

Summary of Consolidated Financial Statements for the First Quarter of Fiscal Year Ending December 31, 2016 (Japanese GAAP)

April 28, 2016

Name of Listed Company: Nabtesco Corporation Stock listed on: the First Section of the Tokyo Stock Exchange

Code Number: 6268 URL: http://www.nabtesco.com Representative: Title: President and CEO Name: Kazuaki Kotani

Title: General Manager, General Administration Div. Name: Toshihiro Matsumoto Inquiries: TEL: +81-3-5213-1133

Scheduled Date for Filing of Quarterly Report: May 12, 2016

Scheduled Dividend Payment Date: -

Quarterly material to supplement the financial results: Yes

Quarterly financial results conference: Yes (Teleconference for institutional investors and financial analysts)

(Amounts less than 1 million yen have been rounded down)

1. Consolidated Results for the First Three-month Period of FY 2016 (January 1, 2016 to March 31, 2016)

(1) Consolidated Operating Results (Percentages indicate the year-on-year changes) Net income attributable Ordinary income Net sales Operating income to owners of the parent Million yen Million yen Million yen % % % Million yen % Three-month Period, FY 2016 56,764 5,634 5,683 3,309 Three-month Period, FY 2015 70,629 5,644 3,503 5,311

(Note) Comprehensive income: First three-month period of FY 2016: (¥257) million [—%] First three-month period of FY 2015: ¥4,753 million [-%]

	Net income per share	Diluted net income per share
	Yen	Yen
Three-month Period, FY 2016	26.80	26.79
Three-month Period, FY 2015	27.82	27.81

(Note) The consolidated fiscal year ended December 2015 is a transitional period for a change in accounting period, in which the consolidated operating results covers three months (April 1, 2015 to June 30, 2015) for companies that close their accounts in March, as opposed to six months (January 1, 2015 to June 30, 2015) for companies that close their accounts in December. Therefore, the percentage of year-on-year changes has been omitted in the tables above.

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of March 31, 2016	234,875	146,324	59.4
As of December 31, 2015	233,381	148,924	60.9

(Reference) Shareholders' Equity: As of March 31, 2016; ¥139,523 million As of December 31, 2015; ¥142,068 million

2 Dividends

E. Divideride						
		Dividends per share				
	First Quarter Second Quarter Third Quarter Year End Full Ye					
	Yen	Yen	Yen	Yen	Yen	
FY 2015	_	22.00	_	22.00	44.00	
FY 2016	-					
FY 2016 (Forecast)	24.00 – 26.00 50.00					
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(Note) Revisions to the latest dividend forecasts: None

3. Forecast of Consolidated Operating Results for FY 2016 (January 1, 2016 to December 31, 2016)

(Percentages indicate the year-on-year changes) Net income Net income Operating income Net sales Ordinary income attributable to owners per share of the parent Million yen Six-month period ending % Million yen % Million yen % Million yen % Yen June 30, 2016 118,000 10,000 11,100 7,700 62.35 250,000 25,500 27,000 153.04 18.900

(Note) Revisions to the latest forecast of operating results: None

Since the consolidated fiscal year ended December 2015 is a transitional period for the change in accounting period, the percentage of year-on-year changes for the forecast of consolidated operating results for the fiscal year ending December 2016 has been omitted in the table above.

- * Matters of note:
- (1) Changes in significant subsidiaries during the first quarter of consolidated FY 2016 (Changes in specified subsidiaries resulting in a change in the scope of consolidation): None

Newly added: 0 (Company name: —) Excluded: 0 (Company name: —)

- (2) Application of distinctive accounting procedures for preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, accounting estimates and restatement of corrections
 - 1) Changes in accounting policies resulting from the revision of the accounting standards and other regulations: None
 - 2) Other changes in accounting policies: None

