

Summary of Third Quarter Business Results and Financial Report / FY2018

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LINTEC Corporation

Consolidated Balance Sheets

LINTEC Corporation

	FY2017	FY2018	Inc/(Dec)	Major changes
	Mar 31,2017	Dec 31,2017		
(Millions of yen)	(A)	(B)	(B-A)	
Current assets	151,449	167,084	15,634	
Cash and deposits	45,060	51,592	6,532	
Trade notes and accounts receivable	66,801	73,487	6,685	
Inventories	34,584	37,252	2,667	
Other	5,003	4,752	(250)	
Non-current assets	122,749	117,091	(5,657)	
Property, plant and equipment	73,871	72,656	(1,214)	} capital expenditure (¥ 5,283 million) amortization of goodwill (¥ 2,585 million) depreciation & amortization (¥ 6,707 million)
Intangible assets	38,559	34,422	(4,137)	
Investments and other assets	10,318	10,013	(305)	
Total assets	274,199	284,176	9,977	
Current liabilities	64,401	72,830	8,429	
Trade notes and accounts payable	45,057	54,326	9,268	
Short-term loans payable	641	711	70	
Current portion of long-term loans payable	3,051	3,060	8	
Other	15,649	14,732	(917)	
Non-current liabilities	31,107	27,674	(3,432)	
Long-term loans payable	17,795	14,773	(3,021)	
Net defined benefit liability	12,362	12,374	12	
Other	949	526	(423)	
Total liabilities	95,508	100,505	4,997	
Common stock	23,201	23,201	—	
Capital surplus	26,829	26,829	—	
Retained earnings	131,247	136,551	5,303	
Treasury stock, at cost	(7,714)	(7,715)	(0)	
Net unrealized holding gain on securities	775	710	(64)	
Foreign currency translation adjustments	6,938	6,649	(289)	
Remeasurements of defined benefit plans	(3,392)	(3,302)	90	
Share subscription rights	186	219	32	
Non-controlling interests	619	527	(91)	
Total net assets	178,690	183,670	4,979	
Total liabilities and net assets	274,199	284,176	9,977	

Consolidated Balance Sheets (Quarterly Trend)

LINTEC Corporation

(Millions of yen)	FY2017				FY2018			
	Jun 30,2016	Sep 30,2016	Dec 31,2016	Mar 31,2017	Jun 30,2017	Sep 30,2017	Dec 31,2017	Mar 31,2018
Current assets	159,098	160,262	152,629	151,449	151,140	165,088	167,084	
Cash and deposits	63,762	64,499	42,132	45,060	44,431	51,053	51,592	
Trade notes and accounts receivable	60,361	61,561	71,996	66,801	66,523	72,666	73,487	
Inventories	31,245	29,300	33,333	34,584	35,252	36,668	37,252	
Other	3,729	4,901	5,167	5,003	4,932	4,699	4,752	
Non-current assets	76,777	76,363	119,122	122,749	118,913	117,740	117,091	
Property, plant and equipment	64,933	64,810	70,061	73,871	72,771	72,557	72,656	
Intangible assets	2,235	2,080	39,095	38,559	36,316	35,238	34,422	
Investments and other assets	9,608	9,473	9,965	10,318	9,825	9,945	10,013	
Total assets	235,875	236,626	271,752	274,199	270,053	282,829	284,176	
Current liabilities	53,930	57,077	71,602	64,401	63,465	72,466	72,830	
Trade notes and accounts payable	40,307	42,834	55,071	45,057	45,375	52,970	54,326	
Short-term loans payable	1,730	1,730	630	641	2,030	430	711	
Current portion of long-term loans payable	—	—	3,099	3,051	3,049	3,057	3,060	
Other	11,892	12,512	12,802	15,649	13,010	16,007	14,732	
Non-current liabilities	12,364	12,057	30,121	31,107	29,168	29,323	27,674	
Long-term loans payable	—	—	18,090	17,795	16,242	16,287	14,773	
Net defined benefit liability	11,508	11,428	11,469	12,362	12,377	12,420	12,374	
Other	856	628	561	949	548	614	526	
Total liabilities	66,295	69,134	101,724	95,508	92,634	101,789	100,505	
Common stock	23,201	23,201	23,201	23,201	23,201	23,201	23,201	
Capital surplus	26,829	26,829	26,829	26,829	26,829	26,829	26,829	
Retained earnings	123,878	126,891	128,039	131,247	131,582	134,882	136,551	
Treasury stock, at cost	(7,712)	(7,713)	(7,713)	(7,714)	(7,714)	(7,714)	(7,715)	
Net unrealized holding gain on securities	579	672	837	775	520	732	710	
Foreign currency translation adjustments	5,256	77	1,258	6,938	5,586	5,674	6,649	
Remeasurements of defined benefit plans	(3,439)	(3,372)	(3,303)	(3,392)	(3,360)	(3,332)	(3,302)	
Share subscription rights	169	186	186	186	186	219	219	
Non-controlling interests	817	720	691	619	588	547	527	
Total net assets	169,579	167,492	170,027	178,690	177,419	181,039	183,670	
Total liabilities and net assets	235,875	236,626	271,752	274,199	270,053	282,829	284,176	

