

Financial Results for the Fiscal Year Ended March 2015

(Apr. 2014 – Mar. 2015)

May 2015

Nisshinbo Holdings Inc.

Abbreviation lists

NISH: Nisshinbo Holdings Inc.

The followings are consolidated subsidiaries of NISH.

JRC: Japan Radio Co., Ltd.

NJR: New Japan Radio Co., Ltd.

NJRC: Nagano Japan Radio Co., Ltd.

UJRC: Ueda Japan Radio Co., Ltd.

NISB: Nisshinbo Brake Inc.

NISM: Nisshinbo Mechatronics Inc.

NISC: Nisshinbo Chemical Inc.

NIST: Nisshinbo Textile Inc.

NISP: Nisshinbo Paper Products Inc.

B/S

(mil. yen)

	Mar. 2015	Mar. 2014	Change
ASSETS			
Current assets	310,469	272,444	38,025
Fixed assets			
Tangible fixed assets	184,885	174,246	10,639
Intangible fixed assets	35,914	46,146	-10,232
Investments and other assets	147,216	118,473	28,743
Total fixed assets	368,016	338,866	29,150
Deferred assets			
Total assets	678,486	611,310	67,176
LIABILITIES			
Current liabilities	226,178	203,660	22,518
Long-term liabilities	145,370	130,785	14,585
Total liabilities	371,548	334,445	37,103
NET ASSETS			
Shareholders' equity	186,301	194,785	-8,484
Accumulated other comprehensive income	72,608	44,445	28,163
Stock acquisition rights	221	264	-43
Minority interests	47,805	37,369	10,436
Total net assets	306,937	276,865	30,072
TOTAL LIABILITIES AND NET ASSETS	678,486	611,310	67,176
Shareholders' equity ratio	38.2%	39.1%	-0.9%

Results (yr/yr)

