May 8, 2015

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2015

[Japanese GAAP]

Company name: Helios Techno Holding Co., Ltd. Listing: Tokyo
Stock code: 6927 URL: http://www.heliostec-hd.co.jp/
Representative: Sadaichi Saito, President and Representative Director
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Scheduled date of General Meeting of Shareholders: June 24, 2015
Scheduled date of filing of Annual Securities Report: June 25, 2015
Scheduled date of payment of dividend: June 25, 2015
Preparation of supplementary materials for financial results: Yes
Holding of financial results meeting: Yes (for institutional investors and securities analysts)

Note: The original disclosure in Japanese was released on May 8, 2015 at 16:45 (GMT +9).

(Amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2015 (April 1, 2014 – March 31, 2015)

(1) Consolidated results of operations (Percentages for net sales and incomes represent year-on-year changes)

	Net sales		Operating income		Recurring profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended Mar. 31, 2015	14,817	14.9	851	63.7	780	25.5	757	(14.8)
Fiscal year ended Mar. 31, 2014	12,900	15.8	520	48.1	621	43.9	889	100.5

Note: Comprehensive income (million yen) Fiscal year ended Mar. 31, 2015: 788 (down 17.0%)
Fiscal year ended Mar. 31, 2014: 950 (up 103.4%)

	Net income per share (basic)	Net income per share (diluted)	ROE	Recurring profit on total assets	Operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ended Mar. 31, 2015	43.97	43.59	9.9	4.8	5.7
Fiscal year ended Mar. 31, 2014	53.10	51.39	13.1	6.2	4.0

Reference: Equity in earnings of affiliates (million yen) Fiscal year ended Mar. 31, 2015: - Fiscal year ended Mar. 31, 2014: -

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 31, 2015	21,528	8,041	37.3	450.23
As of Mar. 31, 2014	10,774	7,261	66.9	427.63

Reference: Shareholders' equity (million yen) As of Mar. 31, 2015: 8,029 As of Mar. 31, 2014: 7,211

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended Mar. 31, 2015	(3,508)	91	2,611	1,780
Fiscal year ended Mar. 31, 2014	747	144	79	2,585

2. Dividends

	Dividend per share					Total dividends	Payout ratio (Consolidated)	Dividend on equity (Consolidated)
	End of first quarter	End of second quarter	End of third quarter	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended Mar. 31, 2014	-	0.00	-	10.00	10.00	168	18.8	2.5
Fiscal year ended Mar. 31, 2015	-	0.00	-	12.00	12.00	213	27.3	2.7
Fiscal year ending Mar. 31, 2016 (forecast)	-	0.00	-	15.00	15.00		39.9	

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2016 (April 1, 2015 – March 31, 2016)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Recurring profit		Net income		Net income per share (basic)
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	7,470	33.3	500	297.1	490	448.4	310	62.0	17.38
Full year	27,450	85.3	1,080	26.8	1,070	37.2	670	(11.6)	37.57

*** Notes**

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

(2) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: None

2) Changes in accounting policies other than the above: None

3) Changes in accounting-based estimates: None

4) Restatements: None

(3) Number of shares outstanding (common stock shares)

1) Number of shares outstanding at the end of period (including treasury stock shares)

As of Mar. 31, 2015:	22,806,900 shares	As of Mar. 31, 2014:	22,806,900 shares

2) Number of treasury stock shares at the end of period

As of Mar. 31, 2015:	4,973,710 shares	As of Mar. 31, 2014:	5,943,710 shares

3) Average number of shares outstanding during the period

Fiscal year ended Mar. 31, 2015:	17,235,138 shares	Fiscal year ended Mar. 31, 2014:	16,757,668 shares

Reference: Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2015 (April 1, 2014 – March 31, 2015)

(1) Non-consolidated results of operations (Percentages represent year-on-year changes)

	Net sales		Operating income		Recurring profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended Mar. 31, 2015	349	30.1	30	-	262	73.2	316	(37.5)
Fiscal year ended Mar. 31, 2014	268	3.7	(101)	-	151	-	507	512.7

	Net income per share (basic)	Net income per share (diluted)
	Yen	Yen
Fiscal year ended Mar. 31, 2015	18.38	18.22
Fiscal year ended Mar. 31, 2014	30.26	29.29

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 31, 2015	9,302	6,473	69.5	362.30
As of Mar. 31, 2014	7,338	6,154	83.2	361.96

Reference: Shareholders' equity (million yen) As of Mar. 31, 2015: 6,460 As of Mar. 31, 2014: 6,103

2. Non-consolidated Forecast for the Fiscal Year Ending March 31, 2016 (April 1, 2015 – March 31, 2016)

No non-consolidated forecast is shown because Helios Techno Holding Co., Ltd. has no sales to external customers since the Company is a pure holding company.

Note 1: Indication of audit procedure implementation status

This summary report is not subject to the audit procedures based on the Financial Instruments and Exchange Act. At the time when this report is released, the audit procedures for financial statements have not been completed.

Note 2: Cautionary statement with respect to forward-looking statements and other special items

Earnings forecasts

This report contains a revision to the consolidated forecast that was announced on February 6, 2015.

Note concerning forward-looking statements

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company. Actual results are affected by various factors and may differ substantially. For discussion of the assumptions and other factors considered by the Company in preparing the above projections, please refer to page 2 of the attachments "1. Analysis of Results of Operations and Financial Position."