Consolidated Statements of Income

LINTEC Corporation

	FY2017 (Apr'16-Dec'16) (A)		FY2018 (Apr'17-Dec'17) (B)		Increase/(Decrease) (B-A)		FY2018 (Forecasts)	
	Millions of yen	% of net sales	Millions of yen	% of net sales	Millions of yen	% Change	Millions of yen	% of net sales
Net sales	151,107	100.0	186,523	100.0	35,416	23.4	245,000	100.0
Cost of sales	111,413	73.7	138,702	74.4	27,289	24.5	181,100	73.9
Gross profit	39,694	26.3	47,821	25.6	8,126	20.5	63,900	26.1
Selling, general and administrative expenses	26,752	17.7	32,001	17.1	5,249	19.6	43,900	17.9
Operating income	12,941	8.6	15,819	8.5	2,877	22.2	20,000	8.2
Non-operating income	761	0.5	696	0.4	(64)	(8.5)	900	0.3
Non-operating expenses	1,544	1.1	1,101	0.6	(443)	(28.7)	1,700	0.7
Ordinary income	12,158	8.0	15,414	8.3	3,256	26.8	19,200	7.8
Extraordinary gain	121	0.1	343	0.2	221	181.7	300	0.1
Extraordinary loss	—	—	972	0.5	972	—	1,000	0.4
Profit before income taxes	12,280	8.1	14,785	8.0	2,505	20.4	18,500	7.5
Income taxes	3,756	2.5	4,800	2.6	1,044	27.8	6,000	2.4
Profit	8,523	5.6	9,984	5.4	1,460	17.1	12,500	5.1
Profit (loss) attributable to non-controlling interests	(131)	(0.1)	(81)	(0.0)	50	—	—	—
Profit attributable to owners of parent	8,655	5.7	10,065	5.4	1,410	16.3	12,500	5.1
Net income per share (yen)		119.96		139.51		19.55		173.25

Consolidated Statements of Income (Quarterly Trend)

LINTEC Corporation

(Millions of yen)