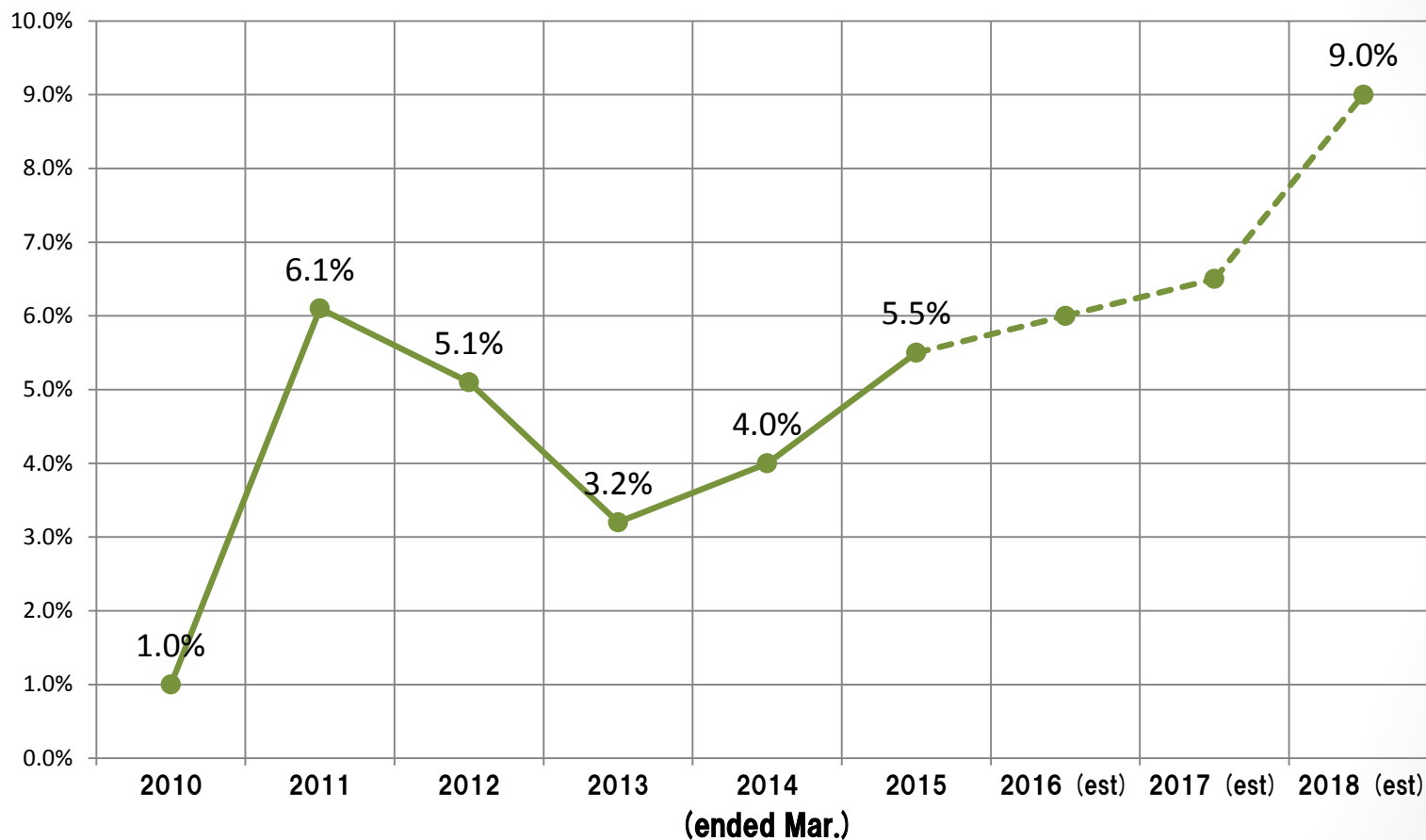
	Mar. 2015	Mar. 2014	Change	Ratio	Main factors	(mil. yen) Change
Net sales	523,757	494,350	29,407	5.9%	● Increased in sales of Electronics	21,373
					● Increased in sales of Brakes	13,187
					● Others	-5,153
Operating income before goodwill amortization	21,068	19,853	1,214	6.1%		
Goodwill amortization	7,324	6,678	646	9.7%		
Operating income	13,744	13,175	568	4.3%	● Increased in income of Electronics, especially JRC and NJR. NJRC also turned into black	3,352
					● Increased in income of Papers.	383
					● Others (Transferred CHOYA etc.)	-3,166
Ordinary income	20,650	22,171	-1,521	-6.9%	● Increased in operating income	569
					● Decreased in equity in earnings of affiliates	-1,619
					● Decreased in exchange loss	-1,070
					● Others	599
					● Increased in ordinary income	-1,521
Net income	13,693	9,011	4,682	52.0%	● Gain factors * Gains from the sales of fixed assets (JRC etc.) * Decreased in restructuring costs in JRC * Decreased in redemption loss in TMD bond * Decreased in taxes by declaring deferred tax assets for recovering profitability of some subsidiaries	13,686
					● Loss factors * Liquidation loss of CHOYA (Textile) * Increased in minority interest	-7,482

Results by segment

Business segment		Mar. 2015	Mar. 2014	Change	Ratio	Apr.–Sep. 2014	Apr.–Sep. 2013
Textiles	Net sales	47,361	51,348	-3,987	-7.8%	25,128	25,410
	Operating income	-475	552	-1,027	—	16	309
Brakes	Net sales	161,886	148,699	13,187	8.9%	81,376	72,307
	Operating income	-2,068	-1,813	-255	—	-726	-1,165
Papers	Net sales	31,280	31,685	-405	-1.3%	14,569	14,803
	Operating income	425	42	383	905.5%	222	-179
Precision instruments	Net sales	28,607	28,655	-48	-0.2%	14,143	13,773
	Operating income	263	1,075	-812	-75.5%	319	445
Chemicals	Net sales	8,942	8,810	132	1.5%	4,188	4,190
	Operating income	514	105	409	387.3%	10	-20
Electronics	Net sales	209,115	187,742	21,373	11.4%	79,035	70,310
	Operating income	12,703	9,351	3,352	35.8%	-322	-2,031
Real estate	Net sales	9,246	10,567	-1,321	-12.5%	4,620	4,952
	Operating income	6,669	7,780	-1,111	-14.3%	3,463	3,669
Others	Net sales	27,317	26,841	476	1.8%	13,540	13,181
	Operating income	-110	-66	-44	—	-32	-24
Corporate /Eliminations	Net sales	-	-	-	—	-	-
	Operating income	-4,177	-3,851	-326	—	-2,115	-1,880
Total	Net sales	523,757	494,350	29,407	5.9%	236,603	218,929
	Operating income	13,744	13,175	568	4.3%	835	-880
	Ordinary income	20,650	22,171	-1,521	-6.9%	4,271	3,528
	Net income	13,693	9,011	4,682	52.0%	2,254	-1,560