How to view supplementary information at the financial results meeting

Each year, the Company holds an information meeting for securities analysts for results of operations for the first half and for the full fiscal year. Materials distributed at this event are available on the Company's website.

Contents of Attachments

1. Analysis of Results of Operations and Financial Position

(1) Analysis of Results of Operations

Overview of the current fiscal year

1. General economic and market trends

In the current fiscal year, Japan’s economy remained stable on the back of the weakening yen and strong stock prices under the economic measures and financial policies taken by the government. Meanwhile, the U.S. economy grew steadily, but the Chinese and ASEAN economies showed signs of slowing down.

Looking at the main markets in which Helios Techno Group (the “Group”) operates, capital investment demand surged in markets for liquid crystal panel for large-screen televisions, smartphones, tablet devices, and others. In addition, markets for design subcontracting and temporary staffing service expanded as the employment situation improved in Japan.

Against a backdrop of these economic circumstances, the Group successfully expanded its business through increasing sales in alignment layer manufacturing equipment and UV exposure unit. Further, mergers and acquisitions contributed to sales of the human resource service segment.

In addition, there was an extraordinary income of 92 million yen arising from redemption of redeemable preferred stock in Phoenix Lamps Limited (India) owned by the Company.

In the current fiscal year, net sales increased 1,917 million yen, or 14.9%, over the previous fiscal year to 14,817 million yen; operating income increased 331 million yen, or 63.7%, to 851 million yen; recurring profit increased 158 million yen, or 25.5%, to 780 million yen; and net income decreased 132 million yen, or 14.8%, to 757 million yen.

2. Operation results by segment

Operation results by business segment are described below. Each of the amounts shown includes internal transactions between segments. Following the changes in the business administration segments within the Group, some of the business, which was included in the “Lamp Business” in prior periods has been transferred to the “Inspection Equipment Business” from the current fiscal year. Following the changes, the revised values for the year-on-year comparisons have been incorporated into each segment. Moreover, the “Staffing Services Business” has been renamed the “Human Resource Service Business” from the current fiscal year. This change has no effect on segment information.

i) Lamp Business

Sales of light sources for exposure equipment rose 58.9% year-on-year to 567 million yen. In the area of general lighting lamps, a steady increase in sales of LED lamps on the back of energy conservation environment and expanded product line-ups was partly offset by shrinking sales of halogen and other conventional lamps. As a result, sales decreased by 8.2% to 1,571 million yen. Sales of projector lamps decreased by 20 % to 988 million yen despite the Group’s effort to bring in new customers for both replacement and manufactured lamps.

Overall, segment sales in the current fiscal year decreased by 1.9% to 3,928 million yen, compared with the previous fiscal year.

ii) Manufacturing Equipment Business

Capital investments in manufacturing equipment for displays specialized for televisions, smartphones and tablet devices and touch-screen panels were quite active in China. As a result, sales in the manufacturing equipment business remained strong, including sales of alignment layer manufacturing equipment for large flat-panel displays. Moreover, we have been proactively taking orders for overseas relocation projects for used equipment. In particular, large orders received during this fiscal year have progressed as planned with related sales to be reported in the next fiscal year.

Segment sales in the current fiscal year increased by 14.3% to 6,258 million yen, compared with the previous fiscal year. The balance of orders as of the end of the current fiscal year reached 15,923 million yen.

iii) Inspection Equipment Business

In the inspection equipment business, sales of light sources for inspection equipment and housing for light sources for exposure equipment increased.

Segment sales in the current fiscal year increased by 12.8% to 1,587 million yen, compared with the previous fiscal year.

iv) Human Resource Service Business

Temporary staffing for engineers and subcontracting services remained flat in the current fiscal year. However, temporary staffing to the manufacturing sector grew as a result of increasing demand in the sector as well as successful mergers and acquisitions.

Segment sales in the current fiscal year increased by 46.9% to 3,198 million yen, compared with the previous fiscal year.

Future outlook

The Helios Techno Group is committed to improving its business performance. The initiatives toward that goal are as follows:

1) Lamp Business

The Group will strengthen the light source units for exposure equipment by putting efforts in building large and highly refined exposure equipment for color filters and by reducing costs. Further, the Group will explore a new market for exposure equipment other-than that for color filters, which shall contribute to the increase in sales over a mid-term period.
As the Group successfully developed a broad lineup of LED lamps, including high-intensity lamps, it will seek to expand the LED lamp sector by primarily substituting LED lamps for mercury lamps to illuminate not only restaurants, hotels, or retail stores but also factories and other facilities.
In the projector lamp sector, the Group will upgrade its newly developed AC lamps to increase sales by deepening relationships with current customers and establishing relationships with new customers..

2) Manufacturing Equipment Business

Strong demand for smartphones and tablets is still prompting companies to make substantial capital expenditures for high-resolution LCDs and touch-screen panels. Against this backdrop, we will not only continue to aggressively promote flexo printing equipment to our current customers, but also commit ourselves to further develop precision printing equipment that incorporates gravure printing, inkjet and other high-resolution technologies. We will promote maintenance services and sales of consumable printing plates in order to alleviate the impact of demand fluctuations. We plan to grow these services as our new core businesses.
Moreover, overseas relocation projects for used equipment have progressed smoothly without difficulty. We expect to report sales for the projects in the next fiscal year.
In the field of used equipment market, we will focus on exposure equipment for semiconductor whose market is expected to grow in the years to come.