3) Changes in accounting estimates: None 4) Restatement of corrections: None

- (4) Shares outstanding (Common shares)
 - 1) Number of shares outstanding (including treasury stock) as of the end of the term
 - 2) Amount of treasury stock
 - 3) Average number of shares during the term

As of March 31, 2016	125,133,799	As of December 31, 2015	125,133,799
As of March 31, 2016	1,607,774	As of December 31, 2015	1,639,476
January 1, 2016 to March 31, 2016	123,502,199	April 1, 2015 to June 30, 2015	125,936,948

Notes:

Presentation of status of implementation of the quarterly review process

This summary of the quarterly financial results is not in conformity with the quarterly review procedures as provided for under the Financial Instruments and Exchange Act. As of the date on which this summary of quarterly financial results is released as a summary report, the abovementioned procedures concerning the quarterly review have not been completed.

Explanation of proper use of forecasts of operating results and other matters of special note

Forward-looking statements in this document concerning future figures including forecasts for operating results, etc. are based on currently available information and certain assumptions that the Company considers reasonable, and are not intended to guarantee the achievement of such forecasts. Actual results may vary significantly from such forecasts due to a variety of factors. Please refer to "1. Qualitative Information on Consolidated Operating Results for the Three Months Ended March 31, 2016, (3) Explanation on Information Concerning Future Projections Such as Forecasts for Consolidated Operating Results" on page 4 of the attached document.

Table of Contents of Attached Documents

1. Qualitative Information on Consolidated Operating Results for the Three Months Ended March 31, 2016 2
(1) Analysis of Consolidated Operating Results
(2) Analysis of Financial Position
(3) Explanation on Information Concerning Future Projections Such as Forecasts for Consolidated Operating Results
2. Matters Related to Summary Information (Notes)
(1) Changes in Significant Subsidiaries during the First Quarter of Consolidated FY 2016 5
(2) Application of Distinctive Accounting Procedures for the Preparation of Quarterly Consolidated Financial Statements 5
3. Consolidated Financial Statements 6
(1) Consolidated Balance Sheets6
(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income 8
(3) Notes Relating to the Quarterly Consolidated Financial Statements 10
Notes Relating to the Going Concern Assumption
Segment Information
Significant Subsequent Events12
4. Other Information 13
(1) Output and Order Backlog by Business Segment ······· 13

1. Qualitative Information on Consolidated Operating Results for the Three Months Ended March 31. 2016

(1) Analysis of Consolidated Operating Results

The global economy during the first three-month period of consolidated FY 2016 was sluggish as a whole in the absence of engines of economic growth, as observed in Europe and the United States, where a sense of uncertainty about the future increased on the back of a decline in the oil price, drop in stock prices and concerns over terrorism, etc., as well as in emerging markets, where economic slowdown in China and stagnation in Southeast Asian countries were apparent.

The Japanese economy witnessed economic uncertainties as indicated in the slowdown of personal consumption as well as weaker exports and production reflecting the decelerated economy in emerging markets, despite the improvement in the employment conditions.

Under these circumstances, the consolidated operating results of the Group for the three-month period ended March 31, 2016 recorded net sales of ¥56,764 million, operating income of ¥5,634 million, ordinary income of ¥5,683 million, and net income attributable to owners of the parent of ¥3,309 million, favored by robust domestic and overseas markets excepting the subdued shipbuilding market.

Note: The consolidated fiscal year ended December 2015 is a transitional period for a change in accounting period, in which consolidated operating results covers three months (April 1, 2015 to June 30, 2015) for companies that close their accounts in March, as opposed to six months (January 1, 2015 to June 30, 2015) for companies that close their accounts in December. Therefore, the percentage of year-on-year changes has been omitted in the tables below.

1) Amount of orders received, net sales and operating income

The amount of orders received for the three-month period of consolidated FY 2016 was ¥53,056 million. Net sales amounted to ¥56,764 million, while operating income was ¥5,634 million. Operating margin was 9.9%.

