

Consolidated Financial Results for the Nine Months Ended December 31, 2016 [Japanese GAAP]



January 30, 2017

Company name: MISUMI Group Inc. Stock exchange listing: Tokyo Stock Exchange
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 Scheduled date of filing quarterly securities report: February 3, 2017
 Scheduled date of dividend payments: –
 Preparation of supplemental explanatory materials: No
 Holding of quarterly financial results meeting: No

(Amounts of less than one million yen are rounded down)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2016 (April 1, 2016 to December 31, 2016)

(1) Consolidated Operating Results (Accumulated) (% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Nine months ended December 31, 2016	187,230	5.4	20,732	3.3	20,354	3.6	12,894	(0.7)
December 31, 2015	177,626	17.2	20,078	5.2	19,638	5.0	12,988	9.9

(Note) Comprehensive income: Nine months ended December 31, 2016: ¥10,906 million, (0.0)%
 Nine months ended December 31, 2015: ¥10,908 million, (27.2)%

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2016	46.96	46.40
December 31, 2015	47.37	45.87

(Note) The Company executed a three-for-one stock split of its common stock effective July 1, 2015. Basic earnings per share and diluted earnings per share were calculated on the assumption that the stock split was implemented at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2016	200,344	149,354	74.0
As of March 31, 2016	194,186	142,333	72.8

(Note) Shareholders' equity: As of December 31, 2016: ¥148,274 million
 As of March 31, 2016: ¥141,462 million

2. Cash Dividends

	Cash dividends per share for the fiscal year (yen)				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2016	–	7.37	–	8.05	15.42
Fiscal year ending March 31, 2017	–	7.61	–		
Fiscal year ending March 31, 2017 (Forecast)				8.62	16.23

(Note) Revision of the latest forecast for cash dividends: No

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2017 (April 1, 2016 to March 31, 2017)

(% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Basic earnings per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	253,500	5.6	27,200	5.9	26,600	5.9	17,800	5.3	64.85

(Note) Revision of the latest financial results forecasts: No

* Notes:

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

(2) Adoption of special accounting procedures for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

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

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(Note) For details, please refer to page 4 of the attached document, "2. Notes Regarding Summary Information (Notes) (3) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatement."

(4) Total number of shares outstanding (common shares)

1) Total number of shares outstanding at the end of the period (including treasury stock):

As of December 31, 2016: 274,826,652 shares

As of March 31, 2016: 274,606,752 shares

2) Total number of treasury stock at the end of the period:

As of December 31, 2016: 129,088 shares

As of March 31, 2016: 128,812 shares

3) Weighted average number of shares outstanding during the period:

Nine months ended December 31, 2016: 274,574,110 shares

Nine months ended December 31, 2015: 274,202,256 shares

(Note) The Company executed a three-for-one stock split of its common stock effective July 1, 2015. The total number of shares outstanding (common shares) was calculated on the assumption that the stock split was implemented at the beginning of the previous fiscal year.

* Presentation regarding the implementation status of quarterly review procedures

- These quarterly financial results are not subject to the scope of quarterly review procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these quarterly financial results, review procedures for the quarterly consolidated financial statements under the Financial Instruments and Exchange Act have not been completed.

* Explanation on the appropriate use of forecasts and other notes

- The earnings forecasts and other forward-looking statements herein are based on information available to the Company at the time of preparation and certain assumptions deemed to be reasonable, and actual results may differ significantly from the forecasts due to various factors. For the assumptions on the earnings forecasts and notes on their use, please refer to "Explanation of Consolidated Financial Results Forecast and Other Forward-looking Statements" on page 3 of the attached document.

