

FY2016

# Financial Results

FY2016: Year Ended March 31, 2017



***KURODA ELECTRIC Co., Ltd.***

May 26th, 2017

Koichi Hosokawa

President & Chief Operating Officer (COO)

Kuroda Electric Co., LTD.

# Contents

1. Consolidated Results of FY 2016

2. Overview on FY2016

3. Quarterly Operating Results

4. Sales Results by Segment

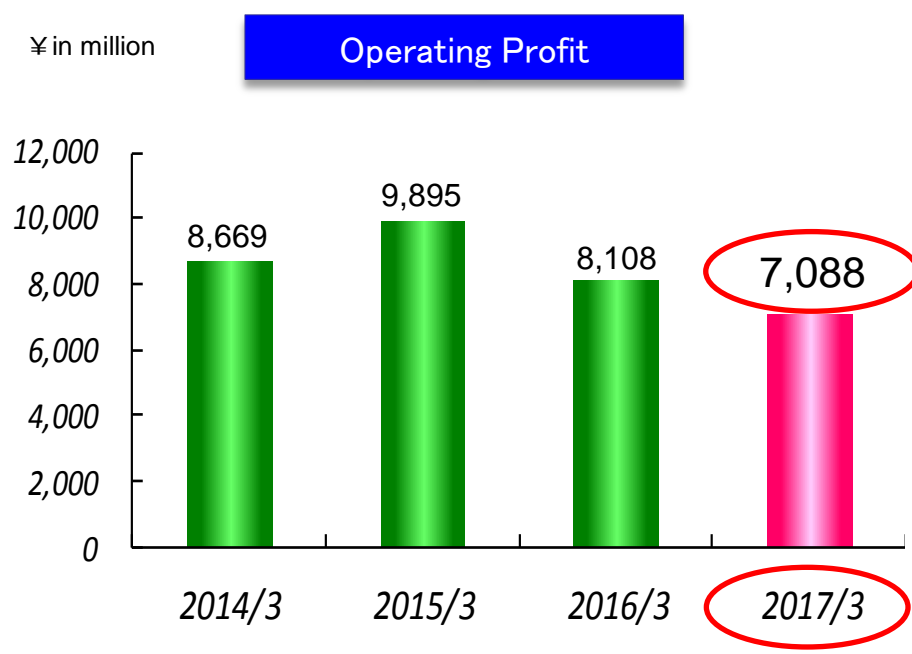
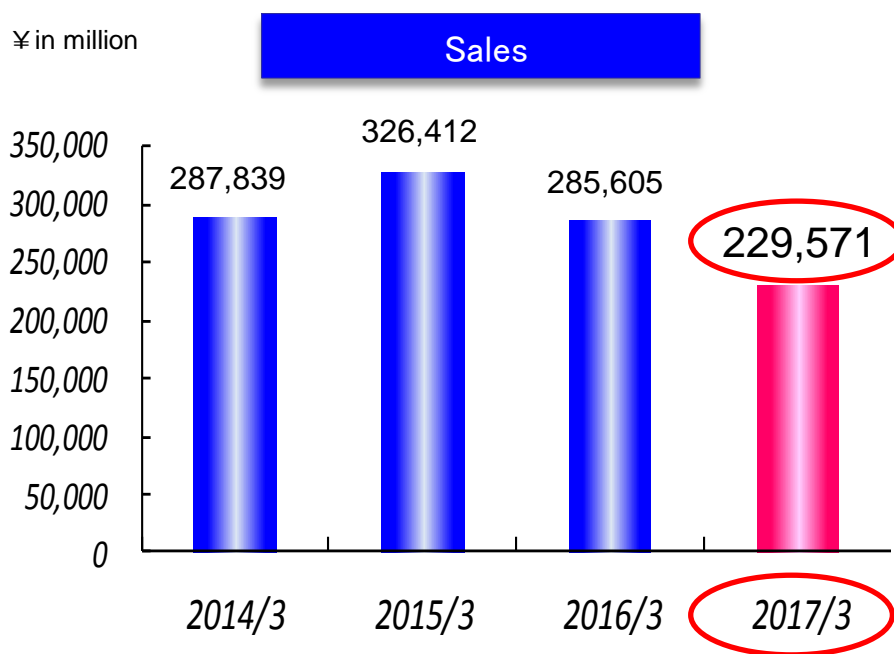
5. Dividend Policy

(Notes) Sales Results by Area / Status of Trading & Manufacturing

# 1. Consolidated Results of FY 2016

¥ in million

	Sales	Operating Profit	Ordinary Profit	Net Profit
Consolidated (Y o Y)	229,571 (80.4%)	7,088 (87.4%)	6,953 (90.1%)	4,844 (125.2%)



## 2. Overview on FY2016

¥ in million

	Performance (Y o Y)	Topics
Sales	<b>229,571</b> (80.4%)	Display business: Declined significantly (Procurement business、large-size LCD business,)
Operating Profit	<b>7,088</b> (87.4%)	HDD business ( Equipment/ Parts ) : Declined
Ordinary Profit	<b>6,953</b> (90.1%)	
Net Profit	<b>4,844</b> (125.2%)	Extraordinary loss in the 3Q of the previous year: 1,070M