3) Inspection Equipment Business

The Group seeks to expand the inspection equipment business by developing new equipment which can replace its light sources for inspection equipment and housing for light sources for exposure equipment. The Group will take into account strategic alliances with other companies as well as mergers and acquisitions to meet this goal.

4) Human Resource Service Business

The Group will expand the business, primarily focusing on the manufacturing sector, which is growing increasingly in years to come.

Recruiting necessary personnel, establishing a strong administrative system, and pursuing further mergers and acquisitions shall be the key for expanding the business.

Techno Provider Co., Ltd. acquired by the Group in the current fiscal year will be merged with Nippon Gijutsu Center Co., Ltd., a subsidiary of the Group, into one operation effective April 1, 2015.

Based on this outlook, the Group forecasts its operating results for the fiscal year ending March 31, 2016 as follows: consolidated net sales to increase by 85.3% year-on-year to 27,450 million yen; operating income to increase by 26.8% year-on-year to 1,080 million yen; recurring profit to increase by 37.2% year-on-year to 1,070 million yen; and net income to decrease by 11.6% to 670 million yen.

A year-end dividend of 12 yen per share for the fiscal year ended March 31, 2015 is planned as a gratitude to the Group’s shareholders for their continuous support.

(2) Analysis of Financial Position

1) Balance sheet position

Assets

Current assets increased 10,834 million yen from the end of the previous fiscal year to 18,802 million yen, mainly due to an increase of 10,444 million yen in work in process.

Fixed assets decreased 81 million yen from the end of the previous fiscal year to 2,726 million yen. This was mainly due to a 100 million yen decrease in property, plant and equipment, including machinery and equipment, resulting from depreciation, as well as a 34 million yen increase in investment securities under investment and other assets due to a rise in the market prices of securities owned.

As a result, total assets increased 10,753 million yen, or 99.8%, from the end of the previous fiscal year to 21,528 million yen.

Liabilities

Current liabilities increased 9,805 million yen from the end of the previous fiscal year to 12,629 million yen. This was mainly due to increases of 7,152 million yen in advances received and 2,450 million yen in short-term borrowings associated with loans.

Long-term liabilities increased 169 million yen from the end of the previous fiscal year to 857 million yen, mainly due to a 196 million yen increase in long-term borrowings associated with loans.

As a result, total liabilities increased 9,974 million yen, or 283.9%, from the end of the previous fiscal year to 13,487 million yen.

Net assets

Net assets increased 779 million yen, or 10.7%, from the end of the previous fiscal year to 8,041 million yen. This was mainly due to the following: payment of dividends from surplus of 168 million yen; net income of 757 million yen; a 242 million yen decrease in treasury stock as a result of the exercise of subscription rights to shares; and a 30 million yen increase in unrealized holding gain on other securities due to a rise in the market prices of securities owned.

Consequently, the equity ratio decreased 29.6 percentage points from the end of the previous fiscal year to 37.3% as of the end of the current fiscal year, mainly due to increases in total assets and liabilities as stated above.

2) Cash flows

Cash flows from operating activities

Net cash used in operating activities was 3,508 million yen, compared with 747 million yen of net cash provided one year earlier. The main factors were income before income taxes and minority interests of 873 million yen, depreciation and amortization of 237 million yen (a non-cash expense included in income before income taxes and minority interests), a 7,152 million yen increase in advances received, an 882 million yen increase in notes and accounts receivable, a 10,534 million yen increase in inventories, and income taxes paid of 150 million yen.

Cash flows from investing activities

Net cash provided by investing activities was 91 million yen, compared with net cash provided of 144 million yen one year earlier. The main factors were proceeds of 219 million yen from redemption of investment securities, payment of 123 million yen for purchase of property, plant and equipment, and payment of 33 million yen for purchase of intangible assets.

Cash flows from financing activities

Net cash provided by financing activities was 2,611 million yen, compared with net cash provided of 79 million yen one year earlier. The main factors were proceeds of 2,950 million yen from short-term and long-term borrowings, proceeds of 152 million yen from disposal of treasury stock resulting from exercise of subscription rights to shares, repayments of 321 million yen in long-term borrowings, and cash dividends paid of 168 million yen.

As a result of the above, cash and cash equivalents as of the end of the current fiscal year decreased 804 million yen from the end of the previous fiscal year to 1,780 million yen.

(Reference) Cash Flow Indicators

	FY3/11	FY3/12	FY3/13	FY3/14	FY3/15
Shareholders’ equity ratio	62.5	63.3	69.2	66.9	37.3
Shareholders’ equity ratio at market cap	28.6	25.4	38.8	50.7	41.4
Interest-bearing debt to cash flow ratio	6.2	16.0	0.9	1.3	(1.0)
Interest coverage ratio	10.5	4.3	61.1	127.9	(53.4)

Shareholders’ equity ratio: (total net assets – subscription rights to shares) / total assets
Shareholders’ equity ratio at market cap: market capitalization/ total assets
Interest-bearing debt to cash flow ratio: interest-bearing debt/ operating cash flows
Interest coverage ratio: operating cash flows/ interests paid

Note 1. All of the above indicators are calculated using figures from the consolidated financial statements.

