

Consolidated Financial Results for the Fiscal Year Ended March 31, 2015 (Japan GAAP)

English Translation of *Kessan Tanshin*

(Summary for reference)

May 12, 2015

Company Name: **CASIO COMPUTER CO., LTD.**

(URL <http://casio.jp/>)

Stock Exchange Listings: Tokyo

Code Number: 6952

President and CEO: Kazuo Kashio

Inquiries: Akinori Takagi, Senior Executive Managing Officer

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Annual shareholders' meeting (scheduled): June 26, 2015

Start of distribution of dividends (scheduled): June 29, 2015

Filing of Securities Report (*Yuka Shoken Hokokusho*) (scheduled): June 26, 2015

Preparation of supplementary explanatory materials: Yes

Conducting results briefing for the year: Yes

Note: The original disclosure in Japanese was released on May 12, 2015 at 15:00 (GMT+9).

(Monetary amounts are rounded to the nearest million yen.)

1. Consolidated Financial Results for the year ended March 31, 2015 (From April 1, 2014 to March 31, 2015)

(Millions of yen)

(1) Operating Results

(Percentages indicate changes compared to the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
		%		%		%		%
Year ended March 31, 2015	338,389	5.2	36,763	38.3	37,857	47.1	26,400	65.1
Year ended March 31, 2014	321,761	8.1	26,576	32.5	25,743	30.7	15,989	34.6

(Note) Comprehensive income: Year ended March 31, 2015: 38,628 million yen 60.5 %
Year ended March 31, 2014: 24,072 million yen 23.2 %

	Net income per share (Yen)	Diluted net income per share (Yen)	Net income/ Equity	Ordinary income/Total assets	Operating income/Net sales
			%	%	%
Year ended March 31, 2015	100.08	98.77	13.6	10.2	10.9
Year ended March 31, 2014	59.47	59.45	9.2	7.0	8.3

(Reference) Share of profit of entities accounted for using equity method: Year ended March 31, 2015: 68 million yen
Year ended March 31, 2014: 48 million yen

(2) Financial Position

(Millions of yen)

	Total assets	Net assets	Equity ratio	Net assets per share (Yen)
			%	
As of March 31, 2015	374,656	204,158	54.5	781.20
As of March 31, 2014	366,964	185,256	50.5	688.66

(Reference) Equity: As of March 31, 2015: 204,158 million yen
As of March 31, 2014: 185,140 million yen

(3) Cash Flows

(Millions of yen)

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Year ended March 31, 2015	30,755	(10,668)	(30,629)	110,737
Year ended March 31, 2014	40,107	8,044	(38,523)	114,129

2. Dividends

	Dividends per share (Yen)					Total dividends payment (Millions of yen)	Payout ratio (Consolidated)	Dividends/ Net assets (Consolidated)
	June 30	September 30	December 31	March 31	Total			
Year ended March 31, 2014	-	10.00	-	15.00	25.00	6,721	% 42.0	% 3.9
Year ended March 31, 2015	-	12.50	-	22.50	35.00	9,145	35.0	4.8
Year ending March 31, 2016 (Forecast)	-	17.50	-	17.50	35.00		27.7	

3. Consolidated Results Forecasts for Fiscal 2016 (From April 1, 2015 to March 31, 2016)

(Millions of yen)

(Percentages indicate changes compared to the corresponding periods of the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share (Yen)
		%		%		%		%	
First Half (Cumulative)	170,000	6.3	20,000	26.5	19,000	15.9	13,000	25.3	49.74
Fiscal 2016	370,000	9.3	50,000	36.0	48,000	26.8	33,000	25.0	126.27

Notes

(1) Changes in significant subsidiaries (Changes in scope of consolidation): No

Newly included: -

Excluded: -

(2) Changes in accounting policies, changes in accounting estimates and retrospective restatements

(a) Changes in accounting policies due to revision of accounting standards: Yes

(b) Changes in accounting policies other than (a) above: No

(c) Changes in accounting estimates: No

(d) Retrospective restatements: No

(3) Number of shares outstanding (common shares)

(a) Number of shares outstanding (including treasury shares):

As of March 31, 2015: 269,020,914 shares

As of March 31, 2014: 279,020,914 shares

(b) Number of treasury shares:

As of March 31, 2015: 7,681,689 shares

As of March 31, 2014: 10,181,415 shares

(c) Average number of shares outstanding

Year ended March 31, 2015: 263,784,394 shares

Year ended March 31, 2014: 268,845,183 shares

Statement on the Implementation Status of Audit Procedures

This report of consolidated financial results is outside the scope of audit procedures based on Japan's Financial Instruments and Exchange Law. At the time of publication of this report, the company has not yet completed the audit procedures of the consolidated financial statements based on the Financial Instruments and Exchange Law.