Contents of attachment

1. Qualitative Information on Quarterly Financial Results	2
(1) Explanation of Operating Results	2
(2) Explanation of Financial Position	3
(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Statements	3
2. Notes Regarding Summary Information (Notes)	4
(1) Changes in Significant Consolidated Subsidiaries during the Nine Months Ended December 31, 2016 ..	4
(2) Adoption of Special Accounting Procedures for the Preparation of Quarterly Consolidated Financial Statements	4
(3) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatement	4
(4) Additional Information	4
3. Significant Events Concerning Going Concern Assumption.....	4
4. Quarterly Consolidated Financial Statements	5
(1) Quarterly Consolidated Balance Sheet	5
(2) Quarterly Consolidated Statement of Income and Comprehensive Income	7
(3) Quarterly Consolidated Statement of Cash Flows	9
(4) Notes to the Quarterly Consolidated Financial Statements	11
(Notes on going concern assumption)	11
(Notes on significant changes in shareholders' equity)	11
(Segment information)	12

1. Qualitative Information on Quarterly Financial Results

(1) Explanation of Operating Results

In the third quarter of FY2016, the global economy continued to trend modestly toward recovery. Although there were delays in improvements to some parts of Japan's economy and the global economy, the basic tone of recovery continued to be moderate. Meanwhile, factors warranting attention going forward include uncertainties in overseas economies and impact from financial markets, owing in part to future policy trends in the US and business prospects, mainly in China and emerging economies in Asia.

Amid this economic environment, the MISUMI Group is leveraging its unique business, encompassing both manufacturing and distribution operations. The goal of the group is to contribute to the manufacturing industry worldwide while simultaneously accelerating business expansion by widening its business infrastructure globally and eliminating customer inefficiency. In an effort to address a new wave of manufacturing that positions IT at its core, we improved our competitive strength by continuing to implement Internet strategies. In addition, we strengthened our global sure-and-quick delivery system. As a localization strategy, we are promoting local production-local procurement initiatives, with the goal of providing optimal sourcing. Thanks to these and other initiatives, our consolidated earnings growth was propelled by an increase in sales in the Factory Automation (FA) Business and the VONA Business, offsetting unfavorable impact from forex fluctuations. In the FA Business we posted benefit from a rise in demand in the automotive industry and electronics industry. Meanwhile, in the VONA Business, we recognized benefit from an increase in customer base underpinned by an expansion in the number of manufacturers we deal with.

Reflecting this performance, we posted net sales of ¥187,230 million on a consolidated basis (up 5.4% from a year earlier). On the profit front, we recorded operating income of ¥20,732 million (up 3.3% from a year earlier) and ordinary income of ¥20,354 million (up 3.6% from a year earlier). Meanwhile, net income attributable to owners of the parent totaled ¥12,894 million (down 0.7% from a year earlier).

That being said, we reiterate the consolidated earnings forecast we released on October 28, 2016. We plan attain record-high sales and profits once again in the full fiscal year reflecting active expansion of our business operations and platforms.

• Business performance at our reportable segments

We revised our reportable segments at the start of the fiscal year. For the purpose of year-on-year comparisons, we reclassified our quarterly reportable segment in the previous fiscal year under the new reportable segments. For details see 4. Quarterly Consolidated Financial Statements (4) Notes to Quarterly Consolidated Financial Statements (Segment information).

1) FA Business

In the FA Business, demand is increasing globally for reliable, short delivery times for FA components. In light of this, we are steadily instilling the MISUMI model to actively secure new demand for automation in the automotive and electronics related industries. Reflecting this, despite the unfavorable impact from forex fluctuation, we posted segment sales of ¥61,352 million (up 7.4% from a year earlier) on contribution from an expansion in sales in Japan, China, other parts of Asia, and Europe. Consequently, operating income was ¥10,788 million (up 11.6% from a year earlier).

2) Die Components Business

In the Die Components Business, although sales momentum was brisk in China, other parts of Asia, and Europe, in part reflecting activities to expand sales to the automotive related industry, our major customers, segment sales were ¥50,752 million (down 2.8% from a year earlier), due in part to unfavorable impact from forex fluctuations. Operating income was ¥2,349 million (down 25.7% from a year earlier), partly attributable to unfavorable forex impact and an increase in costs associated with business expansion.

3) VONA Business

The VONA Business is the MISUMI Group's distribution business. Operations consist of the third-party products as well as MISUMI brand products. Our product lineup ranges from components for production equipment to materials for production activities and maintenance, repair and operations (MRO) consumable parts. In the VONA Business, we distribute 17 million products for more than 2,700 manufacturers. Although there was unfavorable impact from forex fluctuations, segment sales totaled ¥75,125 million (up 9.0% from a year earlier), owing to an expansion in sales underpinned by the enhancement of our product lineup, and benefits from aggressive sales expansion tactics. Operating income was ¥8,152 million (up 7.4% from a year earlier).