Operating results by business segment were as follows: [Amount of orders received]

(Million yen)

	First three-month period of consolidated FY 2015 (April 1, 2015 to June 30, 2015)	First three-month period of consolidated FY 2016 (January 1, 2016 to March 31, 2016)	Change (%)
Precision equipment	18,995	12,237	_
Transport equipment	17,387	15,667	
Aircraft and hydraulic equipment	15,180	9,425	
Industrial equipment	22,334	15,725	
Total	73,898	53,056	_

Note: Percentages for the year-on-year change are omitted since the consolidated fiscal year ended December 2015 is a transitional period for the change in accounting period.

[Net sales]

(Million ven)

			(Willion yen)
	First three-month period of consolidated FY 2015 (April 1, 2015 to June 30, 2015)	First three-month period of consolidated FY 2016 (January 1, 2016 to March 31, 2016)	Change (%)
Precision equipment	16,865	12,729	_
Transport equipment	16,444	14,991	_
Aircraft and hydraulic equipment	16,212	11,453	_
Industrial equipment	21,106	17,589	_
Total	70,629	56,764	_

Note: Percentages for the year-on-year change are omitted since the consolidated fiscal year ended December 2015 is a transitional period for the change in accounting period.

[Operating income]

(Million ven)

			(IVIIIIOIT yCIT)
	First three-month period of consolidated FY 2015 (April 1, 2015 to June 30, 2015)	First three-month period of consolidated FY 2016 (January 1, 2016 to March 31, 2016)	Change (%)
Precision equipment	2,516	1,752	_
Transport equipment	2,681	2,870	_
Aircraft and hydraulic equipment	(658)	(362)	_
Industrial equipment	770	1,373	_
Total	5,311	5,634	_

Note: Percentages for the year-on-year change are omitted since the consolidated fiscal year ended December 2015 is a transitional period for the change in accounting period.

[Precision Equipment]

The amount of orders received for precision equipment was ¥12,237 million. Net sales and operating income were ¥12,729 million and ¥1,752 million, respectively.

Sales of precision reduction gears rose steadily in general, despite delays in some projects of automation-related investments, etc.

[Transport Equipment]

The amount of orders received for transport equipment reached ¥15,667 million. Net sales and operating income were ¥14,991 million and ¥2,870 million, respectively.

In the railroad vehicle equipment business, sales grew steadily in general despite some delays of projects in China. In the commercial vehicle equipment business, robust sales were recorded reflecting strong domestic demand.

In the marine vessel equipment business, sales remained low reflecting the deteriorating shipbuilding market.

[Aircraft and Hydraulic Equipment]

The amount of orders received for aircraft equipment and hydraulic equipment was ¥9,425 million. Net sales and operating loss were ¥11,453 million and ¥362 million, respectively.

In the aircraft equipment business, sales advanced steadily on the back of stable demands for aircraft in the private sector. In the hydraulic equipment business, sales were in line with our forecast, in which demands for construction machinery in China had been anticipated to be sluggish.

[Industrial Equipment]

The amount of orders received for industrial equipment was ¥15,725 million. Net sales and operating income were ¥17,589 million and ¥1,373 million, respectively.

In the automatic doors business, sales showed solid growth in both domestic and overseas markets. In the packaging machinery business, sales remained strong despite a difference in the cut-off date of some transactions.

Reference: Information by region

[Net sales]

(Million yen)

	First three-month period of consolidated FY 2015 (April 1, 2015 to June 30, 2015)	First three-month period of consolidated FY 2016 (January 1, 2016 to March 31, 2016)	Change (%)
Japan	29,546	31,948	_
China	10,802	6,210	_
Other Asia	3,344	3,876	_
North America	9,718	5,595	_
Europe	16,653	8,988	_
Other areas	564	144	_
Total	70,629	56,764	_

Notes: 1. Percentages for the year-on-year change are omitted since the consolidated fiscal year ended December 2015 is a transitional period for the change in accounting period.