Note 2. Market capitalization is calculated by multiplying the closing share price at the end of the period by the number of shares outstanding (net of treasury stock) at the end of the period.

Note 3. Operating cash flows refer to “net cash provided by operating activities” as shown on the consolidated statements of cash flows. Interest-bearing debt refers to the total of liabilities shown on the consolidated balance sheets on which interests are paid. Interests paid refer to “interests paid” as shown in the consolidated statements of cash flows.

2. Management Policies

(1) Fundamental Management Policies

The Group's fundamental policy is to develop and offer value-added products and services that competitors cannot match in all of its businesses: the lamp business, manufacturing equipment business, inspection equipment business and human resource service business. The fundamental policy also includes expanding business operations and building a stable foundation for operations by generating synergies among different business activities to accelerating growth.

The Group is also dedicated to meet the expectations of its shareholders, customers, suppliers, employees, communities, and all other stakeholders. For this purpose, the Group is committed to using its collective strengths to increase sales and earnings, maximize corporate value and fulfill its obligations as a responsible corporate citizen.

(2) Targets and Performance Indicators

The Group will aim for further growth and is placing priority on the consolidated sales and consolidated operating income.

(3) Medium- and Long-term Management Strategies

The Group's objective is to use the holding company structure with Helios Techno Holding Co., Ltd. (pure holding company) as the parent company to expand the scale of operations and establish a stable base of operation with four profit centers: the lamp business, manufacturing equipment business, inspection equipment business and human resource service business.

In the lamp business, PHOENIX Electric Co., Ltd. bases its operations on a code of conduct that places priority on taking advantage of the company's small scale to be of greater assistance to customers. This company aims to establish a distinctive presence in niche markets where it can create distinctive competitive strategies and leverage its unique competitive strengths. In the newly created LED lamp sector as well, the goal is to grow by using distinctive competitive strategies.

In the manufacturing equipment business, the core precision printing technology expertise of Nakan Techno Co., Ltd. will be further upgraded to enter new market sectors and develop new products.

In the inspection equipment business, the Group plans to combine the expertise of Nippon Gijutsu Center Co., Ltd. involving many types of inspection equipment and the optical design technologies of PHOENIX Electric Co., Ltd. to develop new inspection equipment that can contribute to the growth of the inspection equipment business.

The human resource service business, which has a staff of engineers with highly advanced specialized technical skills, will be expanded to become a consistent source of earnings for the Group by dispatching appropriate human resources on a timely basis and thereby meeting customers' satisfactions.

- A unique strategy for competing successfully
- Consistent growth
- A solid base of operations
- A prominent industry stature
- A sophisticated management system
- Unique attributes that competitors cannot match
- Happy shareholders, suppliers and employees
- A solid number-one position among customers

The Group strives to achieve further refinements in its operations in the above respects to become a "true middle-market company."

(4) Important Issues

The three companies, PHOENIX Electric Co., Ltd., Nippon Gijutsu Center Co., Ltd., and Nakan Techno Co., Ltd. plan to expand the business and enhance the profitability of the operations that they each manage independently while also collaborating to generate synergy effects.

1) PHOENIX Electric Co., Ltd.

Develop products with greater brightness, reduce costs, and enhance its sales and profitability in the areas of projector lamps, LED lamps, and lamps for exposure equipment.

2) Nippon Gijutsu Center Co., Ltd.

Expand business scale through proactive promotional activities and further mergers and acquisitions.

3) Nakan Techno Co., Ltd.

Focus on upgrading its existing facilities and promote its maintenance services as well as production and sales of its printing plates in order to enhance its management stability. Further, aim for developing touch-panel equipment so it can be applied in new fields, while exploring new businesses by promoting strategic alliances outside the company.

4) Common areas

Develop new businesses to generate synergy effects by combining PHOENIX Electric’s lamp technology, Nippon Gijutsu Center’s planning and development prowess, and Nakan Techno’s sales ability.

3. Basic Approach to the Selection of Accounting Standards

The Group will continue to prepare its consolidated financial statements generally accepted accounting principles in Japan for the time being to enable comparisons with prior year results and with financial data of other companies.

Application of International Financial Reporting Standards will be carefully considered by looking into circumstances in Japan and other countries.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Thousands of yen)

	FY3/14 (As of Mar. 31, 2014)	FY3/15 (As of Mar. 31, 2015)
Assets		
Current assets		
Cash and deposits with banks	2,663,626	1,836,331
Notes and accounts receivable	3,330,329	4,213,188
Merchandise and finished goods	294,323	337,474
Work in process	888,839	11,332,851
Raw materials and supplies	427,093	474,286
Deferred tax assets	3,975	80,853
Others	374,262	540,613
Allowance for doubtful accounts	(14,870)	(13,104)
Total current assets	7,967,579	18,802,495
Fixed assets		
Property, plant and equipment		
Buildings and structures, net	872,556	816,984
Machinery and vehicles, net	415,723	329,803
Land	864,166	864,166
Lease assets, net	2,910	2,396
Construction in progress	1,615	28,823
Others, net	36,452	50,897
Total property, plant and equipment	2,193,425	2,093,071
Intangible assets		
Goodwill	96,049	74,705
Others	66,701	74,501
Total intangible assets	162,751	149,207
Investments and other assets		
Investment securities	378,685	413,055
Deferred tax assets	250	5,374
Others	114,072	101,115
Allowance for doubtful accounts	(41,883)	(35,600)
Total investments and other assets	451,125	483,944
Total fixed assets	2,807,301	2,726,223
Total assets	10,774,881	21,528,718