	FY2017 (Apr'16-Mar'17)				FY2018 (Apr'17-Mar'18)			
	1Q(Apr-Jun)	2Q(Jul-Sep)	3Q(Oct-Dec)	4Q(Jan-Mar)	1Q(Apr-Jun)	2Q(Jul-Sep)	3Q(Oct-Dec)	4Q(Jan-Mar)
Net sales	48,415 (▲7.9%)	51,020 (▲5.5%)	51,672 (▲2.5%)	54,868 (7.7%)	60,705 (25.4%)	62,379 (22.3%)	63,439 (22.8%)	
Cost of sales	36,095	37,480	37,838	41,702	45,236	46,365	47,101	
Gross profit	12,319	13,541	13,834	13,165	15,469	16,014	16,338	
Selling, general and administrative expenses	8,598	8,821	9,333	9,512	10,508	10,930	10,563	
Operating income	3,721 (▲24.9%)	4,719 (0.9%)	4,501 (▲5.0%)	3,654 (10.0%)	4,960 (33.3%)	5,084 (7.7%)	5,775 (28.3%)	
Non-operating income	332	282	147	114	389	162	145	
Non-operating expenses	1,236	700	(392)	242	552	226	323	
Ordinary income	2,817 (▲44.4%)	4,301 (▲9.1%)	5,040 (3.8%)	3,526 (18.6%)	4,798 (70.3%)	5,019 (16.7%)	5,597 (11.1%)	
Extraordinary gain	121	—	—	208	342	1	0	
Extraordinary loss	—	—	—	615	925	16	31	
Profit before income taxes	2,939 (▲42.1%)	4,301 (▲4.0%)	5,040 (15.4%)	3,118 (8.4%)	4,215 (43.4%)	5,004 (16.3%)	5,566 (10.4%)	
Income taxes	872	1,352	1,532	436	1,522	1,742	1,536	
Profit	2,066	2,950	3,507	2,683	2,692	3,262	4,030	
Profit (loss) attributable to non-controlling interests	(46)	(63)	(22)	(113)	(23)	(38)	(20)	
Profit attributable to owners of parent	2,112 (▲41.4%)	3,013 (5.9%)	3,530 (14.6%)	2,795 (104.5%)	2,715 (28.6%)	3,300 (9.5%)	4,050 (14.7%)	

※() Shows the increase/decrease rate compared with the data of the same quarter of the previous fiscal year.

Segment Information (sales) by Business

LINTEC Corporation

	FY2017 (Apr'16-Dec'16) (A)		FY2018 (Apr'17-Dec'17) (B)		Increase/(Decrease) (B-A)		FY2018 (Forecasts)	
	Millions of yen	% of net sales	Millions of yen	% of net sales	Millions of yen	% Growth	Millions of yen	% of net sales
Net sales	151,107	100.0	186,523	100.0	35,416	23.4	245,000	100.0
Printing and Industrial Materials Products	61,670	40.8	91,125	48.8	29,454	47.8	122,100	49.8
Printing & Variable Information Products Operations	38,950	25.8	65,444	35.1	26,494	68.0	87,700	35.8
Industrial & Material Operations	22,720	15.0	25,680	13.7	2,960	13.0	34,400	14.0
Electronic and Optical Products	61,972	41.0	66,733	35.8	4,761	7.7	85,300	34.8
Advanced Materials Operations	32,061	21.2	38,441	20.6	6,380	19.9	49,100	20.0
Optical Products Operations	29,911	19.8	28,291	15.2	(1,619)	(5.4)	36,200	14.8
Paper and Converted Products	27,464	18.2	28,664	15.4	1,200	4.4	37,600	15.4
Fine & Specialty Paper Products Operations	12,040	8.0	12,094	6.5	54	0.5	16,500	6.8
Converted Products Operations	15,423	10.2	16,570	8.9	1,146	7.4	21,100	8.6
Operating Income	12,941	8.6	15,819	8.5	2,877	22.2	20,000	8.2
Printing and Industrial Materials Products	1,502	2.4	2,315	2.5	812	54.1	3,500	2.9
Electronic and Optical Products	7,310	11.8	9,455	14.2	2,145	29.3	11,400	13.4
Paper and Converted Products	4,042	14.7	3,953	13.8	(88)	(2.2)	5,100	13.6

Segment Information (sales) by Business (Quarterly Trend)

LINTEC Corporation

(Millions of yen)