2. Net sales are classified by country or region based on the location of the buyer.

2) Ordinary income

Consolidated ordinary income for the first three months of FY 2016 was ¥5,683 million, as a result of non-operating income of ¥587 million, mainly reflecting equity in earnings of affiliates of ¥425 million against non-operating expenses of ¥538 million due mainly to foreign exchange losses of ¥475 million.

3) Net income attributable to owners of the parent

Net income attributable to owners of the parent for the first three-month period of the consolidated fiscal year under review was ¥3,309 million, net of corporate, resident and business taxes and profit attributable to non-controlling interests.

Extraordinary gains were ¥37 million, due mainly to a gain on sales of fixed assets amounting to ¥27 million yen, while extraordinary losses were ¥39 million due mainly to a loss on disposal of fixed assets amounting to ¥37 million. As a result, income before income taxes and adjustments was ¥5,680 million.

(2) Analysis of Financial Position

1) Assets, liabilities and net assets

(Million yen)

	As of the End of the Previous Consolidated Fiscal Year (December 31, 2015)	As of the End of the First Three-month Period of the Current Consolidated Fiscal Year (March 31, 2016)	Change
Total assets	233,381	234,875	1,494
Liabilities	84,456	88,550	4,094
Net assets	148,924	146,324	(2,600)

(Assets)

Total assets as of March 31, 2016 were ¥234,875 million, an increase of ¥1,494 million from December 31, 2015, consisting of ¥131,310 million in current assets and ¥103,564 million in fixed assets. Key contributing positive factors included increases of ¥3,211 million in cash and time deposits and ¥880 million in inventories. The primary negative contributing factors included decreases of ¥1,000 million in marketable securities and ¥1,006 million in goodwill.

(Liabilities)

Total liabilities as of March 31, 2016 were ¥88,550 million, an increase of ¥4,094 million from December 31, 2015, consisting of ¥76,858 million in current liabilities and ¥11,692 million in long-term liabilities. Key contributing positive factors included an increase of ¥1,114 million in trade notes and accounts payable and ¥1,424 million in income taxes payable while the decrease was mainly attributable to a decrease of ¥1,026 million in short-term loans payable.

(Net assets)

Total net assets as of March 31, 2016 stood at ¥146,324 million, including ¥139,523 million in shareholders' equity, which was a decrease of ¥2,544 million from December 31, 2015. The main positive contributing factor was a growth in earned surplus arising from ¥3,309 million in net income attributable to owners of the parent. The primary negative contributing factors included a decrease of ¥2,702 million in foreign currency translation adjustment and a ¥2,731 million decrease in earned surplus due to dividend payments.

(3) Explanation on Information Concerning Future Projections Such as Forecasts for Consolidated Operating Results

Consolidated financial results for the first three-month period of the fiscal year under review was almost in line with the initial forecast. With respect to future developments in its business performance for the first half and full-year period of the same fiscal year, the Company does not intend to revise the forecasts announced on February 12, 2016.

In the wake of the Kumamoto Earthquake, we suffered no significant damage to the production of any business. The possible impact on the business performance for the fiscal year under review is now under investigation, and we will disclose any revisions to the forecast of business performance immediately, if needed.

2. Matters Related to Summary Information (Notes)

(1) Changes in Significant Subsidiaries during the First Quarter of Consolidated FY 2016 Not applicable.