(Thousands of yen)

	FY3/14 (As of Mar. 31, 2014)	FY3/15 (As of Mar. 31, 2015)
Liabilities		
Current liabilities		
Notes and accounts payable	1,420,573	1,271,732
Short-term borrowings	300,000	2,750,000
Current portion of long-term borrowings	238,400	219,996
Lease obligations	539	539
Accrued income taxes	52,801	137,133
Accrued bonuses	228,752	248,688
Advances received	69,037	7,221,986
Provision for product warranties	14,874	18,314
Provision for loss on construction contracts	13,547	-
Others	485,746	760,936
Total current liabilities	2,824,272	12,629,326
Long-term liabilities		
Long-term borrowings	457,500	654,174
Lease obligations	2,516	1,977
Deferred tax liabilities	110,063	93,557
Long-term accounts payable	104,747	103,616
Negative goodwill	10,038	-
Others	3,798	4,522
Total long-term liabilities	688,665	857,848
Total liabilities	3,512,937	13,487,174
Net assets		
Shareholders' equity		
Common stock	2,133,177	2,133,177
Capital surplus	2,563,867	2,563,867
Retained earnings	3,915,586	4,459,692
Treasury stock	(1,488,365)	(1,245,467)
Total shareholders' equity	7,124,265	7,911,269
Accumulated other comprehensive income		
Unrealized holding gain on other securities	86,888	117,820
Total accumulated other comprehensive income	86,888	117,820
Subscription rights to shares	50,791	12,455
Total net assets	7,261,944	8,041,544
Total liabilities and net assets	10,774,881	21,528,718

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

Consolidated Statements of Income

(Thousands of yen)

	FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)	FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)
Net sales	12,900,332	14,817,734
Cost of goods sold	9,572,656	10,925,019
Gross profit	3,327,675	3,892,714
Selling, general and administrative expenses	2,807,626	3,041,266
Operating income	520,049	851,448
Non-operating income		
Interest income	140	153
Dividend income	7,377	8,588
Fiduciary obligation fee	12,304	4,704
Rent income	7,805	4,170
Amortization of negative goodwill	40,153	10,038
Reversal from devaluation loss on investment securities	45,124	73
Miscellaneous revenue	19,361	13,435
Total non-operating income	132,266	41,163
Non-operating expenses		
Interest expense	8,248	65,659
Foreign exchange loss	1,464	27,633
Commission for syndicate loan	15,609	18,111
Miscellaneous loss	5,212	1,042
Total non-operating expenses	30,534	112,447
Recurring profit	621,781	780,165
Extraordinary income		
Gain on sales of fixed assets	136,410	-
Gain on redemption of investment securities	120,916	92,939
Total extraordinary income	257,326	92,939
Extraordinary loss		
Loss on disposal of fixed assets	3,038	-
Total extraordinary losses	3,038	-
Income before income taxes and minority interests	876,069	873,104
Income taxes-current	104,271	223,136
Income taxes-deferred	(118,008)	(107,787)
Total income taxes	(13,736)	115,349
Income before minority interests	889,805	757,755
Net income	889,805	757,755

Consolidated Statements of Comprehensive Income

(Thousands of yen)

	FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)	FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)
Income before minority interests	889,805	757,755
Other comprehensive income		
Unrealized holding gain on other securities	60,408	30,931
Total other comprehensive income	60,408	30,931
Comprehensive income	950,214	788,687
Comprehensive income attributable to		
Owners of the parent	950,214	788,687
Minority interests	-	-

(3) Consolidated Statement of Changes in Equity

FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total Shareholders' equity
Balance at beginning of current period	2,133,177	2,563,867	3,161,830	(1,567,420)	6,291,455
Changes of items during period					
Dividend of surplus			(132,379)		(132,379)
Net income			889,805		889,805
Disposal of treasury stock		(8,653)		79,054	70,401
Transfer of loss on disposal of treasury stock		8,653	(8,653)		-
Increase by merger of unconsolidated subsidiaries			4,982		4,982
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	753,755	79,054	832,809
Balance at end of current period	2,133,177	2,563,867	3,915,586	(1,488,365)	7,124,265

	Accumulated other comprehensive income		Subscription rights to shares	Total net assets
	Unrealized holding gain on other securities	Total valuation and translation adjustments		
Balance at beginning of current period	26,480	26,480	22,825	6,340,760
Changes of items during period				
Dividend of surplus				(132,379)
Net income				889,805
Disposal of treasury stock				70,401
Transfer of loss on disposal of treasury stock				-
Increase by merger of unconsolidated subsidiaries				4,982
Net changes of items other than shareholders' equity	60,408	60,408	27,966	88,374
Total changes of items during period	60,408	60,408	27,966	921,184
Balance at end of current period	86,888	86,888	50,791	7,261,944

FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)

(Thousands of yen)