	FY2017 (Apr'16-Mar'17)				FY2018 (Apr'17-Mar'18)			
	1Q(Apr-Jun)	2Q(Jul-Sep)	3Q(Oct-Dec)	4Q(Jan-Mar)	1Q(Apr-Jun)	2Q(Jul-Sep)	3Q(Oct-Dec)	4Q(Jan-Mar)
Net sales	48,415 (▲7.9%)	51,020 (▲5.5%)	51,672 (▲2.5%)	54,868 (7.7%)	60,705 (25.4%)	62,379 (22.3%)	63,439 (22.8%)	
Printing and Industrial Materials Products	20,530 (▲5.3%)	20,638 (▲9.3%)	20,502 (▲6.0%)	23,991 (12.1%)	30,136 (46.8%)	29,966 (45.2%)	31,023 (51.3%)	
Printing & Variable Information Products Operations	12,922 (▲5.1%)	12,886 (▲6.9%)	13,142 (▲1.7%)	16,144 (21.3%)	22,012 (70.3%)	21,431 (66.3%)	22,001 (67.4%)	
Industrial & Material Operations	7,608 (▲5.8%)	7,751 (▲12.9%)	7,361 (▲12.8%)	7,846 (▲2.9%)	8,124 (6.8%)	8,534 (10.1%)	9,022 (22.6%)	
Electronic and Optical Products	18,852 (▲11.7%)	21,144 (▲4.1%)	21,976 (▲1.1%)	21,233 (7.3%)	21,034 (11.6%)	22,948 (8.5%)	22,751 (3.5%)	
Advanced Materials Operations	9,349 (▲12.6%)	10,614 (▲5.2%)	12,098 (5.4%)	10,971 (6.1%)	11,647 (24.6%)	13,335 (25.6%)	13,459 (11.2%)	
Optical Products Operations	9,503 (▲10.9%)	10,529 (▲3.0%)	9,879 (▲8.0%)	10,261 (8.6%)	9,387 (▲1.2%)	9,612 (▲8.7%)	9,292 (▲5.9%)	
Paper and Converted Products	9,032 (▲4.9%)	9,239 (0.7%)	9,193 (2.3%)	9,644 (▲1.4%)	9,534 (5.6%)	9,465 (2.4%)	9,665 (5.1%)	
Fine & Specialty Paper Products Operations	4,027 (▲4.4%)	4,088 (▲0.6%)	3,925 (▲2.7%)	4,419 (▲4.6%)	4,146 (3.0%)	4,001 (▲2.1%)	3,947 (0.6%)	
Converted Products Operations	5,005 (▲5.4%)	5,150 (1.7%)	5,268 (6.3%)	5,225 (1.5%)	5,387 (7.6%)	5,465 (6.1%)	5,718 (8.5%)	
Operating Income	3,721 (▲24.9%)	4,719 (0.9%)	4,501 (▲5.0%)	3,654 (10.0%)	4,960 (33.3%)	5,084 (7.7%)	5,775 (28.3%)	
Printing and Industrial Materials Products	644 (▲4.8%)	823 (29.8%)	35 (▲96.4%)	170 (▲66.9%)	688 (6.8%)	518 (▲37.1%)	1,109 (3,068.6%)	
Electronic and Optical Products	1,952 (▲35.7%)	2,629 (▲11.6%)	2,729 (▲5.1%)	1,845 (10.0%)	2,826 (44.8%)	3,228 (22.8%)	3,401 (24.6%)	
Paper and Converted Products	1,087 (▲9.0%)	1,247 (15.5%)	1,708 (85.7%)	1,725 (55.5%)	1,452 (33.6%)	1,280 (2.6%)	1,221 (▲28.5%)	

※ (▲) Shows the increase/decrease rate compared with the data of the same quarter of the previous fiscal year.