(2) Application of Distinctive Accounting Procedures for the Preparation of Quarterly Consolidated Financial Statements

(Determination of tax payment)

In determining tax payment, the effective tax rate after application of tax effect accounting for income before income taxes for the consolidated fiscal year, inclusive of the first quarter of consolidated FY 2016, has been estimated in a rational manner. The tax bill has then been calculated by multiplying the quarterly income before income taxes and adjustments by this estimated effective tax rate.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

	End of consolidated FY 2015 (as of December 31, 2015)	End of Q1 of consolidated FY2016 (as of March 31, 2016)
Assets		
Current assets		
Cash and time deposits	22,068	25,279
Notes and accounts receivable	59,750	58,880
Marketable securities	13,000	12,000
Goods and products	5,579	6,485
Products in progress	11,622	11,912
Raw materials and stored goods	11,219	10,903
Deferred tax assets	1,975	1,949
Other current assets	3,597	4,137
Allowance for doubtful accounts	(238)	(238)
Total current assets	128,575	131,310
Fixed assets		
Tangible fixed assets		
Buildings and structures	50,637	50,339
Accumulated depreciation	(30,927)	(30,966)
Buildings and structures (net)	19,709	19,372
Machinery and transport equipment	69,647	67,167
Accumulated depreciation	(52,554)	(49,972)
Machinery and transport equipment (net)	17,092	17,194
Tools, apparatus and furniture	26,188	24,767
Accumulated depreciation	(22,362)	(21,030)
Tools, apparatus and furniture (net)	3,825	3,736
Land	13,737	13,720
Construction in progress	1,551	2,054
Total tangible fixed assets	55,916	56,078
Intangible fixed assets		<u>·</u>
Goodwill	19,424	18,417
Other	4,233	4,164
Total intangible fixed assets	23,657	22,581
Investments and other assets		·
Investments in securities	23,057	22,626
Assets concerning retirement benefits	204	202
Deferred tax assets	465	522
Other investments and other assets	1,585	1,619
Allowance for doubtful accounts	(82)	(68)
Total investments in securities and other assets	25,231	24,904
Total fixed assets	104,805	103,564
Total assets	233,381	234,875

	End of consolidated FY 2015 (as of December 31, 2015)	(Million ye End of Q1 of consolidated FY2016 (as of March 31, 2016)
Liabilities		
Current liabilities		
Notes and accounts payable	38,643	39,757
Short-term loans payable	5,256	4,230
Current portion of bonds	10,000	10,000
Current portion of long-term loans payable	76	73
Income taxes payable	1,056	2,481
Allowance for product warranty	611	570
Provision for loss on order received	5	_
Other current liabilities	17,349	19,745
Total current liabilities	73,000	76,858
Long-term liabilities		
Allowance for retirement bonus for directors	180	128
Liabilities concerning retirement benefit	7,339	7,506
Deferred tax liabilities	2,093	2,279
Other long-term liabilities	1,842	1,778
Total long-term liabilities	11,456	11,692
Total liabilities	84,456	88,550
Net assets		
Shareholders' equity		
Capital stock	10,000	10,000
Capital surplus	14,237	14,237
Earned surplus	107,487	108,049
Treasury stock	(2,718)	(2,646)
Total shareholders' equity	129,005	129,640
Accumulated other comprehensive income		
Net unrealized gains on securities	2,159	1,799
Deferred gains or losses on hedges	3	1
Translation adjustments	11,597	8,895
Accumulated adjustments concerning retirement benifits	(697)	(813)
Total accumulated other comprehensive income	13,062	9,883
Subscription rights to shares	379	323
Non-controlling interests	6,476	6,476
Total net assets	148,924	146,324
Total liabilities and net assets	233,381	234,875

