1.4	338	1.3	239	1.3
Total	24,064	100.0	25,182	100.0	19,223	100.0

Fiscal year ended March 31, 2015 (from April 1, 2014 to March 31, 2015)

Name of segment	Orders (Millions of yen)	Ratio (%)	Net sales (Millions of yen)	Ratio (%)	Order backlogs (Millions of yen)	Ratio (%)
Electronics Assembly Equipment	75,627	82.2	73,584	86.3	11,688	57.5
Machine Tools	15,361	16.7	10,756	12.6	8,417	41.4
Others	1,030	1.1	924	1.1	235	1.1
Total	92,019	100.0	85,265	100.0	20,341	100.0

(2) Information by Region

Three months ended June 30, 2014 (from April 1, 2014 to June 30, 2014)

	Japan	China	Other Asia	United States	Other North America	Europe	Others	Total
Net sales (Millions of yen)	1,836	10,961	2,668	2,287	583	2,063	325	20,725
Ratio (%)	8.9	52.9	12.9	11.0	2.8	9.9	1.6	100.0

Three months ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

	Japan	China	Other Asia	United States	Other North America	Europe	Others	Total
Net sales (Millions of yen)	4,564	9,279	2,919	3,122	1,339	3,110	847	25,182
Ratio (%)	18.1	36.8	11.6	12.4	5.3	12.4	3.4	100.0

Fiscal year ended March 31, 2015 (from April 1, 2014 to March 31, 2015)

	Japan	China	Other Asia	United States	Other North America	Europe	Others	Total
Net sales (Millions of yen)	9,903	37,856	12,082	11,100	2,694	9,953	1,674	85,265
Ratio (%)	11.6	44.4	14.2	13.0	3.1	11.7	2.0	100.0

Note: Net sales are based on the locations of customers and classified by country or region.

Reference Document

Announcement of Financial Results for the First Quarter Ended June 30, 2015

August 6, 2015

Fuji Machine Mfg. Co., Ltd.

Securities Code: 6134

Listings: First section of the Tokyo Stock Exchange
and Nagoya Stock Exchange

1. Forecast of consolidated financial results for the fiscal 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First half	46,000	6.5	7,400	29.6	7,600	26.1	5,100	19.0
Full year	84,000	-1.5	11,300	-6.4	11,600	-10.9	7,600	-11.9

Note: No revisions have been made to the forecast announced on May 8, 2015.

2. Forecast of non-consolidated financial results for the fiscal 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	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First half	42,000	3.3	6,400	15.9	6,600	12.4	4,600	13.3
Full year	77,000	-2.4	10,000	-11.7	10,300	-16.3	7,000	-14.0

Note: No revisions have been made to the forecast announced on May 8, 2015.

3. Forecast of consolidated orders and net sales for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

(Amounts less than one million yen have been truncated)

Name of segment	Orders		Net sales	
	First half	Full year	First half	Full year
Electronics Assembly Equipment	35,500	66,000	37,500	68,000
Machine Tools	7,500	14,000	7,500	14,000
Others	1,000	2,000	1,000	2,000
Total	44,000	82,000	46,000	84,000

Note: No revisions have been made to the forecast announced on May 8, 2015.

4. Forecast of consolidated major items for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

(Amounts less than one million yen have been truncated)

	First half	Full year
Capital expenditures	2,700	5,700
Depreciation	2,500	5,200
Research and development expenses	3,800	7,200

Note: No revisions have been made to the forecast announced on May 8, 2015.