	Shareholders' equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total Shareholders' equity
Balance at beginning of current period	2,133,177	2,563,867	3,915,586	(1,488,365)	7,124,265
Changes of items during period					
Dividend of surplus			(168,631)		(168,631)
Net income			757,755		757,755
Disposal of treasury stock		(45,017)		242,897	197,880
Transfer of loss on disposal of treasury stock		45,017	(45,017)		-
Increase by merger of unconsolidated subsidiaries					-
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	544,106	242,897	787,004
Balance at end of current period	2,133,177	2,563,867	4,459,692	(1,245,467)	7,911,269

	Accumulated other comprehensive income		Subscription rights to shares	Total net assets
	Unrealized holding gain on other securities	Total valuation and translation adjustments		
Balance at beginning of current period	86,888	86,888	50,791	7,261,944
Changes of items during period				
Dividend of surplus				(168,631)
Net income				757,755
Disposal of treasury stock				197,880
Transfer of loss on disposal of treasury stock				-
Increase by merger of unconsolidated subsidiaries				-
Net changes of items other than shareholders' equity	30,931	30,931	(38,336)	(7,404)
Total changes of items during period	30,931	30,931	(38,336)	779,599
Balance at end of current period	117,820	117,820	12,455	8,041,544

(4) Consolidated Statements of Cash Flows

(Thousands of yen)

	FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)	FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)
Cash flows from operating activities		
Income before income taxes and minority interests	876,069	873,104
Depreciation and amortization	279,937	237,744
Amortization of goodwill	30,724	11,306
Increase (decrease) in accrued bonuses	20,638	19,936
Increase (decrease) in allowance for doubtful accounts	(1,663)	(1,766)
Increase (decrease) in provision for loss on construction contracts	13,512	(13,547)
Increase (decrease) in provision for product warranties	(1,707)	3,439
Interest and dividend income	(7,518)	(8,741)
Interest expense	8,248	65,659
Loss (gain) on valuation of investment securities	(45,124)	(73)
Loss (gain) on redemption of investment securities	(120,916)	(92,939)
Loss (gain) on sale of fixed assets	(136,410)	-
Loss on disposal of fixed assets	3,038	-
Decrease (increase) in notes and accounts receivable	(324,658)	(882,859)
Decrease (increase) in inventories	(42,315)	(10,534,355)
Decrease (increase) in other accounts receivable	(4,568)	(122,172)
Decrease (increase) in advance payments	(27,806)	(194,074)
Increase (decrease) in notes and accounts payable	483,484	(148,841)
Increase (decrease) in accrued consumption taxes	(3,785)	82,285
Increase (decrease) in other accounts payable	(50,347)	189,538
Increase (decrease) in advances received	4,225	7,152,949
Increase (decrease) in long-term accounts payable	(29,964)	(1,131)
Others	(10,373)	39,179
Subtotal	912,718	(3,325,362)
Interests and dividends received	7,511	8,739
Interests paid	(5,846)	(65,675)
Income taxes refund	-	25,064
Income taxes paid	(166,710)	(150,955)
Net cash provided by (used in) operating activities	747,674	(3,508,189)

(Thousands of yen)

	FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)	FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)
Cash flows from investing activities		
Payment for time deposits	(36,000)	-
Proceeds from time deposits	65,000	22,451
Payment for purchase of property, plant and equipment	(160,502)	(123,023)
Proceeds from sale of property, plant, and equipment	567,417	(165)
Payment for purchase of intangible assets	(6,398)	(33,339)
Payment for purchase of investment securities	(133)	(145)
Proceeds from redemption of investment securities	-	219,501
Payment for purchase of stocks of subsidiaries and affiliates	(103,679)	-
Payment for purchase of stocks of subsidiaries resulting in change in scope of consolidation	(171,311)	-
Collection of investments in capital	-	150
Others	(9,929)	6,524
Net cash provided by (used in) investing activities	144,462	91,953
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	100,000	2,450,000
Proceeds from long-term borrowings	400,000	500,000
Repayment of long-term borrowings	(276,946)	(321,730)
Repayment of lease obligations	(11,450)	(539)
Proceeds from disposal of treasury shares from exercise of subscription rights to shares	-	152,290
Cash dividends paid	(132,379)	(168,631)
Net cash provided by (used in) financing activities	79,223	2,611,388
Net increase (decrease) in cash and cash equivalents	971,360	(804,847)
Cash and cash equivalents at beginning of period	1,585,715	2,585,108
Increase in cash and cash equivalents resulting from merger of subsidiaries	28,032	-
Cash and cash equivalents at end of period	2,585,108	1,780,260

(5) Notes to Consolidated Financial Statements

Going Concern Assumption

Not applicable.

Significant Accounting Policies in the Preparation of the Consolidated Financial Statements

1. Scope of consolidation

Numbers of consolidated subsidiaries are five. All subsidiaries are included in the consolidation.

Name of consolidated subsidiaries:

PHOENIX Electric Co., Ltd.
LUX Co., Ltd.
Nippon Gijutsu Center Co., Ltd.
Nakan Techno Co., Ltd.
Techno Provider Co., Ltd.

2. Application of equity method

The Company has no affiliates.

3. Accounting period end of consolidated subsidiaries

Consolidated subsidiaries' fiscal years end on the balance sheet date for the consolidated financial statements.

