

Summary of Financial Results for the Nine Months Ended December 2014

[Japanese Standards] (Consolidated)

Member, Financial Accounting Standards Foundation

February 12, 2015

Name of listed company: LINTEC Corporation

Stock exchange listing: Tokyo Stock Exchange 1st Section

Code number: 7966

URL: <http://www.lintec-global.com/>

Representative: Hiroyuki Nishio, President and CEO

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Scheduled filing date for quarterly report: February 13, 2015

Scheduled date for dividend payments: —

Supplemental material on quarterly results: Yes

Presentation on quarterly results: None

(Amounts less than one million yen are omitted)

1. CONSOLIDATED BUSINESS RESULTS FOR THE NINE MONTHS ENDED DECEMBER 2014

(from April 1, 2014 to December 31, 2014)

(1) Consolidated Operating Results (cumulative) (% represents the rate of increase or decrease over the same period last year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Nine Months Ended December 2014	153,425	2.0	13,240	21.0	13,788	26.3	9,744	26.6
Nine Months Ended December 2013	150,451	4.2	10,942	29.0	10,915	25.7	7,699	21.5

(Note) Comprehensive income: Nine Months Ended December 31, 2014: 12,140 million yen, down 7.6%

Nine Months Ended December 31, 2013: 13,141 million yen, up 92.5%

	Net income per share	Net income per share (diluted)
	Yen	Yen
Nine Months Ended December 2014	135.09	134.91
Nine Months Ended December 2013	103.07	102.96

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of Yen	Millions of Yen	%
As of December 31, 2014	237,997	165,201	68.9
As of March 31, 2014	225,073	152,610	67.3

(Reference) Shareholders' equity: As of December 31, 2014: 164,076 million yen As of March 31, 2014: 151,530 million yen

2. DIVIDENDS

	Cash dividends per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY ended March 2014	—	21.00	—	21.00	42.00
FY ended March 2015	—	22.00	—		
FY ending March 2015 (forecast)				26.00	48.00

(Note) Revision of the latest dividend forecast announced: Yes

3. FORECASTS OF CONSOLIDATED BUSINESS RESULTS FOR THE FISCAL YEAR ENDING MARCH 2015

(from April 1, 2014 to March 31, 2015)

(% represents the rate of increase or decrease over the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Full year	206,000	1.4	17,000	23.5	17,500	32.9	11,500	35.3	159.42

(Note) Revision of the latest consolidated results forecast announced: Yes

*Notes

(1) Changes in status of significant subsidiaries during the quarter (changes in status of specified subsidiaries accompanying changes in consolidated range): None

Newly consolidated subsidiaries: - Subsidiaries excluded: -

(2) Application of accounting treatment specific to preparing quarterly consolidated financial statements: None

(3) Changes in accounting principles, changes in accounting estimates, and retrospective restatements

(a) Changes due to revisions to accounting standards: Yes

(b) Changes other than (a): None

(c) Changes in accounting estimates: None

(d) Retrospective restatements: None

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

(a) Number of outstanding shares at period-end (including treasury stock)

(b) Number of treasury stocks at period-end

(c) Average number of shares during the period (cumulative total for quarterly period)

(a)	Nine Months Ended December 2014:	76,564,240	FY Ended March 2014	76,564,240
(b)	Nine Months Ended December 2014:	4,428,212	FY Ended March 2014	4,436,436
(c)	Nine Months Ended December 2014:	72,133,427	Nine Months Ended December 2013	74,694,155

*Indication of quarterly review procedures implementation status

- At the time of the disclosure of the current quarterly financial results, the review procedures of the financial statements according to the Financial Instruments and Exchange Act are under way.

*Explanation relating to the appropriate use of forecasts of business results and other items of note

- The forecasts included in this document are based on the currently available information and certain assumptions that we believe reasonable. Actual results, etc. may differ from projections due to a variety of reasons.
- Supplemental materials will be posted on our website (<http://www.lintec-global.com>) in a timely manner.