Business Results of Major Group Companies

LINTEC Corporation

(Millions of yen)

	LINTEC CORPORATION			
	Apr - Dec 2016	Apr - Dec 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	123,031	127,834	4,803	167,800
Operating income/(loss)	8,332	10,533	2,201	13,600
Profit/(loss) before taxes	14,595	17,123	2,528	19,700
Profit/(loss)	12,029	13,675	1,646	15,400

(Millions of yen)

	LINTEC INDUSTRIES (MALAYSIA) SDN. BHD.			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	1,800	1,875	75	2,600
Operating income/(loss)	257	357	100	500
Profit/(loss) before taxes	274	352	78	500
Profit/(loss)	208	271	63	400

(Millions of yen)

	LINTEC SINGAPORE PRIVATE LIMITED			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	5,681	7,299	1,618	9,000
Operating income/(loss)	333	920	587	1,000
Profit/(loss) before taxes	5	911	906	1,000
Profit/(loss)	5	763	758	800

(Millions of yen)

	MADICO, INC.			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	4,107	4,290	183	5,500
Operating income/(loss)	(572)	(467)	105	(800)
Profit/(loss) before taxes	(583)	(1,463)	(880)	(1,800)
Profit/(loss)	(444)	(1,464)	(1,020)	(1,800)

(Millions of yen)

	LINTEC (SUZHOU) TECH CORPORATION, LTD.			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	3,652	3,603	(49)	4,900
Operating income/(loss)	474	343	(131)	500
Profit/(loss) before taxes	445	342	(103)	500
Profit/(loss)	333	257	(76)	300

(Millions of yen)

	MACTac Americas, LLC and 6 other companies (Note 1)			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	—	27,022	27,022	36,000
Operating income/(loss)	—	(552)	(552)	(500)
Profit/(loss) before taxes	—	(748)	(748)	(800)
Profit/(loss)	—	(756)	(756)	(800)

Note 1: Since we acquired this company on December 1, 2016, we had no business results for the same quarter of the previous fiscal year.

(Millions of yen)

	PT. LINTEC INDONESIA			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	1,335	2,021	686	2,700
Operating income/(loss)	(268)	(143)	125	(300)
Profit/(loss) before taxes	(383)	(170)	213	(300)
Profit/(loss)	(383)	(170)	213	(300)

(Millions of yen)

	LINTEC KOREA, INC.			
	Jan - Sep 2016	Jan - Sep 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	2,458	2,815	357	3,700
Operating income/(loss)	618	608	(10)	800
Profit/(loss) before taxes	659	623	(36)	800
Profit/(loss)	578	488	(90)	600

(Millions of yen)

	OTHER CONSOLIDATED SUBSIDIARIES (Note 1,2)			
	Apr - Dec 2016	Apr - Dec 2017	Inc/(Dec)	FY2018 (Forecasts)
Net sales	40,126	45,858	5,732	60,700
Operating income/(loss)	3,349	4,201	852	5,200
Profit/(loss) before taxes	4,773	4,601	(172)	5,500
Profit/(loss)	3,848	3,741	(107)	4,500

Note 1: Other consolidated subsidiaries include 25 foreign consolidated subsidiaries and 3 domestic consolidated subsidiaries.

Note 2: The fiscal year of 25 foreign consolidated subsidiaries runs from January 1 through December 31.

Business Results of Major Group Companies 1 (Quarterly Trend)

LINTEC Corporation

FY2017	FY2018
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【LINTEC CORPORATION】

(Millions of yen)

	1Q(4~6)	2Q(7~9)	3Q(10~12)	4Q(1~3)	1Q(4~6)	2Q(7~9)	3Q(10~12)	4Q(1~3)
Net sales	38,483	42,292	42,256	41,571	42,094	42,342	43,398	
Operating income/(loss)	1,969	2,955	3,408	3,218	3,610	3,302	3,621	
Profit/(loss) before taxes	1,387	8,837	4,371	4,270	5,074	8,178	3,871	
Profit/(loss)	936	7,875	3,218	3,520	3,919	6,924	2,832	

FY2017	FY2018
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【LINTEC INDUSTRIES (MALAYSIA) SDN. BHD.】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	643	740	417	488	567	634	674	
Operating income/(loss)	111	123	23	77	122	109	126	
Profit/(loss) before taxes	140	86	48	120	127	101	124	
Profit/(loss)	105	71	32	107	104	66	101	

