

## Consolidated Financial Results For the 1st Quarter Ended Jun 30, 2015

Company name: PACIFIC INDUSTRIAL CO., LTD.

Stock exchange listings: Tokyo and Nagoya Stock Exchanges (First Section)

Stock code number: 7250

URL: <http://www.pacific-ind.co.jp/>

Representative: Shinya Ogawa, President

Contact person: Akihiko Murakami, General Manager of Corporate Planning & Accounting Dept.

Telephone: +81-584-93-0117

(Amounts less than one million yen are omitted)

### 1. Consolidated Financial Results for FY 2015 1st Quarter (From April 1, 2015 to Jun 30, 2015)

#### (1) Consolidated Financial Results

(%:changes from the same period of the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Profit attribute to owners of parent	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
FY2015 1st quarter	25,787	10.8	1,774	44.2	2,346	61.3	1,604	60.3
FY2014 1st quarter	23,264	4.6	1,230	△19.1	1,455	△28.9	1,001	△28.1

Note: Comprehensive income

FY2015 1st quarter: 1,758 million yen(223.9%), FY2014 1st quarter: 542million yen(△87.7%)

	Earnings Per Share	Fully Diluted Earnings Per Share
	Yen	Yen
FY2015 1st quarter	29.97	26.54
FY2014 1st quarter	18.72	16.58

#### (2) Consolidated Financial Position

	Total Assets	Net Assets	Net assets excluding subscription rights to shares and Non-controlling interests as a percentage of total assets
	Million Yen	Million Yen	%
FY2015 1st quarter	136,188	76,509	55.2
FY2014	133,694	75,459	55.5

Note: Shareholders' equity:

FY2015 1st quarter: 75,239 million yen      FY2014: 74,142 million yen

### 2. Cash Dividends

	Annual Cash Dividends Per Share				
	1st quarter	2nd quarter	3rd quarter	4th quarter	FY Total
	Yen	Yen	Yen	Yen	Yen
FY2014	—	8.00	—	16.00	24.00
FY2015	—				
FY2015(Forecast)		—	—	—	—

Note: Revisions to the forecasts announced most recently: None

The projected dividend amount for the fiscal year ending March 31, 2016 is not yet determined.

### 3. Forecasts of Consolidated Financial Results for FY 2015(April 1, 2015 through March 31, 2016)

(%:changes from the same period of the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Profit attribute to owners of parent		Earning Per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
First half	49,000	2.9	2,700	△6.5	3,300	△6.6	2,700	9.5	50.44
FY2015	102,000	2.0	7,000	0.5	8,200	△5.7	6,000	△10.6	112.10

Note: Revisions to the forecasts announced most recently: None

#### 4. Notes

(1) Changes in major subsidiaries during the current quarter: None

(changes in specified subsidiaries that caused a change in the scope of consolidation)

Newly included: — (company name) 、 Newly excluded: — (company name)

(2) Application of special accounting methods for the preparation of

quarterly consolidated financial statements : None

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

① Changes in accounting policies with revision of accounting standards : Yes

② Changes other than ① : None

③ Changes in accounting estimates : None

④ Restatement : None

(4) Number of shares issued and outstanding (common stock)

①Number of shares outstanding at end of period(including treasury stock)	FY2015 1st quarter	54,646,347 shares	FY 2014	54,646,347 shares
②Number of shares of treasury stock at end of period	FY2015 1st quarter	1,036,830 shares	FY 2014	1,121,570shares
③Average number of common stock (quarterly total)	FY2015 1st quarter	53,545,923 shares	FY2014 1st quarter	53,483,678 shares

\* Note on status of quarterly review procedures

This summary of quarterly financial results is not subject to quarterly review procedures under the Financial Instruments and Exchange Act. As of the time of disclosure of this summary of quarterly financial results, however, the review procedures for quarterly consolidated financial statements under the Financial Instruments and Exchange Act have not been completed.

