



**NICHIDAI CORPORATION**

**Summary of Consolidated Financial Results for the 2<sup>nd</sup> Quarter Ended September 30, 2014**

October 31, 2014

Company name: NICHIDAI CORPORATION

Listed Stock Exchange: Tokyo Securities Exchange

Code number: 6467

(URL <http://www.nichidai.jp>)

Company Representative: Motonobu Furuya, President & CEO

Contact Information: Hirokazu Tsuji, Director Administrative Headquarters General Manager TEL (0774) 62-3481

Reporting date of financial statements: November 14, 2014

Commencement date of dividend payment: December 1, 2014

(Rounded down to the nearest million yen.)

1. Consolidated Financial Results for the 2<sup>nd</sup> Quarter Ended September 30, 2014 (From April 1, 2014 to September 30, 2014)

(1) Consolidated Operating Results (Total)

(% indicates changes in net sales compared with preceding same period.)

	Net sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the 2 <sup>nd</sup> Quarter Ended Sept. 30, 2014	7,282	8.9	646	56.8	656	49.5	388	41.7
For the 2 <sup>nd</sup> Quarter Ended Sept. 30, 2013	6,687	1.9	412	△15.8	439	△8.2	274	△3.3

(Note) Comprehensive income FY 2014 for the 2<sup>nd</sup> Quarter 366 million yen (△30.0%)

FY 2013 for the 2<sup>nd</sup> Quarter 523 million yen (61.7%)

	EPS		Adjusted EPS	
	Yen	Sen	Yen	Sen
For the 2 <sup>nd</sup> Quarter Ended Sept. 30, 2014	42	95	—	—
For the 2 <sup>nd</sup> Quarter Ended Sept. 30, 2013	30	31	—	—

(2) Consolidated Financial Position

	Total Assets		Net Assets		Shareholders' Equity Ratio	
	Millions of Yen		Millions of Yen		%	
Ended Sept. 30, 2014	15,316		9,391		56.5	
FY 2014	15,221		9,010		54.5	

(Ref.) Shareholders' Equity FY 2014 for the 2<sup>nd</sup> Quarter 8,654 million yen FY 2014 8,299 million yen

2. Dividends

	Dividends per Share									
	End of 1 <sup>st</sup> Quarter		End of 2 <sup>nd</sup> Quarter		End of 3 <sup>rd</sup> Quarter		Year End		Full Year	
	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen	Yen	Sen
FY 2014	—		8	00	—		10	00	18	00
FY 2015	—		8	00						
FY2015 (Forecast)					—		8	00	16	00

(Note) Change made in forecast of dividends: N/A

3. Consolidated Forecast for the Year Ending March 2015 (From April 1, 2014 to March 31, 2015)

(% indicates changes in net sales, operating income, etc compared with preceding same period.)

	Net sales		Operating Income		Ordinary Income		Net Income		EPS	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen	Sen
Full Year	14,500	1.6	1,220	△6.6	1,200	△10.0	770	△4.9	85	07

(Note) Change made in Consolidated Forecast: Yes

※Note

(1) Changes of important subsidiaries during the period (changes in specified subsidiaries that involve changes in the scope of consolidation): Yes

Exclusion: 1 (Company name) NICHIDAI PRECISION CORPORATION

(2) Adoption of any simplified way of accounting method or any accounting procedure specific to the preparation of quarterly financial statements: N/A

(3) Changes in accounting principle, procedure or method associated with preparing the consolidated of quarterly financial results

① Changes resulting from revision of accounting policy Yes

② Changes other than ① N/A

③ Changes in accounting estimate N/A

④ Restatement N/A

(4) Number of outstanding shares (ordinary shares)

① Number of outstanding shares at the end of the term (including treasury stocks)

Ended Sept. 30, 2014 9,053,300 shares FY 2014 9,053,300 shares

② Number of treasury stocks at the end of the term

Ended Sept. 30, 2014 1,868 shares FY 2014 1,868 shares

③ Average number of outstanding shares during the period

Ended Sept. 30, 2014 9,051,432 shares Ended Sept. 30, 2013 9,051,432 shares

※ Explanation regarding appropriate use of business forecasts and other special instructions

The above forecasts of operating results are based on the information available at the time this document was released, and actual operating results may differ from these forecasts due to various factors.

## 1. Qualitative Information on the Second Quarter Financial Results

### (1) Qualitative information on consolidated operating results

During the consolidated cumulative second quarter under review, the Japanese automobile market, or our primary customer industry, saw sluggish growth in the number of units sold in Japan adversely affected by consumption tax hike. Meanwhile, despite the effect of the stagnant ASEAN market, overseas production is continuing to increase on the back of the strong North American market.

Under these circumstances, the Forging Die Division of the Net-Shape Business enjoyed an increase in demand of dies for export for Japanese users, as well as growth in sales for overseas users in Asia, including South Korean and India. As a consequence, overall segment sales amounted to 3,910 million yen (up 21.4% year-on-year).

Sales of the Assembly Business fell below the previous year's level as VG turbocharger was in a model changeover period. As a consequence, overall segment sales amounted to 2,438 million yen (down 9.2% year-on-year).

In the Filter Business, overseas sales for Europe and Asia were robust. As a consequence, overall segment sales rose to 934 million yen (up 19.6% year-on-year).

As a result of the above, consolidated sales totaled 7,282 million yen (up 8.9% year-on-year).

Regarding profits, thanks to the increases in sales of the Net-Shape Business and the Filter Business, operating income rose to 646 million yen (up 56.8% year-on-year). Ordinary income was 656 million yen (up 49.5% year-on-year) and net income was 388 million yen (up 41.7% year-on-year).