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

		(Million yen)	
	First three-month period of consolidated FY2015 (Japan: from April 1, 2015 to June 30, 2015 Overseas: from Jan 1, 2015 to June 30, 2015)	Q1 of consolidated FY2016 (From January 1, 2016 to March 31, 2016)	
Net sales	70,629	56,764	
Cost of sales	51,726	41,094	
Gross profit	18,902	15,670	
Selling, general and administrative expenses	13,591	10,035	
Operating income	5,311	5,634	
Non-operating income			
Interest income	99	31	
Dividend income	65	18	
Rent income	33	49	
Equity in earnings of affiliates	702	425	
Other non-operating income	116	63	
Total	1,017	587	
Non-operating expenses			
Interest expenses	52	30	
Foreign exchange losses	620	475	
Other non-operating expenses	11	32	
Total	684	538	
Ordinary income	5,644	5,683	
Extraordinary gains			
Gain on sales of fixed assets	10	27	
Gain on sales of investment securities	1,031	10	
Gain on sales of golf club membership	0	<u> </u>	
Total	1,041	37	
Extraordinary losses			
Loss on disposal of fixed assets	49	37	
Loss on valuation of investment securities		2	
Total	49	39	
Income before income taxes and adjustments	6,637	5,680	
Corporate, resident and business taxes	3,295	2,342	
Net income	3,341	3,337	
Profit/loss attributable to non-controlling interests	(162)	28	
Net income attributable to owners of the parent	3,503	3,309	

Consolidated Statements of Comprehensive Income

		(Million yen)
	First three-month period of consolidated FY2015 (Japan: from April 1, 2015 to June 30, 2015 Overseas: from Jan. 1, 2015 to June 30, 2015)	Q1 of consolidated FY2016 (From January 1, 2016 to March 31, 2016)
Net income	3,341	3,337
Other comprehensive income		
Valuation difference on available-for-sale securities	(461)	(335)
Deferred gains or losses on hedges	0	(1)
Foreign currency translation adjustment	2,293	(2,950)
Adjustments concerning retirement benefits	(449)	(115)
Share of other comprehensive income of associates accounted for using equity method	29	(192)
Total other comprehensive income	1,411	(3,595)
Comprehensive income	4,753	(257)
[Comprehensive income attributable to:]		
Owners of the parent	4,822	130
Non-controlling interests	(68)	(387)

(3) Notes Relating to the Quarterly Consolidated Financial Statements

[Notes Relating to the Going Concern Assumption]

None

[Segment Information]

- I. For the three months ended June 30, 2015 (April 1, 2015 to June 30, 2015)
- 1. Information on Sales and Income (Loss) by Reportable Segment

(Million yen)

		Rep	ortable segme	ents		A 1:	Quarterly consolidated income statement amounts (Note 2)
	Precision equipment	Transport equipment	Aircraft and hydraulic equipment	Industrial equipment	Total	Adjustments (Note 1)	
Net sales							
Sales to external customers	16,865	16,444	16,212	21,106	70,629	_	70,629
Inter-segment sales or transfer	23	51	361	47	482	(482)	_
Total	16,888	16,495	16,573	21,154	71,111	(482)	70,629
Segment income (loss)	2,516	2,681	(658)	770	5,311	_	5,311

- Notes: 1 Adjustments relating to the inter-segment sales or transfer amounted to negative ¥482 million in the elimination of inter-segment transactions.
 - 2 Segment income is adjusted, with operating income stated in the quarterly consolidated income statement.
 - II. For the three months ended March 31, 2016 (January 1, 2016 to March 31, 2016)
 - 1. Information on Sales and Income (Loss) by Reportable Segment

(Million yen)

		Rep	ortable segm	ents		A 11	Quarterly consolidated income statement amounts (Note 2)
	Precision equipment	Transport equipment	Aircraft and hydraulic equipment	Industrial equipment	Total	Adjustments (Note 1)	
Net sales							
Sales to external customers	12,729	14,991	11,453	17,589	56,764	_	56,764
Inter-segment sales or transfer	23	72	365	88	549	(549)	_
Total	12,753	15,063	11,818	17,678	57,314	(549)	56,764
Segment income (loss)	1,752	2,870	(362)	1,373	5,634	_	5,634

Notes: 1 Adjustments relating to the inter-segment sales or transfer amounted to negative ¥549 million in the elimination of inter-segment transactions

² Segment income is adjusted, with operating income stated in the quarterly consolidated income statement.