\* Explanation about appropriate use of the financial results forecasts, and other noteworthy matters

Statements related to the future, including the forecasts of financial results, described in this document are based on information currently available to Pacific industrial and on certain assumptions deemed by Pacific industrial to be rational.

# Consolidated Balance Sheets

(Mmillion Yen)

	FY2014 <small>(As of Mar.31, 2015)</small>	FY2015 <small>(As of Jun.30, 2015)</small>		FY2014 <small>(As of Mar.31, 2015)</small>	FY2015 <small>(As of Jun.30, 2015)</small>
(Assets)			(Liabilities)		
Current Assets	39,382	41,042	Current Liabilities	28,813	31,216
Cash and time deposits	13,811	15,351	Trade notes and accounts payable	6,553	6,498
Trade notes and accounts receivable	15,104	14,531	Electronically recorded obligations - operating	6,281	6,270
Inventories	7,256	8,086	Short-term borrowings	3,698	3,564
Other current assets	3,241	3,105	Current portion of long-term borrowings	2,990	5,242
Less: Allowance for doubtful accounts	(31)	(31)	Other accounts payable	4,154	4,874
			Income taxes payable	951	750
			Allowance for bonuses	1,487	754
			Allowance for bonuses to directors	73	18
			Other current liabilities	2,622	3,243
Fixed Assets	94,312	95,146			
Property, Plant and Equipment	56,615	57,334			
Buildings and structures	16,667	16,494			
Machinery and vehicles	21,398	21,415			
Tools, Furniture, and fixtures	4,329	4,414			
Land	5,680	5,684	Noncurrent Liabilities	29,422	28,462
Lease Asset	486	471	Convertible bond	6,000	6,000
Construction in progress	8,053	8,854	Long-term borrowings	13,237	12,273
Intangible Fixed Assets	1,002	1,013	Provision for directors retirement benefit	233	244
Investments and Other Assets	36,694	36,798	Net defined benefit liabilities	201	247
Investments in securities	30,735	30,736	Other noncurrent liabilities	9,750	9,696
Other fixed assets	5,971	6,073			
Less: Allowance for doubtful accounts	(12)	(11)			
			Total Liabilities	58,235	59,678
			(Net assets)		
			Shareholders' Equity	52,478	53,417
			Capital stock	4,320	4,320
			Capital surplus	4,597	4,618
			Retained earnings	43,878	44,772
			Less: Treasury stock at cost	(318)	(293)
			Valuation and Translation Adjustment	21,663	21,822
			Valuation difference on available securities	14,786	14,699
			Foreign currency translation adjustments	5,693	5,964
			Remeasurement of defined benefit plan	1,183	1,157
			Subscription rights to shares	168	123
			Total investments and other assets	1,148	1,146
			Total Net Assets	75,459	76,509
Total Assets	133,694	136,188	Total Liabilities and Net Assets	133,694	136,188

## Consolidated Statements of Income

(Million Yen)

	FY2014 For the First Quarter Jun.30, 2014	FY2015 For the First Quarter Jun.30, 2015
Net sales	23,264	25,787
Cost of sales	20,139	21,996
Gross profit	3,124	3,790
Selling, general and administrative expenses	1,894	2,016
Operating income	1,230	1,774
Non-operating income	415	619
Interest income	8	15
Dividend income	232	285
Equity in earnings of affiliated companies	120	171
Foreign exchange gains	-	32
Other non-operating income	54	114
Non-operating expenses	190	47
Interest expense	53	44
Foreign exchange losses	130	-
Other non-operating expense	6	2
Ordinary income	1,455	2,346
Extraordinary income	0	2
Gains on sale of fixed assets	0	2
Extraordinary losses	15	83
Losses on sales and retirements of fixed assets	15	83
Income before income taxes and non controlling interests	1,439	2,265
Income taxes	450	658
Current term net profit	989	1,606
Profit(Loss) attributable to non controlling interests	(12)	1
Profit attributable to the owners of parent	1,001	1,604