Explanation regarding Future Forecast Information of Consolidated Business Results Forecasts, etc.

The full year consolidated business results forecasts for the fiscal year ending March 31, 2015 were affected by sluggish consumer spending seen after an increase in consumption taxes in Japan, but have continuously been progressing satisfactorily mainly backed by the effect of demand for the products for smartphones and tablets of electronic and optical products. As a result of reviewing the business results forecasts after considering the level of current exchange rates and other factors, the Company has revised as follows the full year consolidated business result forecasts for the fiscal year ending March 31, 2015 announced on May 8, 2014.

Following the revision of full year consolidate business results forecasts, the year-end dividends have been revised accordingly.

Full year consolidated business results forecasts for the fiscal year ending March 31, 2015 (April 1, 2014 to March 31, 2015)

	Net sales	Operating income	Ordinary income	Net income
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Previous forecast (A)	210,000	16,000	15,500	10,500
New forecast (B)	206,000	17,000	17,500	11,500
Change (B-A)	(4,000)	1,000	2,000	1,000
Change (%)	(1.9)	6.3	12.9	9.5
(Reference) Results for the previous fiscal year (Fiscal year ended March 31, 2014)	203,242	13,766	13,165	8,501

* The above forecasts are principally based on foreseeable economic situations, market trends and plans as of the date of announcement. Actual results may differ from those forecasts due to a variety of reasons.

Consolidated Quarterly Financial Statements

(1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Assets		
Current assets		
Cash and deposits	51,212	58,755
Trade notes and accounts receivable	63,488	68,858
Inventories	30,554	32,646
Other	4,231	4,327
Allowance for doubtful accounts	(89)	(99)
Total current assets	149,396	164,489
Non-current assets		
Property, plant and equipment		
Buildings and structures (net)	27,386	26,353
Machinery, equipment and vehicles (net)	21,829	19,419
Land	10,395	10,357
Construction in progress	354	3,516
Other (net)	1,490	1,565
Property, plant and equipment	61,456	61,212
Intangible assets	2,794	2,506
Investments and other assets		
Net defined benefit assets	366	820
Other	11,334	9,188
Allowance for doubtful accounts	(275)	(219)
Total investments and other assets	11,425	9,789
Total non-current assets	75,676	73,508
Total assets	225,073	237,997

(Millions of yen)

	As of March 31, 2014	As of December 31, 2014
Liabilities		
Current liabilities		
Trade notes and accounts payable	41,286	48,634
Short-term borrowings	1,510	1,695
Accrued income taxes	2,594	1,920
Provision for directors' bonuses	73	61
Other	9,355	11,611
Total current liabilities	54,820	63,922
Non-current liabilities		
Provision for environmental measures	132	132
Net defined benefit liability	16,375	7,718
Other	1,133	1,022
Total non-current liabilities	17,641	8,873
Total liabilities	72,462	72,796
Net Assets		
Shareholders' equity		
Common stock	23,201	23,201
Capital surplus	26,830	26,830
Retained earnings	104,771	114,723
Treasury stock	(7,754)	(7,740)
Total shareholders' equity	147,048	157,014
Accumulated other comprehensive income		
Net unrealized holding gain on securities	355	687
Foreign currency translation adjustments	5,236	7,412
Remeasurements of defined benefit plans	(1,110)	(1,038)
Total accumulated other comprehensive income	4,482	7,062
Share subscription rights	148	166
Minority interests	930	958
Total net assets	152,610	165,201
Total liabilities and net assets	225,073	237,997

(2) Consolidated Quarterly Statements of Income and Consolidated Quarterly Comprehensive Income
 Consolidated Quarterly Statements of Income
 Nine Months Ended December 31, 2014

(Millions of yen)

