

Corporate Name: Nifco Inc. (URL: <https://www.nifco.com/en/>)
 Stock Exchange: TSE 1st section; Code Number: 7988
 President & CEO: Toshiyuki Yamamoto
 Inquiries to: Junji Honda, Executive Managing Officer & CFO (+81-3-5476-4853)
 Ordinary general meeting of shareholders to be held on: June 23, 2017
 Dividend disbursement to be started on: June 26, 2017
 Yuka Shoken Hokokusho to be submitted on: June 23, 2017

May 12, 2017

Highlight

Summary of Consolidated Financial Results for Fiscal Year Ending March 31, 2017

(These figures are rounded down to the nearest million yen.)

1. Consolidated Financial Results for FY2016 (April 1, 2016 to March 31, 2017)

(1) Consolidated financial results

(The percentages denote year-on-year change.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2016	259,439	-2.4	29,813	8.1	28,431	7.8	20,364	14.8
FY2015	265,683	17.9	27,574	31.5	26,374	27.9	17,742	37.5

Reference: Comprehensive income: 14,403 million yen in FY2016(23.7%), 11,641 million yen in FY2015(-50.1%)

	Profit attributable to owners of parent per share	Diluted profit attributable to owners of parent per share	Return on equity (ROE)	Ordinary income / Total assets	Operating income / Net sales
	Yen	Yen	%	%	%
FY2016	401.41	374.36	16.2	10.0	11.5
FY2015	346.49	325.08	14.4	9.7	10.4

(2) Consolidated financial position

	Total assets	Net assets	Net assets ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY2016	291,120	133,532	44.9	2,567.44
FY2015	278,870	124,365	43.5	2,391.26

Reference: Equity capital: 130,637 million yen in FY2016, 121,244 million yen in FY2015

(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 the period
	Million yen	Million yen	Million yen	Million yen
FY2016	36,720	800	-8,532	79,937
FY2015	33,845	-32,499	2,106	53,510

2. Dividends

	Dividend per share					Total amount of dividends (annual)	Payout ratio (consolidated basis)	Ratio of dividends to net assets (consolidated basis)
	At end of first quarter	At end of second quarter	At end of third quarter	At end of FY	FY			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2015	—	45.00	—	60.00	105.00	5,342	30.3	4.4
FY2016	—	50.00	—	70.00	120.00	6,097	29.9	4.8
FY2017 (forecast)	—	60.00	—	60.00	120.00		29.4	

3. Forecasts for FY2017 (April 1, 2017 to March 31, 2018)

(The percentages denote year-on-year change.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit attributable to owners of parent per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2017	262,000	1.0	30,500	2.3	29,000	2.0	20,800	2.1	408.79

4. Others

- (1) Changes in principal subsidiaries during the fiscal year (changes in specific subsidiaries, which involve changes in the scope of consolidation): None
- (2) Changes in the principles and procedures of accounting concerning the preparation of consolidated financial statements and in the methods of presentation, etc. (stated in "Changes in Significant Accounting Policies for Preparing Consolidated Financial Statements")
 - 1) Changes following the revision of accounting standards, etc.: Yes
 - 2) Changes other than 1): None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (3) Number of shares outstanding (common stocks)
 - 1) Number of shares outstanding at end of the period (including treasury stocks): 53,754,477 in FY2016
53,754,477 in FY2015
 - 2) Number of treasury stocks at end of the period: 2,872,003 in FY2016
3,051,130 in FY2015
 - 3) Number of average shares outstanding during the period: 50,732,453 in FY2016
51,205,516 in FY2015

* Information regarding the implementation of audit procedures

At the time of disclosure of these financial results, the procedures for audit, based on the Financial Instruments and Exchange Law of Japan, have not been completed.

* Proper use of forecasts and other special instructions

Forward-looking statements or projections included in this document, including earnings projections, are based on currently available information and certain premises that are judged to be rational at the time of this writing. Actual results may differ greatly from the forecast figures depending on various factors.

(Consolidated Financial Statements)

Segment Information

[Business segment information]

- For FY2015 (April 1, 2015 to March 31, 2016)

(Unit: Millions of yen)

	Reportable segments			Others	Total	Elimination & corporate expenses	Consolidated figures
	Industrial plastic parts & components	Bedding & furniture	Total				
Net sales and operating profit (loss)							
Net sales							
(1) Sales to customers	239,185	23,997	263,182	2,501	265,683	-	265,683
(2) Inter-segment sales	44	0	44	192	237	(237)	-
Total	239,229	23,997	263,227	2,693	265,921	(237)	265,683
Segment income (loss)	29,591	3,478	33,069	(18)	33,050	(5,476)	27,574

- For FY2016 (April 1, 2016 to March 31, 2017)

(Unit: Millions of yen)

	Reportable segments			Others	Total	Elimination & corporate expenses	Consolidated figures
	Industrial plastic parts & components	Bedding & furniture	Total				
Net sales and operating profit (loss)							
Net sales							
(1) Sales to customers	233,260	23,593	256,853	2,586	259,439	-	259,439
(2) Inter-segment sales	67	0	67	138	205	(205)	-
Total	233,327	23,593	256,921	2,724	259,645	(205)	259,439
Segment income (loss)	32,338	3,558	35,896	8	35,905	(6,092)	29,813