Proper Use of Business Results Forecasts and Other Notes

(Caution Concerning Forward-looking Statements)

- The forward-looking statements contained in these materials, including business results forecasts, are based on information currently available to the company and on certain assumptions deemed to be reasonable, and are not intended to be construed as assurance that they will be accomplished in the future. Actual business results may differ substantially due to a number of factors. Please refer to (1) Analysis of Operating Results included in 1. Analysis of Operating Results and Financial Position on page 4 for the conditions that form the assumptions for business results and cautions concerning the use of business results forecasts.
- The supplementary explanatory materials for the financial results are published on the company's official website on May 12, 2015.

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1. Analysis of Operating Results and Financial Position

(1) Analysis of Operating Results

Operating Results for Fiscal 2015

In fiscal 2015, uncertainty remained over the future outlook both in Japan and overseas due in part to such factors as concerns about an economic slowdown in emerging countries and Europe and sharp currency fluctuations, although the Japanese and US economies remained robust.

In this situation, consolidated net sales for fiscal 2015 rose 5.2% year-on-year to ¥338.3 billion. By segment, sales stood at ¥287.1 billion in the Consumer segment, ¥40.8 billion in the System Equipment segment, and ¥10.4 billion in the Others segment.

In the timepiece business, sales of high-end G-SHOCK and OCEANUS lines, including the world's first GPS hybrid radio-controlled solar-powered watches, remained strong in Japan and overseas, driving substantial growth in overall sales. Meanwhile, sales of the EDIFICE model which connects to a smartphone via Bluetooth® also continued to be favorable. Sales of calculators also rose, thanks to the expanded lineup of locally tailored products.

In income for fiscal 2015, the Consumer segment posted ¥47.1 billion in operating income. Income in the segment grew with the improvement in the product mix in the timepiece business, the expanded lineup of original high-end digital cameras, and the launch of high-value-added calculators. The System Equipment business recorded a ¥5.6 billion operating loss. The Others segment posted an operating loss of ¥0.2 billion.

As a result, Casio posted ¥36.7 billion in consolidated operating income, up 38.3% year-on-year, allowing for adjustment. Casio recorded ¥37.8 billion in ordinary income, up 47.1%, and ¥26.4 billion in net income, up 65.1%. Earnings per share (EPS) stood at an all-time high of ¥100.8, up 68.3%.

Forecasts

The Japanese economy is expected to remain firm. In this situation, Casio will actively develop global markets for products which make the most of the company's original technology, as it seeks to significantly improve business performance. The main strategies for achieving this are as below.

- (a) In the timepiece business, Casio will offer higher value added by expanding its lineup of watches with the latest technology. These include hybrid watches featuring GPS and radio-control as well as models capable of connecting to smartphones with Bluetooth®. Casio will also further strengthen its six main watch brands including G-SHOCK, to continue growing this business and maintain high profitability.
- (b) In the calculator business, Casio will expand its locally tailored calculator products, including models featuring checking and voice functions and scientific calculators equipped with high-resolution local-language displays, to continue growing this business and maintain high profitability.
- (c) In the system equipment business, Casio will launch new cost-competitive and innovative projector models, to grow the business and improve profitability.
- (d) In all businesses, Casio will seek to increase sales outside Japan.

Currently, the forecasts for fiscal 2016 are as follows.

(Consolidated results forecasts)

Net sales:	¥370.0 billion	(up 9.3% year-on-year)
Operating income:	¥50.0 billion	(up 36.0% year-on-year)
Ordinary income:	¥48.0 billion	(up 26.8% year-on-year)
Profit attributable to owners of parent:	¥33.0 billion	(up 25.0% year-on-year)

Exchange rates for fiscal 2016 are estimated at US\$ 1 = ¥110 and Euro 1 = ¥125.