(mil. yen)

ROE

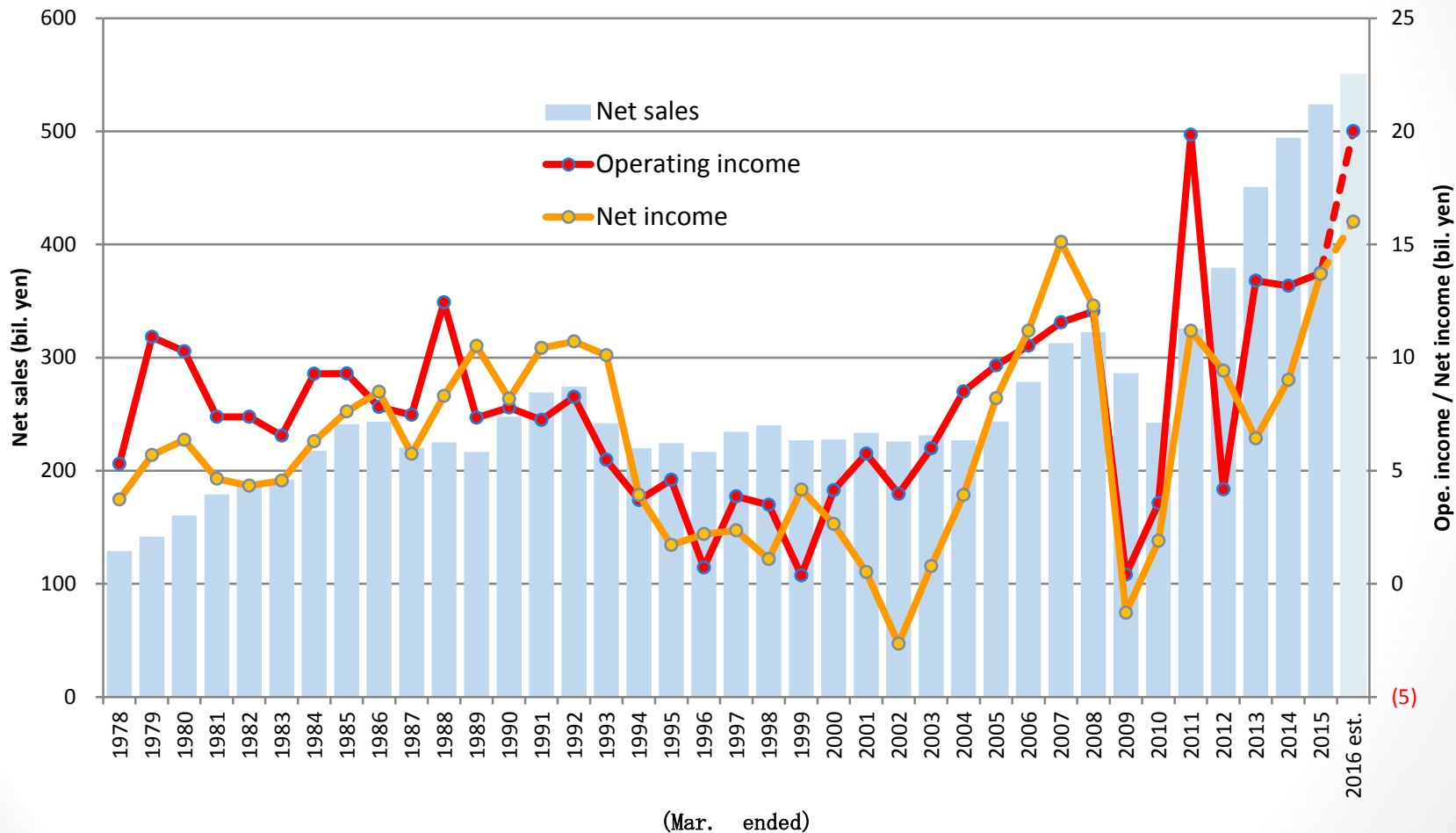


Forecast

(mil. yen)