### 3. Quarterly Operating Results

¥ in 100 million

	2016/3							2017/3									
	1Q	2Q	3Q	4Q	1 <sup>st</sup> H	2 <sup>nd</sup> H	Total	Original Plan	1Q	2Q	3Q	4Q	1 <sup>st</sup> H	2 <sup>nd</sup> H	Total	VS Original plan	VS 2016/3
Sales	816	831	683	526	1,647	1,209	2,856	2,600	533	642	622	498	1,175	1,120	2,295	88.3%	80.4%
Operating Profit	22	22	20	15	45	35	81	85	16	18	15	20	34	36	70	83.4%	87.4%
Operating Profit Ratio	2.79%	2.74%	2.94%	2.95%	2.76%	2.94%	2.84%	3.27%	3.10%	2.85%	2.55%	4.04%	2.97%	3.21%	3.09%	-0.18	+0.25
Ordinary Profit	23	21	19	12	45	31	77	85	16	17	15	20	34	35	69	81.8%	90.1%
Net Profit	15	15	1	5	30	7	38	55	11	12	11	13	23	24	48	88.1%	125.1%

## 4. Sales Results by Segment

¥ in 100 million

			2016/3						2017/3										
			1Q	2Q	3Q	4Q	1 <sup>st</sup> H	2 <sup>nd</sup> H	Total	Original Plan	1Q	2Q	3Q	4Q	1 <sup>st</sup> H	2 <sup>nd</sup> H	Total	VS Original plan	VS 2016/3
Automotive	Trading	Electric Components / Car Navigation	73	79	80	82	152	162	314	440	86	88	91	103	174	194	368	83.6%	117.2%
	MFG	Various Parts	29	31	28	29	60	57	117	140	27	23	24	40	50	64	114	81.4%	97.4%
Display	Trading /MFG	Various Parts	546	544	426	243	1,090	669	1,759	1,300	281	388	362	172	669	534	1,203	92.5%	68.4%
HDD	Trading /MFG	Parts/ Equipment	25	25	30	23	50	53	103	100	20	20	19	26	40	45	85	85.0%	82.5%
Mobile	Trading /MFG	Various parts	54	54	59	62	108	121	229	260	46	52	52	66	98	118	216	83.1%	94.3%
Others	Trading /MFG	Medical / FA /Home Appliance / Energy etc.	89	98	60	87	187	147	334	360	73	71	74	91	144	165	309	85.8%	92.5%
Total			816	831	683	526	1,647	1,209	2,856	2,600	533	642	622	498	1,175	1,120	2,295	88.3%	80.4%

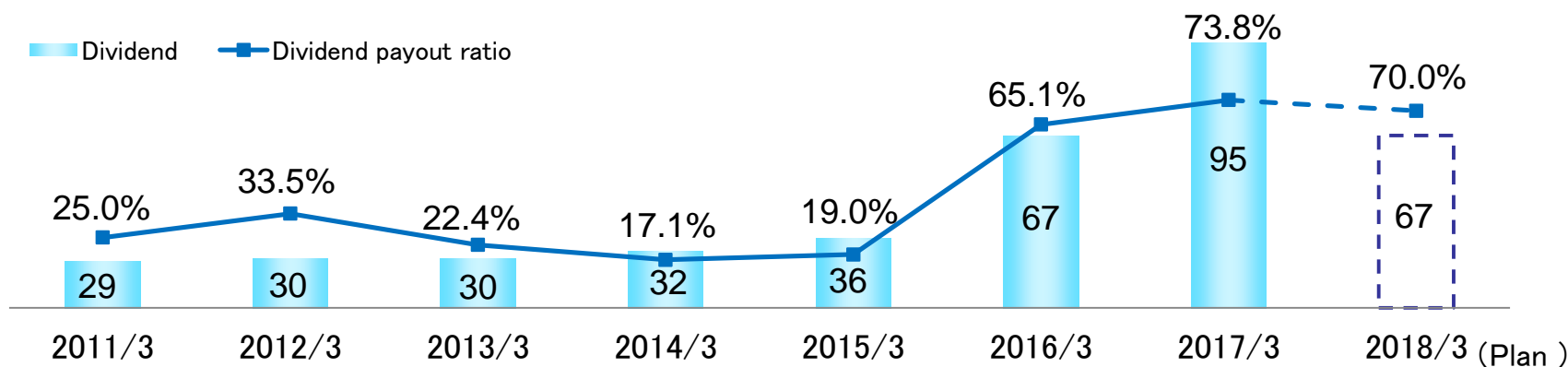
## 5. Dividend Policy

- (1) With respect to the amount corresponding to 50% of consolidated net income, the dividend payout ratio will be set at 30%, while 70% will be allocated to growth investments.
- (2) With respect to the amount corresponding to the remaining 50% of consolidated net income, the dividend payout ratio will be determined at between 50% and 100%, by making an overall judgment with respect to the economic climate and the Company's demand for funds at the time.