(2) Analysis of Financial Position

Total assets on a consolidated basis at the end of fiscal 2015 stood at ¥374.6 billion, up ¥7.6 billion compared to the end of the previous fiscal year, owing to an increase in investment securities. Net assets rose ¥18.9 billion compared to the end of the previous fiscal year to ¥204.1 billion due to an increase in retained earnings. As a result, the equity ratio improved 4.0 points compared to the end of the previous fiscal year to 54.5%.

Net cash provided by operating activities was ¥30.7 billion, net cash used in investing activities was ¥10.6 billion, and net cash used in financing activities was ¥30.6 billion. As a result, consolidated cash and cash equivalents at the end of fiscal 2015 stood at ¥110.7 billion, ensuring adequate liquid funds.

Casio will continue to pursue effective management of its business assets, aiming to build a stable and strong financial structure.

(3) Basic Policy on Allocation of Profit and Dividends for Fiscal 2015 and 2016

Casio has positioned the maintenance and expansion of returns for all of its shareholders as an important management issue. The company's dividend policy is based on maintaining stable dividends, and Casio decides the allocation of profit by taking into account all factors such as profit levels, financial position, the dividend payout ratio, and future business forecasts.

Based on the policy outlined above, Casio plans to increase the annual dividend by ¥10 from the ¥25 per share paid in the previous fiscal year to ¥35 per share. Casio plans to pay dividends of ¥35 per share for fiscal 2016.

(4) Business Risks

The main risks that may affect Casio's business performance, financial position and share price are described below. Casio endeavors to prevent the occurrence of these risks and to respond when they do occur. Information on risks is current as of the end of the fiscal year under review.

- (a) Personal consumption trends in each country of the world
- (b) Sharp price fluctuations in the short term
- (c) Inability to launch popular new products on a timely and regular basis
- (d) Strategy changes, product specification changes, and order cancellations by major customers, and schedule changes to and cancellations of major orders
- (e) Obsolescence of Casio's products due to rapid technological change and radical change of market needs, etc.
- (f) Overseas political and economic conditions and unexpected changes in regulations and applications of legislation
- (g) A view that Casio's potential products or technology infringes the intellectual property rights of another company
- (h) The loss of social trust and liability for damages due to data leaks
- (i) Foreign exchange risk and interest rate risk
- (j) The occurrence of a disaster related to the environment, such as fire or earthquake, or of an accident in operations
- (k) Social unrest due to factors such as war, terrorism or infectious disease

2. The Casio Group

The Casio Group consists of Casio Computer Co., Ltd., and its 42 consolidated subsidiaries and 2 entities accounted for using equity method, as of March 31, 2015. The business activities of these companies range from development and production to sales and service in the Consumer, System Equipment and Others segments.

The Casio Group's development efforts are primarily the responsibility of Casio Computer Co., Ltd., which conducts basic research and development, and also develops new products and new production technologies. Further development of production technologies is largely conducted by the companies involved in production.

In terms of production, Casio Computer Co., Ltd., supplies production subsidiaries with primary components. They carry out fabrication and processing of products using these main components and other components they procure, and then supply the respective products to Casio Computer Co., Ltd.

The main production subsidiaries by business segment are shown below.

Segment	Principal products	Main production subsidiaries
Consumer	Watches Clocks Electronic dictionaries Electronic calculators Label printers Electronic musical instruments Digital cameras, etc.	Yamagata Casio Co., Ltd. Casio Computer (Hong Kong) Ltd. Casio Electronics (Shenzhen) Co., Ltd. Casio Electronic Technology (Zhongshan) Co., Ltd. Casio (Thailand) Co., Ltd.
System Equipment	Handheld terminals Electronic cash registers Office computers Page printers Data projectors, etc.	Yamagata Casio Co., Ltd. Casio Electronic Manufacturing Co., Ltd.
Others	Molds, etc.	Yamagata Casio Co., Ltd.

In domestic sales, consumer products are mainly marketed through distributors. Moreover, Casio Computer Co., Ltd., sells system equipment directly to some customers, such as central and local government offices, although some sales of system equipment are conducted through sales affiliates in leading regions and distributors. Overseas, the company sells its products through direct or indirect export by Casio America, Inc. and other companies to North America, by Casio Electronics Co., Ltd., Casio Europe GmbH, Casio France S.A. and other companies to Europe, by Casio (China) Co., Ltd. and other companies to Asia, and through distributors to other regions.

Casio Techno Co., Ltd., mainly carries out maintenance and service for the Group's products.