4. Significant accounting standards

(1) Valuation criteria and methods for significant assets

a. Valuation criteria and methods for securities

Available-for-sale securities

Securities with market quotations

Carried at fair value using quoted market price on the balance sheet date. (Unrealized holding gain or loss is included in the net assets. The cost of securities sold is determined by the moving-average method.)

Securities without market quotations

Stated at cost, cost being determined by the moving-average method.

b. Valuation criteria and methods for inventories

Inventories are valued at cost (cost being determined by method by which the carrying value on the balance sheet is written down to reflect the effect of lower profit margin).

The lamp business carries inventories by the periodic average method, and the manufacturing equipment business and the inspection equipment business carry inventories by the specific-identification method.

(2) Depreciation method for significant depreciable assets

a. Property, plant and equipment (excluding lease assets)

Depreciation of property, plant and equipment at the Company is computed by the declining-balance method. However, depreciation of buildings (excluding equipment and fixtures) acquired on or after April 1, 1998 at the Company is calculated using the straight-line method.

Useful lives of principal assets are as follows (years):

Buildings and structures: 3-45

Machinery and vehicles: 2-17

b. Intangible assets

Amortization of intangible assets is calculated using the straight-line method.

The development costs of software for internal use are amortized over an expected useful life of five years by the straight-line method.

c. Lease assets

Lease assets associated with finance lease transactions where there is no transfer of ownership

By the straight-line method, assuming the lease period to be the useful life and a residual value of zero.

(3) Significant allowances

a. Allowance for doubtful accounts

To prepare for credit losses on accounts receivable, allowances equal to the estimated amount of uncollectible receivables are provided for general receivables based on the historical write-off ratio. Bad receivables and claim in bankruptcy based on case-by-case determination of collectibility.

b. Accrued bonuses

To prepare for payment of bonuses to employees, an allowance is provided for an estimated accrued amount for the current fiscal year.

c. Provision for product warranties

To prepare for product warranties for the cost of repairs, replacements and other activities required during the free warranty period, an allowance is provided for an estimated warranty expenses based on the percentage of such costs incurred as a percentage of the cost of sales in prior years.

d. Provision for loss on construction contracts

Among the transactions based on construction contracts, losses have been recognized for projects where the estimated cost of construction exceeds the value of the order as of the end of the current fiscal year.

(4) Recognition of significant revenue and expenses

The completed-contract standard

By the completion method due to difficulties to recognize the completed portion of a contracted work.

(5) Method and period of goodwill amortization

Goodwill is amortized over five years by the straight-line method.

Negative goodwill recorded on or before March 31, 2010 is amortized by the straight-line method over a period of five years.

(6) Scope of cash and cash equivalents on consolidated statements of cash flows

For the purpose of consolidated statements of cash flows, cash and cash equivalents consists of vault cash, deposits that can be withdrawn on demand, and short-term investments, with maturities of three months or less, that are highly liquid and readily convertible to known amounts of cash and present insignificant risk of change in value.

(7) Other significant accounting policies in presentation of financial statements

a. Accounting for consumption taxes

All amounts stated are exclusive of national and local consumption taxes.

b. Application of consolidated taxation system

The Company applies the consolidated taxation system.

Segment Information

1. Overview of reportable segments

Segments used for financial reporting are the Group's constituent units for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

The Group establishes comprehensive strategies for individual products and services and conducts associated business activities. This system is used to divide operations into four business segments: the lamp business, the manufacturing equipment business, the inspection equipment business and the human resource service business.

The lamp business includes the manufacture and sale of projector lamps, general halogen lamps and LED lamps. The manufacturing equipment business includes the manufacture and sale of alignment layer printing machines, specialty printing machines and other equipment. The inspection equipment business includes the manufacture and sale of industrial machinery and inspection and measurement equipment. The human resource service business includes the temporary placement of engineers, temporary placement of manufacturing workers and services provided on an outsourcing basis.

Following the changes in the business administration segments within the Group, some of the business, which was included in the "Lamp Business" in prior periods, has been transferred to the "Inspection Equipment Business" from the FY3/15. The segment information for the FY3/14 is prepared and disclosed based on the reportable segment categories after the revision.

Moreover, the "Staffing Services Business" has been renamed as the "Human Resource Service Business" from the FY3/15. This change has no effect on segment information.

2. Calculation methods for net sales, profits/losses, assets, and other items for each reportable segment

The accounting methods for reportable segments are generally the same as those listed in "Significant Accounting Policies in the Preparation of Consolidated Financial Statements."

Profits for reportable segments are generally operating income figures. Intergroup sales and transfers are based on market prices.

3. Information related to net sales, profit/losses, assets and other items for each reportable segment

FY3/14 (Apr. 1, 2013 – Mar. 31, 2014) *(Thousands of yen)*

	Reportable segment					Adjustment (Note 1)	Amounts shown on consolidated financial statements (Note 2)
	Lamp Business	Manufacturing Equipment Business	Inspection Equipment Business	Human Resource Service Business	Total		
Net sales							
Sales to third parties	3,916,073	5,476,782	1,401,281	2,106,193	12,900,332	-	12,900,332
Inter-segment sales and transfers	88,652	-	6,825	70,859	166,337	(166,337)	-
Total	4,004,726	5,476,782	1,408,107	2,177,053	13,066,669	(166,337)	12,900,332
Segment profit	273,029	445,606	121,274	49,807	889,718	(369,668)	520,049
Segment assets	3,809,429	3,599,729	1,314,025	766,597	9,489,781	1,285,100	10,774,881
Other items							
Depreciation and amortization	149,199	115,453	4,622	7,013	276,288	3,648	279,937
Amortization of goodwill	-	-	-	70,877	70,877	-	70,877
Increases in property, plant and equipment, and intangible assets	61,462	121,638	1,108	3,137	187,346	761	188,108

Notes: 1. The above adjustments are as follows.