Business segment		Forecast Mar. 2016	Results Mar. 2015	Change	Forecast 1st half 2016	Results 1st half 2015
Textiles	Net sales	65,500	47,361	18,139	30,500	25,128
	Operating income	3,300	-475	3,775	1,400	16
Brakes	Net sales	170,000	161,886	8,114	85,500	81,376
	Operating income	1,000	-2,068	3,068	200	-726
Papers	Net sales	32,500	31,280	1,220	15,500	14,569
	Operating income	700	425	275	200	222
Precision instruments	Net sales	30,000	28,607	1,393	15,500	14,143
	Operating income	700	263	437	400	319
Chemicals	Net sales	8,500	8,942	-442	3,800	4,188
	Operating income	1,000	514	486	200	10
Electronics	Net sales	210,000	209,115	885	82,000	79,035
	Operating income	12,500	12,703	-203	-650	-322
Real estate	Net sales	7,500	9,246	-1,746	4,000	4,620
	Operating income	5,000	6,669	-1,669	2,600	3,463
Others	Net sales	26,000	27,317	-1,317	13,200	13,540
	Operating income	-100	-110	10	-50	-32
Corporate /Eliminations	Net sales	-	-	-	-	-
	Operating income	-4,100	-4,177	77	-2,100	-2,115
Total	Net sales	550,000	523,757	26,243	250,000	236,603
	Operating income	20,000	13,744	6,256	2,200	835
	Ordinary income	25,000	20,650	4,350	4,500	4,271
	Net income	16,000	13,693	2,307	1,000	2,254
Exchange ratio (Average)	JPY/USD	115.00	106.46		115.00	102.23
	JPY/EUR	130.00	140.35		130.00	139.87

Aiming for the highest results



Management Policy

Long term target on Mar. 2026

Net sales: 10 bil. yen

ROE: Over 12%



Results by business segment

Textiles

(mil. yen)

Textiles	FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.-Sep. 2015 est.		Apr.-Sep. 2014		Apr.-Sep. 2013		
	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	
Japan	NIST	24,950	700	22,552	-40	22,360	237	11,120	40	11,467	-28	10,639	37
	Tokyo Shirts/CHOYA *	13,370	1,420	2,822	-1,074	6,067	-489	7,130	960	2,988	-154	3,203	-137
	Other subsidiaries	18,160	360	16,843	28	19,417	211	8,250	120	8,560	-22	9,660	124
	Sub total	56,480	2,480	42,217	-1,086	47,844	-41	26,500	1,120	23,015	-204	23,502	24
Overseas	Brazil	4,900	350	4,870	299	4,600	371	2,640	220	2,387	99	2,412	267
	Indonesia	17,400	780	14,038	308	12,016	291	8,140	300	6,838	179	5,657	71
	China etc.	3,450	30	2,768	-1	2,985	27	1,340	-10	1,357	-8	1,415	12
	Sub total	25,750	1,160	21,676	606	19,601	689	12,120	510	10,582	270	9,484	350
Jpn. overseas total	82,230	3,640	63,893	-480	67,445	648	38,620	1,630	33,597	66	32,986	374	
Elimination	-16,730	-340	-16,532	5	-16,097	-96	-8,120	-230	-8,469	-50	-7,576	-65	
Total	65,500	3,300	47,361	-475	51,348	552	30,500	1,400	25,128	16	25,410	309	

* Tokyo shirts after FY ending Mar. 2016

APOLLOCOT



Brakes

(mil. yen)

Brakes		FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.-Sep. 2015 est.		Apr.-Sep. 2014		Apr.-Sep. 2013	
		Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income
JPN	NISB	27,500	1,400	28,008	1,950	27,991	1,836	13,100	500	14,201	1,064	13,663	686
	NISB group *1	50,700	5,200	41,287	5,267	37,164	4,824	25,800	2,700	20,102	2,679	17,848	1,997
Overseas	TMD group	98,700	1,900	98,645	-662	88,792	-1,009	49,500	800	50,009	-111	43,288	-243
	Sub total	149,400	7,100	139,932	4,605	125,956	3,815	75,300	3,500	70,111	2,568	61,136	1,754
JPN, Overseas total		176,900	8,500	167,940	6,555	153,947	5,651	88,400	4,000	84,312	3,632	74,799	2,440
Eliminations		-6,900	-7,500	-6,054	-8,623	-5,248	-7,464	-2,900	-3,800	-2,936	-4,358	-2,492	-3,605
Total		170,000	1,000	161,886	-2,068	148,699	-1,813	85,500	200	81,376	-726	72,307	-1,165
in part of goodwill on ope. income			Ope. income		Ope. income		Ope. income		Ope. income		Ope. income		Ope. income
(a)	NISB (JPN, Overseas)		6,600		7,217		6,660		3,200		3,743		2,683
(b)	TMD (excluding extraordinary gain/loss)		3,200		1,013		718		1,500		731		587
(c)	TMD (after adjustment for Japan standard) *2		-2,400		-3,382		-2,757		-1,300		-1,755		-1,335
Ope. income before goodwill amortization			7,400		4,847		4,621		3,400		2,719		1,935
Goodwill amortization			-6,400		-6,916		-6,434		-3,200		-3,445		-3,100
Ope. income			1,000		-2,068		-1,813		200		-726		-1,165
Exchange rate (JPY/EUR)			130.00		140.35		130.56		130.00		139.87		125.79

*1 Saeron Automotive Corporation (South Korea), Nisshinbo-Saeron (Changshu) etc.

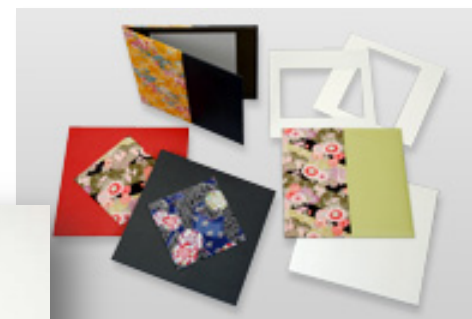
*2 Intangible asset amortization.



Papers

(mil. yen)

Papers	FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.–Sep. 2015 est.		Apr.–Sep. 2014		Apr.–Sep. 2013		
	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	
Household papers	20,500	430	19,648	365	20,331	-118	9,880	210	9,052	133	9,616	-146	
Fine papers	NISP	9,500	110	9,299	95	9,250	225	4,580	-20	4,422	77	4,302	151
	Subsidiaries	8,610	130	8,605	-51	8,313	-66	4,070	20	3,965	-14	3,685	-150
	Subtotal	18,110	240	17,904	44	17,563	159	8,650	0	8,387	63	7,987	1
Household fine total	38,610	670	37,552	409	37,894	41	18,530	210	17,439	196	17,603	-145	
Elimination	-6,110	-20	-6,272	16	-6,209	1	-3,030	-10	-2,870	26	-2,800	-34	
Total	32,500	650	31,280	425	31,685	42	15,500	200	14,569	222	14,803	-179	



Precision Instruments

(mil. yen)

Precision Instruments		FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.-Sep. 2015 est.		Apr.-Sep. 2014		Apr.-Sep. 2013	
		Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income
Mechanics	NISM	10,300	30	11,642	-184	10,950	277	5,100	-20	5,148	-274	4,750	-127
	Subsidiaries	4,600	-100	3,438	-325	3,438	-59	2,000	-70	1,317	-61	1,756	23
	Sub total	14,900	-70	15,080	-509	14,388	218	7,100	-90	6,465	-335	6,506	-104
Plastics moldings	NISM	4,600	50	4,968	94	5,576	177	2,500	70	2,677	110	2,847	131
	Subsidiaries	15,100	850	13,199	759	12,502	772	7,900	530	6,973	541	6,595	458
	Sub total	19,700	900	18,167	853	18,078	949	10,400	600	9,650	651	9,442	589
Elimination		-4,600	-130	-4,640	-81	-3,811	-92	-2,000	-110	-1,972	3	-2,175	-40
Total		30,000	700	28,607	263	28,655	1,075	15,500	400	14,143	319	13,773	445



Chemicals

(mil. yen)

Chemicals	FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.-Sep. 2015 est.		Apr.-Sep. 2014		Apr.-Sep. 2013	
	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income
Environmental and energy business *1	7,370	830	7,066	328	6,985	-120	3,200	210	3,324	-32	3,295	-150
Others *2	1,070	90	1,526	145	1,524	184	470	-30	737	58	769	109
Sub total	8,440	920	8,592	473	8,509	64	3,670	180	4,061	26	4,064	-41
Sub subsidiaries	590	40	592	41	575	40	280	0	255	-15	276	14
Elimination	-530	40	-242	0	-274	1	-150	20	-128	-1	-150	7
Total	8,500	1,000	8,942	514	8,810	105	3,800	200	4,188	10	4,190	-20

*1 Breakdown	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income
Bipolar plates for FC	1,120	-30	1,139	-201	1,016	-290	600	-40	624	-89	508	-147
Functional chemical	1,900	240	1,716	180	1,702	126	840	50	761	22	792	30
Insulation products	4,350	620	3,771	478	3,966	665	1,760	200	1,807	234	1,848	314
Electric double layer capacitors (EDLC)			440	-129	301	-621			132	-199	147	-347
Total	7,370	830	7,066	328	6,985	-120	3,200	210	3,324	-32	3,295	-150

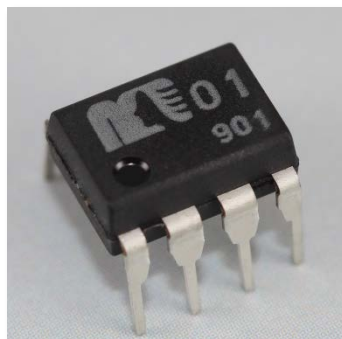
*2 Carbon etc. Including EDLC from FY ending Mar. 2016



Electronics

(mil. yen)

Electronics	FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.-Sep. 2015 est.		Apr.-Sep. 2014		Apr.-Sep. 2013	
	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income
JRC	135,000	7,000	132,251	7,713	113,306	7,281	42,800	-3,000	42,129	-2,080	35,772	-2,296
NJR	49,000	3,700	45,220	2,918	42,080	2,276	23,800	1,850	21,647	1,200	20,413	926
NJRC	32,000	400	32,203	217	30,995	-1,813	14,500	-80	14,732	-117	13,109	-1,349
UJRC	17,600	700	17,253	974	14,055	437	8,060	320	7,917	317	5,631	76
Sub total	233,600	11,800	226,927	11,822	200,436	8,181	89,160	-910	86,425	-680	74,925	-2,643
Eliminations	-23,600	700	-17,812	881	-12,694	1,170	-7,160	260	-7,390	358	-4,615	612
Total	210,000	12,500	209,115	12,703	187,742	9,351	82,000	-650	79,035	-322	70,310	-2,031



Real Estate

(mil. yen)

Real Estate	FY ending Mar. 2016 est.		FY ended Mar. 2015		FY ended Mar. 2014		Apr.-Sep. 2015 est.		Apr.-Sep. 2014		Apr.-Sep. 2013	
	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income	Net sales	Ope. income
NISH	8,980	4,870	10,540	6,531	12,064	7,640	4,530	2,540	5,316	3,386	5,695	3,585
Subsidiaries	1,360	120	1,446	138	1,459	141	690	50	724	77	738	85
Sub total	10,340	4,990	11,986	6,669	13,523	7,781	5,220	2,590	6,040	3,463	6,433	3,670
Elimination	-2,840	10	-2,740	0	-2,956	-1	-1,220	10	-1,420	0	-1,481	-1
Total	7,500	5,000	9,246	6,669	10,567	7,780	4,000	2,600	4,620	3,463	4,952	3,669



Change to Dividend Policy and Plan to Increase Dividend

	Dividend		Payment period	Policy
Existing dividend policy	Interim	JPY 7.5	Dec. 2014 (Done)	To pay a stable dividend on a continuous basis
	Year-end	JPY 7.5	Jun. 2015	
	Annual	JPY 15.0		
New dividend policy	Interim	JPY 15.0	Dec. 2015	To maintain a stable dividend on a continuous basis, with a dividend payout ratio of 30% as a benchmark
	Year-end	JPY 15.0	Jun. 2016	
	Annual	JPY 30.0		

Policy of return to shareholders

We proactively return profits to shareholders, including share buybacks and other methods, in cases when it has secured the internal reserves necessary for implementing future growth strategy, and after consideration of the stability of the Company. In principle, we will cancel treasury stock, although it may utilize treasury stock for share exchanges, in cases when an M&A deal exists that may contribute significantly to the improvement of shareholder value.

Thank you for your kind attention.

Explanation of appropriate use of performance forecasts and other special items

This document contains forecasts of performance and other projections based on information currently available and certain assumptions judged by Nisshinbo to be reasonable. Actual performance may materially differ from these projections as a result of changes in the economic environment and other risks and uncertainties.