



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

February 12, 2016

Listed Company Nippon Manufacturing Service Corporation Listings: Tokyo Stock Exchange
 Securities code 2162 URL <http://www.n-ms.co.jp/>
 Representative (Title) President and CEO (Name) Fumiaki Ono
 General Manager of
 Contact (Title) Accounting and Finance (Name) Shin Nakamura Telephone 03-5333-1711
 Division
 Scheduled Date of Filing February 12, 2016 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 Three Quarters of Fiscal Year Ending March 31, 2016 (April 1, 2015 – December 31, 2015)

(1) Consolidated results of operations (nine 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	%
3Q FY03/2016	47,227	36.5	1,332	956.9	973	414.3	236	490.4
3Q FY03/2015	34,602	12.1	126	-	189	-	40	-95.3

(Note)

Comprehensive 3Q FY03/2016 -454 million yen (-%) 3Q FY03/2015 156 million yen (-85.2%)
 income

	Net income per share	Diluted net income per share
	Yen	Yen
3Q FY03/2016	23.97	23.90
3Q FY03/2015	4.25	4.21

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
3Q FY03/2016	27,491	5,008	17.1
FY03/2015	27,703	5,065	17.1

(Reference)

Shareholders' equity 3Q FY03/2016 4,692 million yen FY03/2015 4,725 million yen

2. Dividends

	Dividend 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	—	0.00	—		
FY03/2016 (forecast)				7.00	7.00

Note: Revision of the latest released dividend forecast: None

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

(% shows change from previous term)

	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
Full year	65,000	32.0	1,500	203.8	1,300	77.2	580	1.4	58.71

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

* Notes

(1) Changes in significant subsidiaries during the consolidated quarter (nine 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)	3Q FY03/2016	10,805,500 shares	FY03/2015	10,805,500 shares
(2) Number of treasury shares at end of period	3Q FY03/2016	924,772 shares	FY03/2015	2,008,000 shares
(3) Average number of shares outstanding during the period	3Q FY03/2016	9,879,378 shares	3Q FY03/2015	9,430,347 shares

* 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.

(Availability of the supplementary documents for quarterly financial results)

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

Quarterly consolidated financial statements

(1) Quarterly consolidated balance sheet

(Thousand yen)

	FY03/2015 (March 31, 2015)	3Q FY03/2016 (December 31, 2015)
Assets		
Current assets		
Cash and deposits	3,993,209	3,730,745
Notes and accounts receivable - trade	11,223,826	11,151,496
Finished goods	1,627,783	1,491,319
Work in process	521,690	521,474
Raw materials and supplies	3,536,447	3,544,000
Other	774,434	1,018,189
Allowance for doubtful accounts	-3,376	-1,395
Total current assets	21,674,016	21,455,831
Non-current assets		
Property, plant and equipment		
Land	1,786,301	1,643,897
Other, net	2,547,731	2,718,801
Total property, plant and equipment	4,334,033	4,362,699
Intangible assets		
Other	581,958	556,768
Total intangible assets	581,958	556,768
Investments and other assets		
Other	1,126,024	1,128,826
Allowance for doubtful accounts	-12,969	-12,969
Total investments and other assets	1,113,054	1,115,856
Total non-current assets	6,029,045	6,035,323
Total assets	27,703,061	27,491,154
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,554,435	5,338,243
Short-term loans payable	9,435,763	9,663,652
Accounts payable - other	1,891,854	1,628,400
Income taxes payable	334,836	428,272
Accrued consumption taxes	525,252	261,987
Provision for bonuses	287,857	411,676
Other	557,614	933,583
Total current liabilities	18,587,613	18,665,815
Non-current liabilities		
Long-term loans payable	3,318,132	2,970,419
Deferred tax liabilities	87,534	84,022
Provision for directors' retirement benefits	107,199	94,146
Net defined benefit liability	477,319	481,033
Other	59,714	187,376
Total non-current liabilities	4,049,900	3,816,998
Total liabilities	22,637,514	22,482,814

(Thousand yen)

	FY03/2015 (March 31, 2015)	3Q FY03/2016 (December 31, 2015)
Net assets		
Shareholders' equity		
Capital stock	500,690	500,690
Capital surplus	231,184	401,262
Retained earnings	4,119,850	4,312,519
Treasury shares	-628,816	-289,653
Total shareholders' equity	4,222,908	4,924,818
Other accumulated comprehensive income		
Valuation difference on available-for-sale securities	71,774	92,408
Foreign currency translation adjustment	430,960	-324,900
Total other accumulated comprehensive income	502,735	-232,492
Subscription rights to shares	3,675	3,043
Non-controlling interests	336,227	312,971
Total net assets	5,065,547	5,008,340
Total liabilities and net assets	27,703,061	27,491,154

(2) Quarterly consolidated statements of income/quarterly consolidated statement of comprehensive income
(Quarterly consolidated statements of income)
(3Q FY03/2016)

(Thousand yen)

	3Q FY03/2015 (From April 1, 2014 to December 31, 2014)	3Q FY03/2016 (From April 1, 2015 to December 31, 2015)
Net sales	34,602,605	47,227,457
Cost of sales	30,846,025	40,921,371
Gross profit	3,756,579	6,306,086
Selling, general and administrative expenses		
Salaries and bonuses	1,532,022	1,776,051
Provision for bonuses	102,363	228,644
Other	1,996,081	2,968,454
Total selling, general and administrative expenses	3,630,467	4,973,150
Operating income	126,111	1,332,936
Non-operating income		
Dividend income	2,580	2,146
Foreign exchange gains	78,673	—
Real estate rent	55,189	17,574
Other	27,824	40,927
Total non-operating income	164,267	60,648
Non-operating expenses		
Interest expenses	34,329	71,673
Foreign exchange losses	—	267,344
Rent cost of real estate	21,464	16,235
Other	45,234	64,533
Total non-operating expenses	101,028	419,787
Ordinary income	189,351	973,797
Extraordinary income		
Gain on sales of non-current assets	5,453	7,795
Subsidies for employment adjustment	98	24,677
Gain on reversal of subscription rights to shares	18,487	—
Total extraordinary income	24,040	32,472
Extraordinary losses		
Loss on sales of non-current assets	8,882	928
Loss on retirement of non-current assets	1,213	1,081
Plant relocation expenses	10,487	—
Loss on liquidation of business	7,496	—
Impairment loss	—	163,167
Overseas subsidiaries tax-related losses	—	31,497
Business structure reform expenses	—	42,359
Other	4,915	74
Total extraordinary losses	32,995	239,108
Income before income taxes	180,395	767,161
Income taxes	145,924	451,306
Net income	34,471	315,854
Profit (loss) attributable to non-controlling interests	-5,644	79,019
Profit attributable to owners of parent	40,115	236,834

(Quarterly consolidated statement of comprehensive income)
(3Q FY03/2016)

(Thousand yen)

	3Q FY03/2015 (From April 1, 2014 to December 31, 2014)	3Q FY03/2016 (From April 1, 2015 to December 31, 2015)
Net income	34,471	315,854
Other comprehensive income		
Valuation difference on available-for-sale securities	-1,819	21,794
Foreign currency translation adjustment	123,636	-792,422
Total other comprehensive income	121,817	-770,627
Comprehensive income	156,288	-454,772
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	149,676	-498,393
Comprehensive income attributable to non-controlling interests	6,612	43,620