	Previous consolidated fiscal year (Nine months ended December 31, 2013)	Current consolidated fiscal year (Nine months ended December 31, 2014)
Net sales	150,451	153,425
Cost of sales	116,185	115,708
Gross profit	34,265	37,717
Selling, general and administrative expenses	23,323	24,477
Operating income	10,942	13,240
Non-operating income		
Interest income	199	243
Dividend income	58	54
Gain on sales of noncurrent assets	26	3
Foreign exchange gains	597	898
Other income	314	258
Total non-operating income	1,197	1,459
Non-operating expenses		
Interest expenses	10	16
Loss on retirement of noncurrent assets	259	78
Compensation expenses	737	716
Other expenses	217	99
Total non-operating expenses	1,224	910
Ordinary income	10,915	13,788
Extraordinary gain		
Gain on sales of noncurrent assets	21	259
Gain on liquidation of subsidiaries	—	69
Subsidy	18	—
Total extraordinary gain	39	329
Extraordinary loss		
Impairment loss	155	—
Loss on sale of noncurrent assets	23	—
Total extraordinary losses	179	—
Income before income taxes	10,776	14,117
Income taxes	2,939	4,065
Deferred income taxes	155	295
Total income taxes	3,094	4,361
Income before minority interests	7,681	9,756
Minority interests(losses)	(17)	11
Net income	7,699	9,744

Consolidated Quarterly Statements of Comprehensive Income
 Nine Months Ended December 31, 2014

(Millions of yen)

	Previous consolidated fiscal year (Nine months ended December 31, 2013)	Current consolidated fiscal year (Nine months ended December 31, 2014)
Income before minority interests	7,681	9,756
Other comprehensive income		
Net unrealized holding gain on securities	227	332
Foreign currency translation adjustments	5,259	1,984
Adjustment regarding pension obligations of consolidated overseas subsidiaries	(27)	—
Remeasurements of defined benefit plans	—	68
Total other comprehensive income	5,459	2,384
Comprehensive income	13,141	12,140
(Comprehensive income attributable to)		
Shareholders of parent	13,096	12,113
Minority interests	45	27

(3) Notes to Consolidated Quarterly Financial Statements

(Notes on Going Concern)

Not applicable.

(Notes on Significant Changes in the Amount of Total Shareholders' Equity)

Not applicable.

(Segment Information, etc.)

I. Previous third quarter (from April 1, 2013 to December 31, 2013)

Information on sales and income or loss by reportable segment

(Millions of yen)

	Reportable Segments				Adjustment (Note 1)	Consolidated Statements of Income (Note 2)
	Printing and Industrial Materials Products	Electronic and Optical Products	Paper and Converted Products	Total		
Net sales						
Net sales to outside customers	63,516	58,793	28,141	150,451	—	150,451
Intersegment sales and transfers	27	3	11,051	11,082	(11,082)	—
Total	63,544	58,797	39,193	161,534	(11,082)	150,451
Segment income	1,908	5,298	3,769	10,977	(34)	10,942

Notes:

1. Segment income in each segment was adjusted by eliminating the amount of intra-segments transactions.
2. Segment income is adjusted to be recorded as operating income in the quarterly consolidated statements of income.

II. Current third quarter (from April 1, 2014 to December 31, 2014)

Information on sales and income or loss by reportable segment

(Millions of yen)

	Reportable Segments				Adjustment (Note 1)	Consolidated Statements of Income (Note 2)
	Printing and Industrial Materials Products	Electronic and Optical Products	Paper and Converted Products	Total		
Net sales						
Net sales to outside customers	64,766	61,176	27,483	153,425	—	153,425
Intersegment sales and transfers	47	64	12,960	13,072	(13,072)	—
Total	64,813	61,240	40,443	166,498	(13,072)	153,425
Segment income	2,518	7,726	2,961	13,207	32	13,240

Notes:

1. Segment income in each segment was adjusted by eliminating the amount of intra-segments transactions.
2. Segment income is adjusted to be recorded as operating income in the quarterly consolidated statements of income.