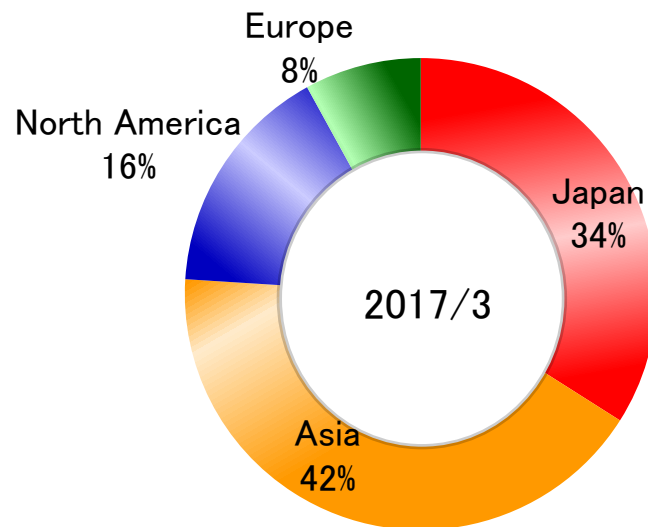
In accordance with the formulation of this specific policy, the dividend payout ratio in each fiscal year will be at a level between 40% and 65%.

Dividend for the 2<sup>nd</sup> half of FY2016 has been decided at JY48 after taking into consideration financial situation of Kuroda Electric Group.

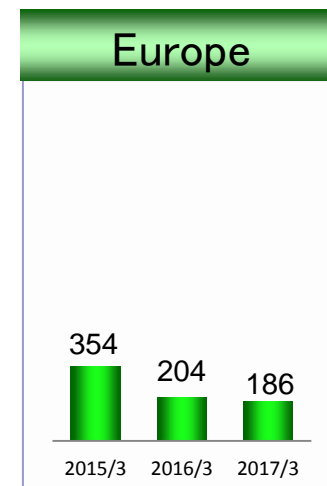
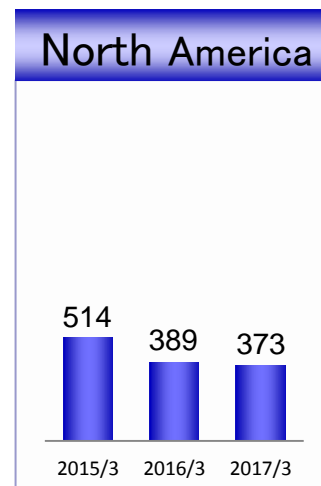
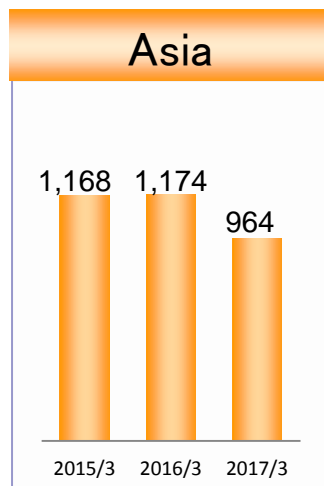
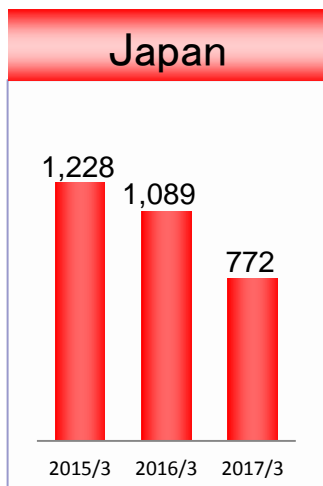
Accordingly total dividend for FY2016 will be JY95 and the dividend ratio will be 73.8%.



## (Notes) Sales results by area



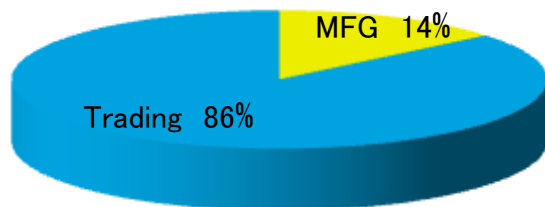
¥ in 100 million



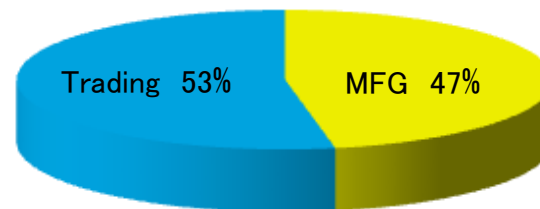


# (Notes) Status of Trading & Manufacturing

## Sales



## Operating Profit



		2015/3	2016/3	2017/3 Plan	2017/3
Sales	MFG	11%	12%	15%	14%
	Trading	89%	88%	85%	86%
Operating Profit	MFG	35%	47%	50%	47%
	Trading	65%	53%	50%	53%

# End of File