3. Management Policy

(1) Basic Management Policy of the Company

Since Casio's foundation, its corporate creed has been "Creativity and Contribution." Casio's mission is to pursue growth as a company and increase corporate value by contributing to society. The company is accomplishing this by introducing innovative ideas going from 0 to 1, and outstanding solutions based on its proprietary advanced technologies.

Casio will continue to deliver the values of "function, quality, economy, speed, productivity, ethics, safety, and compatibility with the environment" in its products and services. In the months and years ahead, the company looks forward to providing all of its stakeholders with more "excitement" than they anticipate, and greater "inspiration" than ever before.

(2) Medium- and Long-Term Management Strategy and Issues to Be Addressed

Casio is continuing to improve global cost competitiveness in every business to build a robust earnings base that will allow the company to secure high profits. By vigorously promoting the company's new medium-term plan, Casio seeks to maximize corporate value.

Furthermore, along with strengthening its financial structure Casio also recognizes that even better performance in the area of corporate social responsibility (CSR) is an important issue. To achieve these aims, Casio is working as one to execute the following strategies.

(a) Creating New Genres

Casio will develop new product genres that generate high profitability in each business. This will be accomplished by integrating Casio's unique technology with its product planning skills, which pinpoint the market's changing needs.

(b) Creating New Strategic Businesses

In the past, Casio has drawn on unique ideas and advanced technology to bring the world a range of exciting new products. To achieve steady growth in the future, Casio is determined not only to succeed in existing businesses, but also to create value in new business fields—which leverage Casio technologies. In order to achieve this, Casio will focus its management resources on new business fields even more than in the past, with the aim of quickly establishing businesses that can realize a stable highly profitable structure.

(c) Strengthening the Financial Structure

Casio is moving ahead strongly with improvements in return on equity (ROE) ratio and its equity ratio and debt/equity (D/E) ratio with the aim of strengthening its financial foundations for future growth. Casio recognizes that securing financial liquidity is a key financial priority for the growth funds needed for future business expansion and future repayment of interest-bearing liabilities.

Casio will continue to strive to generate free cash flow, aiming to build a completely strong, stable financial structure.

(d) CSR-focused Management

Casio strives to increase its corporate value by actively engaging in CSR-focused management to fulfill the social role of a responsible corporation, which is to contribute to the development of a sustainable society.

Based on the Charter of Creativity for Casio, which articulates the code of conduct for employees, Casio addresses a variety of CSR issues, including preserving the global environment and biodiversity, fostering the next generation, and assisting with disaster recovery, as well as complying with laws and regulations and maintaining social order, in all of its business activities.

Through the execution of the four strategies described above, Casio seeks to deliver original products and services with high added value, increase corporate value, and contribute to the building of a society of abundant creativity.

4. Basic Concept on Selection of Accounting Standard

Casio uses Japanese GAAP for the preparation of its consolidated financial statements in view of comparability for the period covered by the consolidated financial statements and inter-company comparability.

The Group's policy is to respond to the application of IFRS in an appropriate manner, taking into account a variety of circumstances inside and outside Japan.

5. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	(Millions of yen)	
	As of March 31, 2014	As of March 31, 2015
Assets		
Current assets		
Cash and deposits	90,759	82,806
Notes and accounts receivable-trade	50,633	45,869
Securities	26,001	32,144
Finished goods	35,469	41,064
Work in process	5,314	7,258
Raw materials and supplies	7,320	7,629
Deferred tax assets	5,161	7,621
Short-term loans receivable with resale agreement	15,820	11,760
Other	8,183	8,983
Allowance for doubtful accounts	(525)	(520)
Total current assets	244,135	244,614
Non-current assets		
Property, plant and equipment		
Buildings and structures	61,714	62,637
Accumulated depreciation	(43,612)	(44,586)
Buildings and structures, net	18,102	18,051
Machinery, equipment and vehicles	12,793	13,926
Accumulated depreciation	(10,222)	(11,004)
Machinery, equipment and vehicles, net	2,571	2,922
Tools, furniture and fixtures	33,869	34,783
Accumulated depreciation	(30,632)	(31,183)
Tools, furniture and fixtures, net	3,237	3,600
Land	36,924	36,492
Leased assets	3,731	2,902
Accumulated depreciation	(1,747)	(1,938)
Leased assets, net	1,984	964
Construction in progress	1,127	272
Total property, plant and equipment	63,945	62,301
Intangible assets	6,075	6,252
Investments and other assets		
Investment securities	30,301	42,140
Net defined benefit asset	9,621	14,138
Deferred tax assets	9,520	2,254
Other	3,444	3,031
Allowance for doubtful accounts	(77)	(74)
Total investments and other assets	52,809	61,489
Total non-current assets	122,829	130,042
Total assets	366,964	374,656

(Millions of yen)

	As of March 31, 2014	As of March 31, 2015
Liabilities		
Current liabilities		
Notes and accounts payable-trade	39,407	35,135
Short-term loans payable	4,768	250
Current portion of long-term loans payable	28,749	-
Current portion of bonds	7,366	-
Current portion of bonds with subscription rights to shares	250	-
Accounts payable-other	19,727	23,843
Accrued expenses	13,177	13,500
Income taxes payable	2,755	3,208
Provision for product warranties	771	778
Other	5,140	5,592
Total current liabilities	122,110	82,306
Non-current liabilities		
Bonds payable	15,000	-
Bonds with subscription rights to shares	-	10,043
Long-term loans payable	30,000	67,000
Deferred tax liabilities	1,591	1,543
Net defined benefit liability	860	1,219
Other	12,147	8,387
Total non-current liabilities	59,598	88,192
Total liabilities	181,708	170,498
Net assets		
Shareholders' equity		
Capital stock	48,592	48,592
Capital surplus	65,703	65,058
Retained earnings	70,447	79,301
Treasury shares	(8,603)	(9,995)
Total shareholders' equity	176,139	182,956
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	6,335	11,392
Deferred gains or losses on hedges	(49)	-
Foreign currency translation adjustment	(2,577)	2,622
Remeasurements of defined benefit plans	5,292	7,188
Total accumulated other comprehensive income	9,001	21,202
Minority interests	116	-
Total net assets	185,256	204,158
Total liabilities and net assets	366,964	374,656

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

	Year ended March 31, 2014	Year ended March 31, 2015
Net sales	321,761	338,389
Cost of sales	189,358	190,706
Gross profit	132,403	147,683
Selling, general and administrative expenses	105,827	110,920
Operating income	26,576	36,763
Non-operating income		
Interest income	565	609
Dividend income	465	492
Foreign exchange gains	-	1,337
Other	514	361
Total non-operating income	1,544	2,799
Non-operating expenses		
Interest expenses	1,208	888
Foreign exchange losses	500	-
Loss on valuation of interest swaps	-	282
Other	669	535
Total non-operating expenses	2,377	1,705
Ordinary income	25,743	37,857
Extraordinary income		
Gain on sales of investment securities	414	120
Other	25	5
Total extraordinary income	439	125
Extraordinary losses		
Loss on retirement of non-current assets	249	1,411
Impairment loss	448	2,322
Loss on valuation of investment securities	394	-
Directors' retirement benefits	2,134	-
Other	-	29
Total extraordinary losses	3,225	3,762
Income before income taxes and minority interests	22,957	34,220
Income taxes-current	4,238	5,347
Income taxes-deferred	2,700	2,446
Total income taxes	6,938	7,793
Income before minority interests	16,019	26,427
Minority interests in income	30	27
Net income	15,989	26,400

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Year ended March 31, 2014	Year ended March 31, 2015
Income before minority interests	16,019	26,427
Other comprehensive income		
Valuation difference on available-for-sale securities	2,711	5,057
Deferred gains or losses on hedges	94	49
Foreign currency translation adjustment	5,248	5,199
Remeasurements of defined benefit plans, net of tax	-	1,896
Share of other comprehensive income of entities accounted for using equity method	(0)	(0)
Total other comprehensive income	8,053	12,201
Comprehensive income	24,072	38,628
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	24,042	38,601
Comprehensive income attributable to minority interests	30	27

(3) Consolidated Statements of Changes in Equity

Year ended March 31, 2014

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	48,592	65,703	62,523	(8,592)	168,226
Changes of items during period					
Dividends of surplus			(8,065)		(8,065)
Net income			15,989		15,989
Purchase of treasury shares				(11)	(11)
Disposal of treasury shares		0		0	0
Retirement of treasury shares					-
Net changes of items other than shareholders' equity					
Total changes of items during period	-	0	7,924	(11)	7,913
Balance at end of current period	48,592	65,703	70,447	(8,603)	176,139

	Accumulated other comprehensive income					Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	3,624	(143)	(7,825)	-	(4,344)	86	163,968
Changes of items during period							
Dividends of surplus							(8,065)
Net income							15,989
Purchase of treasury shares							(11)
Disposal of treasury shares							0
Retirement of treasury shares							-
Net changes of items other than shareholders' equity	2,711	94	5,248	5,292	13,345	30	13,375
Total changes of items during period	2,711	94	5,248	5,292	13,345	30	21,288
Balance at end of current period	6,335	(49)	(2,577)	5,292	9,001	116	185,256

Year ended March 31, 2015

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	48,592	65,703	70,447	(8,603)	176,139
Changes of items during period					
Dividends of surplus			(7,298)		(7,298)
Net income			26,400		26,400
Purchase of treasury shares				(12,515)	(12,515)
Disposal of treasury shares		77		153	230
Retirement of treasury shares		(722)	(10,248)	10,970	-
Net changes of items other than shareholders' equity					
Total changes of items during period	-	(645)	8,854	(1,392)	6,817
Balance at end of current period	48,592	65,058	79,301	(9,995)	182,956

	Accumulated other comprehensive income					Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	6,335	(49)	(2,577)	5,292	9,001	116	185,256
Changes of items during period							
Dividends of surplus							(7,298)
Net income							26,400
Purchase of treasury shares							(12,515)
Disposal of treasury shares							230
Retirement of treasury shares							-
Net changes of items other than shareholders' equity	5,057	49	5,199	1,896	12,201	(116)	12,085
Total changes of items during period	5,057	49	5,199	1,896	12,201	(116)	18,902
Balance at end of current period	11,392	-	2,622	7,188	21,202	-	204,158

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Year ended March 31, 2014	Year ended March 31, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	22,957	34,220
Depreciation	8,889	8,827
Impairment loss	448	2,322
Loss (gain) on sales and retirement of non-current assets	224	1,406
Loss (gain) on sales of investment securities	(414)	(120)
Loss (gain) on valuation of investment securities	394	-
Increase (decrease) in net defined benefit liability	(1,947)	233
Interest and dividend income	(1,030)	(1,101)
Interest expenses	1,208	888
Foreign exchange losses (gains)	(363)	(1,373)
Share of (profit) loss of entities accounted for using equity method	(48)	(68)
Decrease (increase) in notes and accounts receivable-trade	1,616	5,692
Decrease (increase) in inventories	9,876	(5,691)
Increase (decrease) in notes and accounts payable-trade	1,997	(5,598)
Decrease/increase in consumption taxes receivable/payable	(292)	77
Other, net	936	(3,841)
Subtotal	44,451	35,873
Interest and dividend income received	1,157	1,274
Interest expenses paid	(1,223)	(990)
Income taxes paid	(4,278)	(5,402)
Net cash provided by (used in) operating activities	40,107	30,755
Cash flows from investing activities		
Payments into time deposits	(16,890)	(523)
Proceeds from withdrawal of time deposits	11,531	15,148
Purchase of property, plant and equipment	(5,303)	(4,828)
Proceeds from sales of property, plant and equipment	263	73
Purchase of intangible assets	(3,424)	(3,583)
Purchase of investment securities	(5,988)	(22,023)
Proceeds from sales and redemption of investment securities	28,393	5,360
Purchase of shares of subsidiaries and associates	-	(200)
Other, net	(538)	(92)
Net cash provided by (used in) investing activities	8,044	(10,668)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	368	(5,310)
Proceeds from long-term loans payable	25,000	37,000
Repayments of long-term loans payable	(45,000)	(28,951)
Proceeds from issuance of bonds	-	10,012
Redemption of bonds	(10,000)	(22,648)
Purchase of treasury shares	(13)	(12,516)
Proceeds from sales of treasury shares	0	0
Repayments of finance lease obligations	(813)	(918)
Cash dividends paid	(8,065)	(7,298)
Net cash provided by (used in) financing activities	(38,523)	(30,629)
Effect of exchange rate change on cash and cash equivalents	7,151	7,150
Net increase (decrease) in cash and cash equivalents	16,779	(3,392)
Cash and cash equivalents at beginning of period	97,350	114,129
Cash and cash equivalents at end of period	114,129	110,737

(5) Notes to Consolidated Financial Statements

Notes on Premise of Going Concern

Not applicable.