(2) Explanation of Financial Position

1) Assets, liabilities and net assets

Total assets as of the end of the third quarter of the fiscal year were ¥200,344 million (up ¥6,158 million compared to the previous year-end). Current assets increased ¥8,563 million. This is mainly due to an increase in cash and deposits of ¥6,001 million, an increase in notes and accounts receivable - trade of ¥4,017 million, an increase in merchandise and finished goods of ¥1,913 million and a decrease in other current assets of ¥3,250 million. Property, plant and equipment decreased ¥1,167 million. Intangible assets decreased ¥1,554 million. Investments and other assets such as investment securities increased ¥316 million.

Total liabilities were ¥50,990 million (down ¥862 million compared to the previous year-end). Current liabilities decreased ¥1,271 million. This is mainly due to a decrease in notes and accounts payable - trade of ¥389 million, a decrease in accounts payable - other of ¥762 million, and a decrease in income taxes payable of ¥1,080 million. Long-term liabilities increased ¥408 million.

Total net assets were ¥149,354 million (up ¥7,021 million compared to the previous year-end). Shareholders' equity increased ¥8,729 million. This is mainly due to an increase in retained earnings of ¥8,563 million. Accumulated other comprehensive income including foreign currency translation adjustments decreased ¥1,917 million. As a result, the equity ratio was 74.0%, compared to the 72.8% marked at the end of the previous year.

2) Cash flows

At the end of the third quarter of the fiscal year, cash and cash equivalents amounted to ¥42,756 million, an increase of ¥3,551 million compared to the previous year-end.

The status of cash flows and their underlying factors for the nine months ended December 31, 2016 were as follows.

Cash inflows from operating activities were ¥13,226 million (a net cash inflow of ¥9,362 million for the same period in the previous year). A breakdown of cash flows from operating activities is as follows. Income before income taxes was ¥19,970 million. Depreciation and amortization were ¥4,322 million. Amortization of goodwill were ¥1,272 million. Notes and accounts receivable - trade increased ¥3,938 million. Inventories increased ¥2,623 million. Notes and accounts payable - trade increased ¥72 million. Accounts payable - other decreased ¥157 million. Income tax paid was ¥8,662 million.

Cash outflows from investing activities were ¥4,912 million (a net cash outflow of ¥2,744 million for the same period in the previous year). A breakdown of cash flows from investing activities is as follows. The purchase of fixed assets were ¥5,280 million. Payments into time deposits were ¥20,017 million. Refund from time deposits was ¥17,672 million.

Cash outflows from financing activities were ¥4,163 million (a net cash outflow of ¥3,689 million for the same period in the previous year). The main content of cash flows from financing activities was dividends paid of ¥4,299 million.

(3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Statements

The full-year consolidated financial results forecast for the fiscal year ending March 31, 2017 is unchanged from the figures announced on October 28, 2016.

2. Notes Regarding Summary Information (Notes)

(1) Changes in Significant Consolidated Subsidiaries during the Nine Months Ended December 31, 2016

None

(2) Adoption of Special Accounting Procedures for the Preparation of Quarterly Consolidated Financial Statements

None

(3) Changes in Accounting Policies, Changes in Accounting Estimates and Retrospective Restatement
(Changes in accounting policies)

(Changes in depreciation method for property, plant and equipment)

Following the revision to the Corporation Tax Act, the Company has applied the “Practical Solution on a Change in Depreciation Method Due to Tax Reform 2016” (Accounting Standards Board of Japan (“ASBJ”) Practical Issues Task Force (“PITF”) No. 32, June 17, 2016) from the first quarter ended June 30, 2016, and changed the depreciation method for facilities attached to buildings and structures acquired on or after April 1, 2016 from the declining balance method to the straight line method.

The impact of this change on the Company’s quarterly consolidated financial statements for the nine months ended December 31, 2016 was immaterial.