[Significant Subsequent Events]

(Acquisition of an automatic door sales company)

On April 1, 2016, the Company acquired additional shares in NABCO Systems Co., Ltd. (hereinafter, "NABCO Systems"), an equity-method affiliate, converting it into a consolidated subsidiary.

1. Purpose of the acquisition

NABCO Systems had been one of the Company's equity-method affiliates, and the Company decided to convert it into a consolidated subsidiary by acquiring additional shares in NABCO Systems with the expectation that the acquisition will contribute to the further development of the automatic doors business through reinforced cooperation between the two companies as well as the accelerated movement of unification of value chains on a nationwide scale.

To that end, the Company reached an agreement with Mr. Taizo Yamamura as a major shareholder of NABCO Systems, Taiei Limited Liability Company of which the major shareholder is Mr. Yamamura, and six other companies, to the effect that the NABCO Systems shares would be transferred to the Company.

2. Outline of the subsidiary

(1) Company name	NABCO Systems Co., Ltd.			
(2) Location	22-15, Toranomon 1-chome, Minato-ku, Tokyo			
(3) Representative	Nozomu Yamamura, Representative Director and President			
(4) Business line	Sale, design, construction and maintenance of construction-related products centering on automatic doors			
(5) Capital	300 million yen			
(6) Date of Establishment	November 7, 1957			
(7) Trend of business performance				
Fiscal year-end	January 2015 January 2016			
Net assets	6,303 million yen 6,765 million yen			
Total assets	13,402 million yen 14,355 million yen			

 Outline of the companies from which shares were acquired Mr. Taizo Yamamura, Taiei Limited Liability Company, and six other companies

4. Number of shares acquired, acquisition price, and the status of shares held before and after the acquisition

transor or charge acquired, acquisition price, and the states of charge field before and after the acquisition				
(1) Number of shares held before transfer	223,520 (shares of common stock) (Voting rights ratio: 37.9%)			
(2) Number of shares acquired	283,120 (shares of common stock) (Acquisition price: 3,681 million yen) Out of which, the number of shares acquired from: Mr. Taizo Yamamura: 231,270; Taiei Limited Liability Company: 17,850; and Six other companies: 34,000			
(3) Number of shares held after transfer	506,640 (shares of common stock) (Voting rights ratio: 85.9%)			

- 5. Consideration for the acquisition Funds on hand
- 6. Date of transfer April 1, 2016

4. Other Information

(1) Output and Order Backlog by Business Segment

1) Output

Reportable segments	First three-month perio FY 201 (April 1, 2015 to Ju	5	First three-month period of consolidated FY 2016 (January 1, 2016 to March 31, 2016)		
	Amount (million yen)	% to total	Amount (million yen)	% to total	
Precision equipment	17,347	22.9	13,560	23.2	
Transport equipment	17,467	23.0	15,085	25.8	
Aircraft and hydraulic equipment	16,717	22.0	12,119	20.8	
Industrial equipment	24,318	32.1	17,598	30.2	
Total	75,850	100.0	58,363	100.0	

Note: The consolidated fiscal year ended December 2015 is a transitional period for a change in the accounting period, in which the consolidated operating results covers three months (April 1, 2015 to June 30, 2015) for companies that close their accounts in March, as opposed to six months (January 1, 2015 to June 30, 2015) for companies that close their accounts in December.

2) Order backlog

Reportable segments	As of the end of the first of consolidated (June 30, 2	FY 2015	As of the end of the first three-month period of consolidated FY 2016 (March 31, 2016)		
	Amount (million yen)	% to total	Amount (million yen)	% to total	
Precision equipment	15,702	16.3	13,243	14.9	
Transport equipment	25,050	26.0	24,667	27.8	
Aircraft and hydraulic equipment	30,801	31.9	30,956	34.8	
Industrial equipment	24,943	25.8	20,009	22.5	
Total	96,497	100.0	88,877	100.0	