【MADICO, INC.】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	1,620	1,442	1,045	1,200	1,395	1,417	1,478	
Operating income/(loss)	(139)	(132)	(301)	(376)	(244)	(170)	(53)	
Profit/(loss) before taxes	(141)	(137)	(305)	(394)	(1,174)	(194)	(95)	
Profit/(loss)	(89)	(90)	(265)	77	(1,175)	(194)	(95)	

【LINTEC (SUZHOU) TECH CORPORATION, LTD.】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	1,073	1,219	1,360	1,428	1,072	1,248	1,283	
Operating income/(loss)	126	150	198	160	101	107	135	
Profit/(loss) before taxes	108	117	220	213	94	111	137	
Profit/(loss)	81	88	164	156	71	83	103	

【PT. LINTEC INDONESIA】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	474	412	449	650	593	651	777	
Operating income/(loss)	(129)	(64)	(75)	(137)	(36)	(102)	(5)	
Profit/(loss) before taxes	(131)	(183)	(69)	(318)	(64)	(94)	(12)	
Profit/(loss)	(131)	(183)	(69)	(321)	(64)	(94)	(12)	

【LINTEC KOREA, INC.】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	766	801	891	998	992	921	902	
Operating income/(loss)	197	193	228	252	217	193	198	
Profit/(loss) before taxes	217	222	220	249	205	211	207	
Profit/(loss)	189	197	192	220	161	164	163	

Business Results of Major Group Companies 2 (Quarterly Trend)

LINTEC Corporation

FY2017	FY2018
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【LINTEC SINGAPORE PRIVATE LIMITED】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	1,832	1,769	2,080	2,213	1,738	2,695	2,866	
Operating income/(loss)	180	86	67	178	174	349	397	
Profit/(loss) before taxes	15	(101)	91	365	126	377	408	
Profit/(loss)	5	(101)	101	295	104	317	342	

【MACTac Americas, LLC and 6 other companies (Note 1)】

(Millions of yen)

	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)	1Q(1~3)	2Q(4~6)	3Q(7~9)	4Q(10~12)
Net sales	—	—	—	2,648	9,253	8,921	8,848	
Operating income/(loss)	—	—	—	(254)	(310)	(118)	(124)	
Profit/(loss) before taxes	—	—	—	(267)	(400)	(180)	(168)	
Profit/(loss)	—	—	—	(264)	(405)	(178)	(173)	

Note 1: Since we acquired this company on December 1, 2016, business results for only one month was included in the last quarter of FY2017.

【OTHER CONSOLIDATED SUBSIDIARIES (Note 1, 2)】

(Millions of yen)

	1Q(4~6)	2Q(7~9)	3Q(10~12)	4Q(1~3)	1Q(4~6)	2Q(7~9)	3Q(10~12)	4Q(1~3)
Net sales	12,970	12,751	14,405	14,439	14,515	15,561	15,782	
Operating income/(loss)	1,285	1,264	800	947	1,288	1,377	1,536	
Profit/(loss) before taxes	2,491	1,669	613	2,325	1,098	1,995	1,508	
Profit/(loss)	2,172	1,335	341	1,827	866	1,700	1,175	

Note 1: Other consolidated subsidiaries include 25 foreign consolidated subsidiaries and 3 domestic consolidated subsidiaries.

Note 2: The fiscal year of 25 foreign consolidated subsidiaries runs from January 1 through December 31.