(4) Additional Information

(Changes in matters concerning fiscal year of consolidated subsidiaries)

To more accurately disclose our consolidated financial results, starting from the first quarter of FY2016, MISUMI (CHINA) PRECISION MACHINERY TRADING CO., LTD and other 27 consolidated subsidiaries, which officially settle their accounts on December 31st of each year, will conduct a provisional book-closing on March 31, in line with our fiscal year, to facilitate our preparation of consolidated financial statements. Accordingly, we prepared our consolidated financial statements for 3Q cumulative (April 1, 2016-December 31, 2016). Note that profits/losses posted in the January 1, 2016-March 31, 2016 quarter have been reflected as a change in retained earnings.

(Implementation Guidance on Recoverability of Deferred Tax Assets)

The Company has applied the “Revised Implementation Guidance on Recoverability of Deferred Tax Assets” (ASBJ Guidance No. 26, March 28, 2016) from the first quarter ended June 30, 2016.

3. Significant Events Concerning Going Concern Assumption

Not applicable

4. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
Assets		
Current assets		
Cash and deposits	52,891	58,892
Notes and accounts receivable - trade	49,373	53,391
Merchandise and finished goods	22,706	24,619
Work in process	1,894	2,741
Raw materials and supplies	5,458	4,572
Other	8,727	5,477
Allowance for doubtful accounts	(257)	(335)
Total current assets	140,795	149,358
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,611	9,957
Machinery, equipment and vehicles, net	11,057	11,855
Land	3,725	3,717
Other, net	3,786	2,481
Total property, plant and equipment	29,180	28,013
Intangible assets		
Software	6,159	7,710
Goodwill	3,457	1,498
Other	10,097	8,951
Total intangible assets	19,714	18,160
Investments and other assets		
Investment securities	27	30
Other	4,589	4,921
Allowance for doubtful accounts	(122)	(139)
Total investments and other assets	4,495	4,811
Total non-current assets	53,391	50,985
Total assets	194,186	200,344

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
Liabilities		
Current liabilities		
Notes and accounts payable - trade	14,414	14,024
Accounts payable - other	5,951	5,189
Income taxes payable	3,847	2,767
Provision for bonuses	2,383	1,473
Provision for directors' bonuses	310	187
Other	4,679	6,672
Total current liabilities	31,585	30,314
Long-term liabilities		
Bonds with subscription rights to shares	11,268	11,649
Liability for retirement benefits	3,992	4,348
Other	5,006	4,678
Total long-term liabilities	20,267	20,676
Total liabilities	51,853	50,990
Net assets		
Shareholders' equity		
Common stock	6,996	7,080
Capital surplus	17,385	17,468
Retained earnings	114,169	122,733
Treasury stock	(76)	(76)
Total shareholders' equity	138,475	147,205
Accumulated other comprehensive income		
Unrealized gain (loss) on available-for-sale securities	(6)	(4)
Foreign currency translation adjustments	3,065	1,135
Defined retirement benefit plans	(72)	(61)
Total accumulated other comprehensive income	2,986	1,069
Stock acquisition rights	342	597
Non-controlling interests	527	482
Total net assets	142,333	149,354
Total liabilities and net assets	194,186	200,344

(2) Quarterly Consolidated Statement of Income and Comprehensive Income
Quarterly Consolidated Statement of Income
For the Nine Months Ended December 31, 2016 and 2015

(Millions of yen)

	For the nine months ended December 31, 2015	For the nine months ended December 31, 2016
Net sales	177,626	187,230
Cost of sales	102,198	109,795
Gross profit	75,428	77,435
Selling, general and administrative expenses	55,349	56,702
Operating income	20,078	20,732
Non-operating income		
Interest income	207	141
Subsidy income	–	49
Miscellaneous income	162	192
Total non-operating income	369	384
Non-operating expenses		
Sales discounts	50	52
Foreign exchange losses	666	559
Contribution for establishing an educational institute	–	100
Miscellaneous loss	92	50
Total non-operating expenses	809	762
Ordinary income	19,638	20,354
Extraordinary income		
Gain on reversal of foreign currency translation adjustment resulting from liquidation of foreign subsidiary	109	–
Total extraordinary income	109	–
Extraordinary losses		
Loss on business restructuring	225	383
Total extraordinary losses	225	383
Income before income taxes	19,522	19,970
Income taxes	6,499	7,107
Net income	13,023	12,862
Net income(loss) attributable to non-controlling interests	34	(31)
Net income attributable to owners of parent	12,988	12,894

Quarterly Consolidated Statement of Comprehensive Income
For the Nine Months Ended December 31, 2016 and 2015

(Millions of yen)

	For the nine months ended December 31, 2015	For the nine months ended December 31, 2016
Net income	13,023	12,862
Other comprehensive income (loss)		
Unrealized gain (loss) on available-for-sale securities	(8)	1
Foreign currency translation adjustments	(2,115)	(1,949)
Defined retirement benefit plans	9	10
Share of other comprehensive income (loss) in associates	(1)	(19)
Total other comprehensive income	(2,115)	(1,956)
Comprehensive income	10,908	10,906
Comprehensive income attributable to		
Owners of parent	10,885	10,976
Non-controlling interests	22	(70)

(3) Quarterly Consolidated Statement of Cash Flows

(Millions of yen)

	For the nine months ended December 31, 2015	For the nine months ended December 31, 2016
Cash flows from operating activities		
Income before income taxes	19,522	19,970
Depreciation and amortization	4,507	4,322
Amortization of goodwill	1,418	1,272
Increase (decrease) in liability for retirement benefits	334	376
Increase (decrease) in provision for bonuses	555	(988)
Increase (decrease) in provision for directors' bonuses	(77)	(122)
Increase (decrease) in allowance for doubtful accounts	152	73
Interest and dividend income	(207)	(141)
Interest expenses	1	3
Share-based compensation expenses	68	284
Foreign exchange losses (gains)	(163)	795
Equity in earnings of affiliates	(34)	(42)
Gain on reversal of foreign currency translation adjustments resulting from liquidation of foreign subsidiary	(109)	–
Loss on business restructuring	225	383
(Increase) decrease in notes and accounts receivable - trade	(3,939)	(3,938)
(Increase) decrease in inventories	(2,191)	(2,623)
(Increase) decrease in consumption taxes refund receivable	22	559
Increase (decrease) in notes and accounts payable - trade	(256)	72
Increase (decrease) in accounts payable - other	(1,304)	(157)
(Increase) decrease in other assets	(381)	(93)
Increase (decrease) in other liabilities	(878)	977
Subtotal	17,263	20,982
Interest and dividend income received	391	193
Interest expenses paid	(1)	(3)
Income taxes refund	778	716
Income taxes paid	(9,070)	(8,662)
Net cash provided by operating activities	9,362	13,226

(Millions of yen)

	For the nine months ended December 31, 2015	For the nine months ended December 31, 2016
Cash flows from investing activities		
Proceeds from sales and redemption of marketable securities	1,600	–
Purchase of fixed assets	(6,279)	(5,280)
Proceeds from sales of fixed assets	488	4
Payments into time deposits	(17,900)	(20,017)
Refund from time deposits	21,353	17,672
Payments for lease and guarantee deposits	(146)	(441)
Proceeds from collection of lease and guarantee deposits	168	286
Other, net	(2,029)	2,863
Net cash used in investing activities	(2,744)	(4,912)
Cash flows from financing activities		
Increase (decrease) in short-term bank loans, net	(110)	–
Proceeds from issuance of stock	154	136
Repayments of long-term loans payable	(45)	–
Dividends paid	(3,684)	(4,299)
Other, net	(3)	(0)
Net cash used in financing activities	(3,689)	(4,163)
Effect of exchange rate change on cash and cash equivalents	(770)	182
Net increase (decrease) in cash and cash equivalents	2,156	4,333
Cash and cash equivalents at beginning of period	37,267	39,204
Net increase (decrease) in cash and cash equivalents resulting from change in fiscal period of consolidated subsidiaries	–	(781)
Cash and cash equivalents at end of period	39,423	42,756

(4) Notes to the Quarterly Consolidated Financial Statements

(Notes on going concern assumption)

Not applicable

(Notes on significant changes in shareholders' equity)

Not applicable

(Segment information)**<Segment information>**

For the nine months ended December 31, 2015 (from April 1, 2015 to December 31, 2015)

1. Net sales and Segment income by reportable segment

(Millions of yen)

	Reportable Segments				Adjustments	Consolidated
	FA Business	Die Components Business	VONA Business	Total		
Net sales						
Sales to customers	57,126	52,224	68,909	178,260	(634)	177,626
Internal sales to other segments	—	—	—	—	—	—
Total	57,126	52,224	68,909	178,260	(634)	177,626
Segment income	9,671	3,163	7,588	20,423	(345)	20,078

Segment income before amortization of goodwill*	9,671	5,064	7,588	22,324	(345)	21,979
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*(Note)

Amortization of goodwill and other intangible assets related to the acquisition of Dayton Lamina Corporation was added back to Segment income.

2. Differences between the total amount of reportable segments and the amounts in quarterly consolidated statement of income, and major breakdown of such differences (reconciliation)

(Millions of yen)

Net sales	Amount
Total of reportable segment	178,260
Adjustments due to the different closing date of consolidated subsidiaries	(1,157)
Other	523
Net sales in quarterly consolidated statement of income	177,626

(Millions of yen)

Income	Amount
Total of reportable segment	20,423
Adjustments due to the different closing date of consolidated subsidiaries	(458)
Other	112
Operating income in quarterly consolidated statement of income	20,078

For the nine months ended December 31, 2016 (from April 1, 2016 to December 31, 2016)

1. Net sales and Segment income by reportable segment

(Millions of yen)

	Reportable Segments				Adjustments	Consolidated
	FA Business	Die Components Business	VONA Business	Total		
Net sales						
Sales to customers	61,352	50,752	75,125	187,230	—	187,230
Internal sales to other segments	—	—	—	—	—	—
Total	61,352	50,752	75,125	187,230	—	187,230
Segment income	10,788	2,349	8,152	21,290	(558)	20,732

Segment income before amortization of goodwill*	10,788	4,052	8,152	22,993	(558)	22,435
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*(Note)

Amortization of goodwill and other intangible assets related to the acquisition of Dayton Lamina Corporation was added back to Segment income.

2. Differences between the total amount of reportable segments and the amounts in quarterly consolidated statement of income, and major breakdown of such differences (reconciliation)

(Millions of yen)

Net sales	Amount
Total of reportable segment	187,230
Adjustments	—
Net sales in quarterly consolidated statement of income	187,230

(Millions of yen)

Income	Amount
Total of reportable segment	21,290
Adjustments	(558)
Operating income in quarterly consolidated statement of income	20,732

3. Matters concerning changes in reportable segments

Following the changes in the Group's organizational management structure, a portion of "FA Business" was classified to "VONA Business" from the first quarter ended June 30, 2016.

Net sales and segment income by reportable segment for the nine months ended December 31, 2015 have been recategorized under the new classification.

(Supplementary information)

For the nine months ended December 31, 2015 (from April 1, 2015 to December 31, 2015)

1. Information by region

(1) Net sales

(Millions of yen)

Japan	China	Asia	America	Europe	Others	Total
93,751	28,844	21,792	20,806	8,924	3,507	177,626

(Note) Net sales represent the net sales of the Group in Japan and other countries or regions.

(2) Property, plant and equipment

(Millions of yen)

Japan	China	Vietnam	America	Others	Total
10,052	8,262	6,046	2,779	1,437	28,577

2. Information on goodwill by reportable segment

(Millions of yen)

	Die Components Business
Amortization for the nine months ended December 31, 2015	1,418
Balance as of December 31, 2015	3,910

For the nine months ended December 31, 2016 (from April 1, 2016 to December 31, 2016)

1. Information by region

(1) Net sales

(Millions of yen)

Japan	China	Asia	America	Europe	Others	Total
102,492	31,255	22,672	18,474	9,233	3,101	187,230

(Note) Net sales represent the net sales of the Group in Japan and other countries or regions.

(2) Property, plant and equipment

(Millions of yen)

Japan	China	Vietnam	America	Others	Total
10,126	7,357	5,967	3,191	1,370	28,013

2. Information on goodwill by reportable segment

(Millions of yen)

	Die Components Business
Amortization for the nine months ended December 31, 2016	1,272
Balance as of December 31, 2016	1,498