



Consolidated Financial Results (Japanese Accounting Standards) for the First Quarter of Fiscal Year Ending March 31, 2016

August 7, 2015

Listed Company Nippon Manufacturing Service Corporation Listings: Tokyo Stock Exchange
 Securities code 2162 URL <http://www.n-ms.co.jp/>
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 General Manager of
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 Division
 Scheduled Date of Filing August 7, 2015 Scheduled date of
 Quarterly Securities Report commencement of —
 dividend payment:
 Supplementary Documents for Quarterly
 Financial Results: Yes
 Quarterly Financial Results Briefing:
 None

(Amounts in millions of yen rounded down to the nearest
million yen)

1. Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2016 (April 1, 2015 – June 30, 2015)

(1) Consolidated results of operations (three months)

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY03/2016	15,512	33.4	459	426.6	466	-	251	-
1Q FY03/2015	11,630	17.0	87	-	29	-	4	-

(Note)

Comprehensive 1Q FY03/2016 98 Million yen (–%) 1Q FY03/2015 -48 Million yen (–%)
income

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY03/2016	25.50	25.43
1Q FY03/2015	0.41	0.40

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
1Q FY03/2016	27,359	5,562	18.9
FY03/2015	27,703	5,065	17.1

(Reference) Shareholders' equity 1Q FY03/2016 5,181 Million yen FY03/2015 4,725 Million yen

2. Dividends

	Dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY03/2015	-	0.00	-	5.00	5.00
FY03/2016	-	-	-	-	-
FY03/2016 (forecast)	-	0.00	-	5.00	5.00

Note: Revision of the latest released dividend forecast: None

3. Consolidated forecasts for year ending March 2016 (April 1, 2015 to March 31, 2016)

(Percentages represent year-over-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	32,180	35.3	900	279.8	850	478.4	450	443.1	45.55
Full year	67,380	36.8	1,100	122.8	930	26.8	525	-8.2	53.15

Note: Revision of the latest released business performance forecast: None

For the revision of the consolidated forecasts, please see the “Notice of Revision to Forecasts” announced today (August 7, 2015).

* Notes

(1) Changes in significant subsidiaries during the consolidated quarter (three months) under review (changes in subsidiaries accompanying change in the scope of consolidation): None

(2) Application of accounting procedures specific to creation of quarterly consolidated financial statements: Yes

(3) Changes in accounting principles and changes or restatement of accounting estimates

(i) Changes in accounting principles associated with revision of accounting standards, etc.: Yes

(ii) Changes in accounting principles other than (i): None

(iii) Changes in accounting estimates: None

(iv) Restatement: None

(4) Number of shares outstanding (common shares):

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

1Q FY03/2016	10,805,500shares	FY03/2015	10,805,500shares
② Number of treasury shares at end of period	926,500 shares	FY03/2015	2,008,000 shares
③ Average number of shares outstanding during the period	9,878,397shares	1Q FY03/2015	10,224,000shares

* Statement relating to the execution status for the quarterly review procedures

This quarterly financial summary falls outside the scope of the quarterly report review based on the stipulations of the Financial Instruments and Exchange Act. The review procedures for the quarterly consolidated financial statements based on the stipulations of the said Act were conducted at the time when this quarterly financial summary was disclosed.

* Explanations and other special notes concerning the appropriate use of business performance forecasts

(Notes concerning the forward-looking statements)

The results forecasts and forward-looking statements included in this document are based on information that the Company has obtained and certain assumptions that the Company considers reasonable. The Company makes no guarantees with respect to the achievement of its results forecasts or forward-looking statements. Actual results might be significantly different from the forecasts in the document, depending on various factors.

The supplementary documents for the quarterly financial results are disclosed at TDnet on the same day and published on the Company's website.

3. Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheet

(Thousand yen)

	FY03/2015 (March 31, 2015)	1Q FY03/2016 (June 30, 2015)
Assets		
Current assets		
Cash and deposits	3,993,209	3,417,797
Notes and accounts receivable - trade	11,223,826	11,099,690
Finished goods	1,627,783	1,519,301
Work in process	521,690	592,230
Raw materials and supplies	3,536,447	3,752,665
Other	774,434	900,858
Allowance for doubtful accounts	-3,376	-1,274
Total current assets	21,674,016	21,281,269
Non-current assets		
Property, plant and equipment		
Land	1,786,301	1,786,301
Other, net	2,547,731	2,557,246
Total property, plant and equipment	4,334,033	4,343,548
Intangible assets		
Other	581,958	571,924
Total intangible assets	581,958	571,924
Investments and other assets		
Other	1,126,024	1,175,712
Allowance for doubtful accounts	-12,969	-12,969
Total investments and other assets	1,113,054	1,162,742
Total non-current assets	6,029,045	6,078,215
Total assets	27,703,061	27,359,484
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,554,435	5,505,890
Short-term loans payable	9,435,763	9,690,652
Accounts payable - other	1,891,854	1,794,005
Income taxes payable	334,836	214,793
Accrued consumption taxes	525,252	260,623
Provision for bonuses	287,857	292,215
Other	557,614	662,779
Total current liabilities	18,587,613	18,420,960
Non-current liabilities		
Long-term loans payable	3,318,132	2,648,711
Deferred tax liabilities	87,534	95,223
Provision for directors' retirement benefits	107,199	90,426
Net defined benefit liability	477,319	481,665
Other	59,714	60,446
Total non-current liabilities	4,049,900	3,376,473
Total liabilities	22,637,514	21,797,433

(Thousand yen)

	FY03/2015 (March 31, 2015)	1Q FY03/2016 (June 30, 2015)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	231,184	336,154
Retained earnings	4,119,850	4,327,822
Treasury shares	-628,816	-290,138
Total shareholders' equity	4,222,908	4,874,528
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	71,774	110,459
Foreign currency translation adjustment	430,960	196,519
Total other accumulated comprehensive income	502,735	306,978
Subscription rights to shares	3,675	3,464
Non-controlling interests	336,227	377,078
Total net assets	5,065,547	5,562,050
Total liabilities and net assets	27,703,061	27,359,484

(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income
(Quarterly consolidated statements of income)
(1Q FY03/2016)

(Thousand yen)

	1Q FY03/2015 (From April 1, 2014 to June 30, 2014)	1Q FY03/2016 (From April 1, 2015 to June 30, 2015)
Net sales	11,630,381	15,512,414
Cost of sales	10,349,241	13,410,196
Gross profit	1,281,139	2,102,218
Selling, general and administrative expenses		
Salaries and bonuses	498,279	529,942
Provision for bonuses	48,689	110,393
Other	646,888	1,002,273
Total selling, general and administrative expenses	1,193,857	1,642,609
Operating income	87,282	459,608
Non-operating income		
Dividend income	300	300
Foreign exchange gains	-	21,828
Real estate rent	18,064	5,944
Other	10,031	12,040
Total non-operating income	28,395	40,112
Non-operating expenses		
Interest expenses	9,401	14,431
Foreign exchange losses	56,692	-
Rent cost of real estate	6,580	5,830
Other	13,122	13,015
Total non-operating expenses	85,796	33,277
Ordinary income	29,880	466,443
Extraordinary income		
Gain on sales of non-current assets	2,367	1,607
Gain on reversal of subscription rights to shares	18,586	-
Subsidies for employment adjustment	-	450
Total extraordinary income	20,953	2,057
Extraordinary losses		
Loss on retirement of non-current assets	741	344
Overseas subsidiaries tax-related losses	-	21,111
Other	703	32
Total extraordinary losses	1,444	21,488
Income before income taxes	49,390	447,012
Income taxes	43,456	146,543
Net income	5,933	300,468
Profit attributable to non-controlling interests	1,712	48,523
Profit attributable to owners of parent	4,221	251,944

(Quarterly consolidated statement of comprehensive income)
 (1Q FY03/2016)

(Thousand yen)

	1Q FY03/2015 (From April 1, 2014 to June 30, 2014)	1Q FY03/2016 (From April 1, 2015 to June 30, 2015)
Net income	5,933	300,468
Other comprehensive income		
Valuation difference on available-for-sale securities	-3,756	40,862
Foreign currency translation adjustment	-50,211	-242,331
Total other comprehensive income	-53,967	-201,469
Comprehensive income	-48,033	98,998
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	-46,705	56,187
Comprehensive income attributable to non-controlling interests	-1,327	42,811