Segment Information

1. Overview of Reportable Segments

The company's reportable segments consist of the company's constituent units for which separate financial information is available and which are subject to periodic examination in order for the board of directors to determine the allocation of management resources and evaluate financial results.

The company has designated three areas of segment reporting, which are the "Consumer," "System Equipment," and "Others" segments, based on the type of products and services, and the market and consumer categories.

The categories of the main products and services belonging to each reportable segment are as follows.

Consumer	Watches, Clocks, Electronic dictionaries, Electronic calculators, Label printers, Electronic musical instruments, Digital cameras, etc.
System Equipment ...	Handheld terminals, Electronic cash registers, Office computers, Page printers, Data projectors, etc.
Others	Molds, etc.

2. Information on Net Sales, Income or Loss, Assets and Others for Each Reportable Segment

Year ended March 31, 2014

(Millions of yen)

	Reportable segments				Adjustments (Note 1)	Amounts on consolidated financial statements (Note 2)
	Consumer	System Equipment	Others	Total		
Net sales						
(1) Outside customers	264,404	45,299	12,058	321,761	-	321,761
(2) Intersegment	3	63	4,445	4,511	(4,511)	-
Total	264,407	45,362	16,503	326,272	(4,511)	321,761
Segment income (loss)	35,504	(1,765)	(512)	33,227	(6,651)	26,576
Segment assets	175,012	47,818	29,199	252,029	114,935	366,964
Others						
Depreciation	5,265	2,419	643	8,327	562	8,889
Amortization of goodwill	115	24	-	139	-	139
Investment to entities accounted for using equity method	-	-	2,391	2,391	-	2,391
Increase in property, plant and equipment and intangible assets	5,728	2,481	236	8,445	590	9,035

Notes: 1. Adjustments are as shown below:

- (1) The 6,651 million yen downward adjustment to segment income (loss) includes corporate expenses of 6,651 million yen that are not allocated to any reportable segments. Corporate expenses principally consist of administrative expenses of the parent company and R&D expenses for fundamental research, which are not attributable to any reportable segments.
 - (2) The 114,935 million yen adjustment to segment assets includes corporate assets of 115,133 million yen that are not allocated to any reportable segments.
 - (3) The 562 million yen adjustment to depreciation consists of depreciation for assets related to administrative divisions that are not attributable to any reportable segments.
 - (4) The 590 million yen adjustment to the increase in property, plant and equipment and intangible assets consists of capital expenditures in administrative divisions that are not attributable to any reportable segments.
2. Segment income (loss) is reconciled with operating income in the consolidated financial statements.

Year ended March 31, 2015

(Millions of yen)

	Reportable segments				Adjustments (Note 1)	Amounts on consolidated financial statements (Note 2)
	Consumer	System Equipment	Others	Total		
Net sales						
(1) Outside customers	287,113	40,848	10,428	338,389	-	338,389
(2) Intersegment	4	36	8,181	8,221	(8,221)	-
Total	287,117	40,884	18,609	346,610	(8,221)	338,389
Segment income (loss)	47,130	(5,692)	(219)	41,219	(4,456)	36,763
Segment assets	199,604	47,342	23,677	270,623	104,033	374,656
Others						
Depreciation	5,688	2,445	517	8,650	177	8,827
Amortization of goodwill	-	12	-	12	-	12
Investment to entities accounted for using equity method	-	-	2,460	2,460	-	2,460
Increase in property, plant and equipment and intangible assets	6,093	3,047	268	9,408	259	9,667

Notes: 1. Adjustments are as shown below:

- (1) The 4,456 million yen downward adjustment to segment income (loss) includes corporate expenses of 4,456 million yen that are not allocated to any reportable segments. Corporate expenses principally consist of administrative expenses of the parent company and R&D expenses for fundamental research, which are not attributable to any reportable segments.
 - (2) The 104,033 million yen adjustment to segment assets includes corporate assets of 104,489 million yen that are not allocated to any reportable segments.
 - (3) The 177 million yen adjustment to depreciation consists of depreciation for assets related to administrative divisions that are not attributable to any reportable segments.
 - (4) The 259 million yen adjustment to the increase in property, plant and equipment and intangible assets consists of capital expenditures in administrative divisions that are not attributable to any reportable segments.
2. Segment income (loss) is reconciled with operating income in the consolidated financial statements.