(1) The minus 369,668 thousand yen adjustment to segment profit includes 1,430 thousand yen in elimination of inter-segment transactions and minus 371,099 thousand yen in company-wide costs that cannot be allocated to reportable segments. Company-wide costs mainly include general and administrative expenses that cannot be attributed to reportable segments.

(2) The plus 1,285,100 thousand yen adjustment to segment assets includes minus 486,222 thousand yen in elimination of inter-segment receivables and payables and plus 1,771,322 thousand yen of company-wide assets that cannot be allocated to reportable segments. Company-wide assets mainly include operating assets (cash and deposits with banks, investment securities, etc.) that cannot be attributed to reportable segments.

(3) The plus 761 thousand yen adjustment to increases in property, plant and equipment and intangible assets includes capital investment associated with the head office.

2. Segment profit is adjusted to be consistent with operating income shown on the consolidated statements of income.

FY3/15 (Apr. 1, 2014 – Mar. 31, 2015) *(Thousands of yen)*

	Reportable segment					Adjustment (Note 1)	Amounts shown on consolidated financial statements (Note 2)
	Lamp Business	Manufacturing Equipment Business	Inspection Equipment Business	Human Resource Service Business	Total		
Net sales							
Sales to third parties	3,808,198	6,258,171	1,583,026	3,168,337	14,817,734	-	14,817,734
Inter-segment sales and transfers	120,692	-	4,910	30,223	155,827	(155,827)	-
Total	3,928,891	6,258,171	1,587,937	3,198,561	14,973,561	(155,827)	14,817,734
Segment profit	217,414	664,163	163,792	135,217	1,180,587	(329,139)	851,448
Segment assets	3,358,505	14,640,073	1,672,314	853,507	20,524,400	1,004,317	21,528,718
Other items							
Depreciation and amortization	116,026	104,585	4,166	10,393	235,172	2,572	237,744
Amortization of goodwill	-	-	-	21,344	21,344	-	21,344
Increases in property, plant and equipment, and intangible assets	48,058	61,957	6,241	19,592	135,849	9,465	145,315

Notes: 1. The above adjustments are as follows.

(1) The minus 329,139 thousand yen adjustment to segment profit includes minus 10,158 thousand yen in elimination of inter-segment transactions and minus 318,980 thousand yen in company-wide costs that cannot be allocated to reportable segments. Company-wide costs mainly include general and administrative expenses that cannot be attributed to reportable segments.

(2) The plus 1,004,317 thousand yen adjustment to segment assets includes minus 934,403 thousand yen in elimination of inter-segment receivables and payables and plus 1,938,721 thousand yen of company-wide assets that cannot be allocated to reportable segments. Company-wide assets mainly include operating assets (cash and deposits with banks, investment securities, etc.) that cannot be attributed to reportable segments.

(3) The plus 9,465 thousand yen adjustment to increases in property, plant and equipment and intangible assets includes capital investment associated with the head office.

2. Segment profit is adjusted to be consistent with operating income shown on the consolidated statements of income.

Per-share Data

Item	FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)	FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)
Net assets per share (Yen)	427.63	450.23
Net income per share (Yen)	53.10	43.97
Net income per share (diluted) (Yen)	51.39	43.59

Notes: 1. Basis for the calculation of net income per share and net income per share (diluted) is as follows.

(Thousands of yen)

Item	FY3/14 (Apr. 1, 2013 – Mar. 31, 2014)	FY3/15 (Apr. 1, 2014 – Mar. 31, 2015)
Net income per share		
Net income	889,805	757,755
Amount not attributable to common stock shareholders	-	-
Net income available to common stock	889,805	757,755
Average number of shares outstanding (Shares)	16,757,668	17,235,138
Net income per share (diluted)		
Adjusted to net income	-	-
Increase in common stock (Shares)	557,107	150,304
[of which stock acquisition rights] (Shares)	[557,107]	[150,304]
Potential stock not included in the calculation of net income per share (diluted) since it did not have dilutive effect.	-	-

2. Basis for the calculation of net assets per share is as follows.

(Thousands of yen)

Item	FY3/14 (As of Mar. 31, 2014)	FY3/15 (As of Mar. 31, 2015)
Total net assets	7,261,944	8,041,544
Deduction on total net assets	50,791	12,455
[of which stock acquisition rights]	[50,791]	[12,455]
Net assets applicable to common stock at end of period	7,211,153	8,029,089
Number of common stock shares used in calculation of net assets per share (Shares)	16,863,190	17,833,190

Subsequent Events

Not applicable.

Note: This is a translation of the Company's Kessan Tanshin (including attachments) in Japanese, a summary of financial statements prepared in accordance with accounting principles generally accepted in Japan. This translation is prepared and provided for the purpose of the reader's convenience. All readers are recommended to refer to the original version in Japanese of the report for complete information.