Consolidated Statements of Cash Flows

LINTEC Corporation

(Millions of yen)	FY2017 Apr - Dec 2016 (A)	FY2018 Apr - Dec 2017 (B)	Inc/(Dec) (B-A)
Cash flows from operating activities	19,279	18,743	(536)
Profit before income taxes	12,280	14,785	2,505
Depreciation and amortization	5,482	6,707	1,225
Changes in operating assets and liabilities	5,946	(31)	(5,978)
Other, net	(4,428)	(2,717)	1,711
Cash flows from investing activities	(46,306)	(4,535)	41,770
Purchase of property, plant and equipment	(9,048)	(4,847)	4,200
Proceeds from sales of property, plant and equipment	172	69	(102)
Purchase of shares and membership interests of subsidiaries resulting in change in scope of consolidation	(36,868)	(308)	36,560
Other, net	(561)	551	1,112
Cash flows from financing activities	5,340	(7,922)	(13,263)
Increase (Decrease) in short-term loans payable	(1,752)	67	1,820
Proceeds from long-term loans payable	20,850	—	(20,850)
Repayments of long-term loans payable	(9,253)	(3,059)	6,194
Cash dividends paid	(4,315)	(4,751)	(436)
Other, net	(187)	(179)	7
Effect of exchange rate change on cash and cash equivalents	(1,764)	424	2,188
Net increase (decrease) in cash and cash equivalents	(23,449)	6,709	30,159
Cash and cash equivalents at beginning of year	60,323	41,284	(19,038)
Cash and cash equivalents at end of year	36,873	47,994	11,120

Consolidated Statements of Cash Flows (Quarterly Trend)

LINTEC Corporation

	FY2017				FY2018			
	Apr - Jun 2016	Jul - Sep 2016	Oct - Dec 2016	Jan - Mar 2017	Apr - Jun 2017	Jul - Sep 2017	Oct - Dec 2017	Jan - Mar 2018
(Millions of yen)								
Cash flows from operating activities	5,020	6,213	8,046	5,082	3,218	10,327	5,198	
Profit before income taxes	2,939	4,301	5,040	3,118	4,215	5,004	5,566	
Depreciation and amortization	1,791	1,812	1,879	1,984	2,214	2,238	2,255	
Changes in operating assets and liabilities	1,509	1,495	2,942	(3,229)	(38)	234	(227)	
Other, net	(1,220)	(1,395)	(1,813)	3,208	(3,172)	2,850	(2,395)	
Cash flows from investing activities	(6,477)	520	(40,349)	(2,072)	(1,950)	234	(2,819)	
Purchase of property, plant and equipment	(3,618)	(2,760)	(2,670)	(4,001)	(1,679)	(1,829)	(1,339)	
Proceeds from sales of property, plant and equipment	156	10	6	9	6	48	15	
Purchase of shares and membership interests of subsidiaries resulting in change in scope of consolidation	—	—	(36,868)	(41)	—	(309)	1	
Other, net	(3,016)	3,270	(815)	1,960	(277)	2,324	(1,496)	
Cash flows from financing activities	(1,953)	(88)	7,381	(83)	(2,565)	(1,681)	(3,676)	
Increase (Decrease) in short-term loans payable	35	—	(1,787)	4	1,388	(1,599)	278	
Proceeds from long-term loans payable	—	—	20,850	—	—	—	—	
Repayments of long-term loans payable	—	—	(9,253)	—	(1,533)	0	(1,526)	
Cash dividends paid	(1,932)	(16)	(2,367)	(13)	(2,364)	(16)	(2,371)	
Other, net	(55)	(73)	(59)	(73)	(56)	(64)	(59)	
Effect of exchange rate change on cash and cash equivalents	(1,226)	(2,257)	1,719	1,799	19	107	298	
Net increase (decrease) in cash and cash equivalents	(4,637)	4,388	(23,200)	4,726	(1,278)	8,986	(999)	
Cash and cash equivalents at beginning of year	60,323	55,686	60,074	36,873	41,284	40,006	48,993	
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	—	—	—	(315)	—	—	—	
Cash and cash equivalents at end of year	55,686	60,074	36,873	41,284	40,006	48,993	47,994	

Cautionary Statement with Respect to Forward-Looking Statements

This presentation contains forward-looking statements that reflect Lintec's plans. These forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties and other factors that may cause Lintec's actual results, performance, achievements or financial position to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements.