

Consolidated Financial Statements for the 12-month period Ended March 31st, 2015 (FY2015), Japan GAAP

May 13th, 2015

Company Name



Tokyo Seimitsu Co., Ltd.

Stock Listing: First Section TSE

ACCRETECH

Code number: 7729

(URL: <http://www.accretech.jp/>)

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Date of Shareholders Meeting (planned): June 23th, 2015

Dividend Payment Date (planned): June 24th, 2015

Date of Annual Financial Statement Filing (planned) : June 26th, 2015

Supplementary document for Quarterly Financial Results : Yes

Holding of Financial Results Meeting: Yes (for Analysts, Investors)

(Millions of yen, rounded down)

1. Consolidated Results for Period of FY2015 (April 1st, 2014 – March 31st, 2015)

(1) Consolidated sales and earnings

(Percentage figures represent changes from of previous year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income (Millions of Yen)	
FY2015	66,445	20.2%	12,124	43.2%	12,791	41.8%	8,993	53.5%
FY2014	55,268	8.3%	8,466	12.8%	9,024	14.3%	5,858	46.6%

Note: Comprehensive Income in FY2015: 10,969 million yen (53.0%), in FY2014: 7,168 million yen (51.9%)

	Net Income per Share (Yen)	Net Income per Share (diluted) (Yen)	Return on Net Assets	Ordinary Income on Total Assets	Operating Income Ratio
FY2015	217.97	216.93	13.0%	14.1%	18.2%
FY2014	142.06	141.49	9.7%	11.3%	15.3%

Note: Equity in earnings of affiliated companies in FY2015: - million yen, in FY2014: - million yen

(2) Consolidated financial position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Equity Ratio (%)	Net Assets per Share (yen)
FY2015	98,457	74,371	75.0%	1,787.05
FY2014	82,565	64,668	77.8%	1,557.28

Notes: Equity in FY2015: 73,816 million yen, in FY2014: 64,229 million yen

(3) Consolidated Statements of Cash Flows

	Cash flows from operating activities (Millions of Yen)	Cash flows from investing activities: (Millions of Yen)	Cash flows from financing activities: (Millions of Yen)	Cash and cash equivalents at end of Fiscal Year (Millions of Yen)
FY2015	10,820	-2,958	-1,762	26,775
FY2014	6,434	-1,374	-3,244	20,411

2. Situation of Dividend

	Per Share Dividend in Fiscal Year					Total Dividend (for Year)	Dividend Pay Out Ratio (consolidated)	Dividend on Net Assets (consolidated)
	Q1 End	Q2 End	Q3 End	Q4 End	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
FY2014	-	10.00	-	13.00	23.00	948	16.2	1.6
FY2015	-	22.00	-	33.00	55.00	2,270	25.2	3.3
FY2016 (Projected)	-	26.00	-	26.00	52.00		25.3	

3. Forecast for FY 2016 (April 1st, 2015-March 31st, 2016)

(% figures represent changes from the previous year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income (Millions of Yen)		Net Income per Share (yen)
Interim	35,000	6.9%	6,700	17.6%	6,700	12.2%	4,800	14.1%	116.21
Full Year	66,000	-0.7%	11,800	-2.7%	11,800	-7.8%	8,500	-5.5%	205.78

*** Notes**

(1) Significant changes in subsidiaries during the term under review: No

(2) Changes in accounting principles, estimates and restatements

- 1) Changes due to revision of accounting standards, etc.: Yes
- 2) Changes other than 1): No
- 3) Changes in accounting estimates: No
- 4) Restatement: No

(3) Number of shares outstanding (common shares)

1) Number of shares outstanding at the end of period (including treasury shares):

2) Number of treasury shares at the end of period

3) Average Number of shares outstanding during the period:

FY2015	41,340,681 shares	FY2014	41,278,381 shares
FY2015	34,609 shares	FY2014	33,542 shares
FY2015	41,258,845 shares	FY2014	41,238,949 shares

Reference: Summary of non-consolidated results

Non-Consolidated Results for the Period of FY2015 (April 1st, 2014 - March 31st, 2015)

(1) Non-consolidated sales and earnings (percentage figures represent changes from previous year)

	Net Sales (Millions of Yen)		Operating Income (Millions of Yen)		Ordinary Income (Millions of Yen)		Net Income (Millions of Yen)	
FY2015	54,577	20.8%	8,965	47.5%	10,048	42.6%	7,497	50.0%
FY2014	45,189	10.5%	6,077	24.5%	7,046	12.3%	4,999	37.9%

	Net Income per Share (Yen)	Net Income per Share (diluted) (Yen)
FY2015	181.72	180.86
FY2014	121.22	120.73

(2) Non-consolidated financial position

	Total Assets (Millions of Yen)	Net Assets (Millions of Yen)	Equity Ratio (%)	Net Assets per Share (yen)
FY2015	78,157	57,000	72.4%	1,370.62
FY2014	65,653	49,910	75.5%	1,202.32

Notes : Equity in FY2015: 56,615 million yen; FY2014: 49,589 million yen

*** Cautionary statement with respect to the status of quarterly financial review procedures**

This document is not subject to the review procedures of financial results in accordance with the provisions of the Financial Instruments and Exchange Act. However, at the date and time of issue, the financial review procedure in accordance with the provisions of the Financial Instruments and Exchange Act is not yet completed.

*** Cautionary Statements with Respect to Forward-looking Statements**

All forecasts and other forward-looking statements in this document are based on information currently available to the Company and assumptions that the Company considers reasonable. Various uncertainties could cause actual results to significantly differ from these forecasts. Please refer to Section 1. "Analysis of Business Performance and Financial Position" of supplementary statement.

*** Cautionary Statements with respect to the translation of the document**

This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail. The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.

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1. Analysis of Business Performance and Financial Position

(1) Analysis of Business Performance

(i). Analysis of Business Performance for Fiscal Year 2015

[Overall]

Overall global business conditions in the Fiscal Year 2015 ended March 31st, 2015 can be described in the following way. A gradual economic recovery continues in the USA, accompanied by an improvement in the employment market, a steady housing market, and strong private consumption. European economies, however, are at a standstill generally, and signs of recovery are weak. Economic growth in emerging Asian countries continues to slow, with falling real estate values and a decline in domestic demand in China. In Japan, a gradual recovery trend emerged accompanied by some improvement in corporate income and the labor market, although weak consumer spending was influenced by adjustments in response to the increase in the domestic consumption tax (from 5% to 8%).

Despite the business conditions outlined above, Consolidated Business Performance was improved both in Sales and Profit, underpinned by active investment by our main users both in the Semiconductor Production Equipment and Metrology Equipment segments. Consolidated Orders in the Fiscal Year 2015 (April 1st, 2014 – March 31st, 2015) were ¥70.241 billion (up 21.8% YoY), Sales were ¥66.445 billion (up 20.2% YoY), Operating Income was ¥12.124 billion (up 43.2% YoY), Ordinary Income was ¥12.791 billion (up 41.8% YoY), and Net Income was ¥8.993 billion (up 53.5% YoY).

[Performance by Business Segments]

A. Semiconductor Production Equipment (SPE) Segment

In the SPE business segment, semiconductor manufacturers and electronics component manufacturers have been actively investing in SPE for wide range of memory, logic, sensor and communication devices. Key factors affecting this being, the success of new models of high-end smartphones, the rapid expansion of the smartphone market in to emerging countries, and demand for online storage increasing by spread of “cloud” services and “big data”. As a result, inquiries for our SPE products have generally trended higher YoY, with some downward fluctuations within short term cycles.

As to product segments, Wafer Probing Machines (equipment for the Testing Process), which are our main products, were consistently ordered in Taiwan, Japan and USA. Wafer Dicing Machines and Polish Grinders (equipment for the Assembly Process) were ordered steadily in South-East Asia, Korea and Japan.

As a result, Orders for our SPE segment was ¥43.297 billion (up 29.5% YoY), Sales was ¥40.179 billion (up 28.1% YoY), and Operating Income was ¥6.963 billion (up 87.2% YoY).

B. Metrology Equipment Segment

The automobile industry, which is the major user of our products, has continued to establish world-wide production structures. The machine tools sector continued to recover mainly because of increased foreign demand. Government policies to provide financial support for the investment of domestic small and medium enterprises, has also had a notable consistent positive effect.

In response, the Tokyo Seimitsu Group expanded sales & service subsidiaries overseas and made efforts to penetrate such business opportunities. As a result we continued to gather increasing inquiries for our products, and both Orders and Sales exceeded the historical peak results.

Orders for our Metrology Equipment segment in this Fiscal Year was ¥26.943 billion (up 11.1% YoY), Sales was ¥26.266 billion (up 9.9% YoY) and Operating Income was ¥5.160 billion (up 8.7% YoY).

(ii). Forecasts for Next Fiscal Year

[Overall and Business Segment-based Forecasts]

Looking ahead to the Fiscal Year 2016 (ending March 31st, 2016), the world economic situation generally seems to be slightly recovering, although the European economy continues to be uncertain. Continuous recovering can be expected in the USA and Japan, and China can be expected to continue to develop steadily despite deceleration.

In line with these conditions, we will be engaged in developing advanced technologies and take business opportunities firmly by introducing products which correspond to market needs, reducing costs, and steadily proceeding with market penetration.

Expected Consolidated Business Results for the Fiscal Year 2016 ending March 31st, 2016 are as follows;

	Interim	Full Year
Sales	¥35.0 billion (up 6.9% YoY)	¥66.0 billion (down 0.7% YoY)
SPE	¥22.0 billion (up 7.5% YoY)	¥39.0 billion (down 2.9% YoY)
Metrology	¥13.0 billion (up 5.9% YoY)	¥27.0 billion (up 2.8% YoY)
Operating Income	¥6.7 billion (up 17.6% YoY)	¥11.8 billion (down 2.7% YoY)
Ordinary Income	¥6.7 billion (up 12.2% YoY)	¥11.8 billion (down 7.8% YoY)
Net Income attributable to owners of the parent	¥4.8 billion (up 14.1% YoY)	¥8.5 billion (down 5.5% YoY)

A. Semiconductor Production Equipment (SPE) Segment

The driving force in the Semiconductor market will continue to be Smartphones and their peripheral devices, and it is considered that their technology and market trends will influence capital investments for semiconductor devices and electronic components manufacturers. The demand range is expanding to middle-end and/or a low-end model from high-end ones and their spread of is world-wide. The market demand for equipment for development and production is high-graded and diversified accordingly. In addition, there are potential market fields such as automotive devices and devices for communications infrastructure to meet cloud computing expansion and IoT (Internet Of Things), which is expected to be the next driving force.

Under these business conditions, the Company will maintain its focus on developing customer oriented core products and “integrated units” not only in Wafer Probing Machines, Wafer Dicing Machines and Polish Grinders, but also in CMPs, and Wafer Manufacturing Machines to meet specific needs of customers. The Company will follow investment projects diligently and develop new business opportunities.

B. Metrology Segment

The automobile industry, which is the major user of our Metrology products, has actively planned and executed capital investments mainly overseas such as in South East Asia and North/Middle/South America and this trend is expected to continue. In addition, not only is clear recovery in capital investment in machine tools is in sight but also continuous steady investment in the aeroplane industry is expected.

Given these business conditions, the Company will focus on developing products to meet the demand for higher precision and higher functions, across our full product line-up: in Multipurpose Measuring Instruments such as 3D coordinate measuring machine, surface texture and contour measuring instrument, and roundness and cylindrical profile measuring instruments; and Automatic Measuring Instruments such as machine control gauges and sensors. The Company will focus also on understanding the needs of our main users, keeping track of sales opportunities and expanding personnel, sales & service networks in China, South East Asia, and North/Middle/South America where business demand is expected to grow. The Company will further proceed with launching Optical Measuring Instruments developed as a new product category and take business opportunities to meet customer needs more precisely and target continuing customer satisfaction.

(2) Analysis of Financial Position

(i). Assets, Liabilities and Net Assets

Total Assets as at March 31st, 2015, amounted to ¥98.457 billion, an increase of ¥15.891 billion from the end of FY2014. The major factors behind this increase include an increase in Cash and cash equivalents of ¥6.424 billion, an increase in Notes and accounts receivable (including electronically recorded monetary claims) of ¥2.073 billion, an increase in Work in progress of ¥1.755 billion, an increase in Investment securities of ¥1.674 billion, an increase in Construction process account of ¥922 million and an increase in Net defined benefit assets of ¥699 million.

Total Liabilities increased by ¥6.189 billion, to ¥24.085 billion. This was mainly because of an increase in Notes and accounts payable (including electronically recorded obligations-operating) of ¥2.796 billion, and an increase in Income taxes payable of ¥1.155 billion.

Net Assets increased ¥9.702 billion and totaled ¥74.371 billion. The Equity Ratio decreased 2.8%, to 75.0%.

(ii). Cash Flows

Cash and cash equivalents as at March 31st, 2015 amounted to ¥26.775 billion, an increase of ¥6.363 billion from the end of FY2014. The status of cash flows and factors behind them are given below.

Net cash earned from operating activities was ¥10.820 billion, mainly due to Income before income taxes and minority interests of ¥12.796 billion, an increase in Notes and accounts payable of ¥2.349 billion, Depreciation and amortization of ¥1.837 billion, an increase in Inventories of ¥2.763 billion, an increase in Notes and accounts receivable of ¥1.616 billion and Payment of Income taxes of ¥2.059 billion.

Net cash used in investment activities was ¥2.958 billion, mainly reflected by Purchase of tangible fixed assets of ¥1.525 billion, Payment for loans receivable of ¥759 million, and Payment for purchase of shares of subsidiary company of ¥458 million.

Net cash used in financing activities came to ¥1.762 billion. The major element of this was Payment of dividends of ¥1.443 billion and Repayment of long-term debt of ¥400 million.

Trends in financial indices are shown below.

	FY2013	FY2014	FY2015
Equity ratio (%)	73.3	77.8	75.0
Equity ratio, based on market value (%)	103.5	90.8	115.5
Interest-bearing debt/cash flow ratio	0.6	0.4	0.2
Interest coverage ratio (times)	94.6	118.5	375.2

Equity ratio: Net assets/total assets

Equity ratio based on market value: Total market value of equity/total assets

Interest-bearing dept/cash flow ratio: Interest-bearing debt/Operating cash flows

Interest coverage ratio: Operating cash flows/interest payments

Notes:

1. All indices are calculated on consolidated financial statements.
2. The total market value of equity is calculated by multiplying market price at the end of FY by the number of shares outstanding at the end of FY.
3. "Operating cash flows" refers to cash flows from operating activities as shown in the consolidated cash flow statements.
4. Interest-bearing debts refer to all debts in Consolidated Balance Sheet on which we pay interest. "Interest payments" denotes interest payments as reflected in the consolidated cash flow statements.

(3) Policy for Profit Distribution and Dividends for Fiscal Year 2015 and 2016

Tokyo Seimitsu believes the most important management task for the Company is to enhance its corporate value and constantly distribute profits to shareholders through a business model of providing World's No. 1 products based on state-of-the-art technologies in the SPE market and the Metrology equipment market.

The Company determines distribution of profits contemplating various factors, including its consolidated business results, financial position, investments for business expansion and shareholders' long-term prospects.

For FY 2015, in recognition of continued support from shareholders, Tokyo Seimitsu plans to issue an additional ¥7 per share on top of the forecast ¥26 per share final dividend previously announced on February 12th, 2015. Therefore the Tokyo Seimitsu year end dividend will be ¥33 per share. Consequently, including the interim dividend paid on December 2nd, 2014, dividend payments in the Fiscal Year 2015 will increase by ¥32 YoY to total ¥55 per share.

The Company maintains a core policy regarding the distribution of profits linked to the business performance of the Company and the Company aims to pay stable dividends targeting a consolidated dividend payout ratio of 25%. Also, considering the aim to provide stable and continuous dividend payments, the Company deems to maintain an annual dividend of ¥20 per share regardless of consolidated profits of the Company. However, it is at the discretion of the Board to review this basic policy if the Company experiences losses in two consecutive years.

The Company's normal operating procedure is to pay a dividend twice a year. The shareholders' meeting determines the year-end dividend and the Company's Board of Directors decides the interim dividend.

Retained earnings will be used effectively for the research and development and capital investment that are necessary for growing existing businesses and improving our competitiveness, strength and optimization of production and sales activities, expansion of overseas sales, sophistication of Information security systems, new business development, and M&A investment. Also, since our product lines are greatly impacted by economic fluctuations, the Company considers it important to strengthen our financial position and prepare for possible economic downturns.

The Company's acquisition of its own outstanding stock is one of the returns that supplement its dividends from retained earnings. The Company will analyze its cash flows and retained earnings before undertaking stock acquisition.

Looking ahead to FY 2016, the Company anticipates paying ¥26 per share interim dividend, ¥26 per share year end dividend, totaling ¥52 per share annual dividends.

(4) Business and Other Risks

Risk factors that may affect the Tokyo Seimitsu Group's business results, financial position, cash flows and other performance indicators are described below.

The Group is endeavoring to avert these risks and to reduce potential risks by hedging and diversifying. However, an unforeseen situation may have considerable influence on the Group's business performance.

The Tokyo Seimitsu Group judged the following as risk factors at the end of the period under review, but these do not encompass all risks to which the Group's operations may be exposed.

(i). Fluctuations in market conditions

The Tokyo Seimitsu Group conducts SPE business and Metrology business on a global scale, with the scope of operations including Japan, Europe, USA and Asia. Both of these business areas, as promising sectors in the development of an advanced information society, are expected to continue to grow. However, if the supply-demand balance is disturbed or economic conditions deteriorate in the markets of each business area, the Group's business performance could be adversely affected.

(ii). Exchange rate fluctuations

In principle, the Tokyo Seimitsu Group's overseas sales are made on a Japanese Yen basis. However, transactions are carried out in US dollars with customers in the United States and/or some other regions and customers. In the event of unforeseen exchange rate fluctuations, the Group's business results may be influenced.

(iii). Natural disasters and accidental disasters

In order to minimize damage caused by a possible interruption of production activities, the Tokyo Seimitsu Group regularly conducts disaster prevention inspections and carries out production facility maintenance. Capital investment is also made to secure the safety of the facilities. Nevertheless, a sudden calamity, natural disaster or unforeseen accident could damage production facilities or interrupt operations, greatly impacting the Group's business performance.

(iv). Procurement

It is essential for our production activities to procure high quality materials and services in a timely and proper manner from outside parties. Although the Tokyo Seimitsu Group operates under a multiple source procurement system, the Group's business performance could be impacted due to the shortage of supply or delivery delay because some of the materials can be procured by some limited suppliers or it may become very difficult to change supplier due to the peculiarity. Also, the surge of materials and services' prices from the change of supply-demand could affect the Group's business performance.

(v). Environmental regulation

Several environmental regulations for water or air pollution prevention, industrial waste, energy, global warming and chemical substances in products are applicable to the Tokyo Seimitsu Group in both Japan and overseas. The Group takes several measures in product development and manufacturing in order to reduce the impact to the environment and to comply with the related regulations. However, if these measures do not achieve the expected results or regulations and their enforcement are changed or become stricter, the Group's business performance could be adversely affected with limited production activities and increased costs incurred to comply with regulations.

(vi). Country risk

The Tokyo Seimitsu Group is engaged in business in various parts of the world and is operating at the optimum level within each country's political and legal system. However, unexpected changes in the political system or regulations in each country could have influence on the Group's business performance. Furthermore, terrorist attacks, wars, infectious diseases in counties or regions where the Group operates could have impact on its business results.

(vii). Protection of intellectual property rights

The Tokyo Seimitsu Group's SPE and precision Metrology equipment embody cutting edge technologies. Particular attention is paid to the protection of rights related to these technologies. Specifically, the Group has taken measures to defend its interest with regard to such matters as attribution of patent-related rights and protection of trademarks and brands. However, if a lawsuit or other legal dispute with a third party in Japan or overseas were to arise concerning rights, the Group's business performance could be affected.

(viii). Technological innovation

New technologies are developed on nearly a daily basis in the business areas of the Tokyo Seimitsu Group. To develop state-of-the-art technologies and provide new products are essential in maintaining and strengthening the Group's competitiveness. However, there is no guarantee that the Group's research and development activities will always be successful. A failed in R&D and commercialization effort might impact the Group's business performance.

(ix). Risk related to product quality

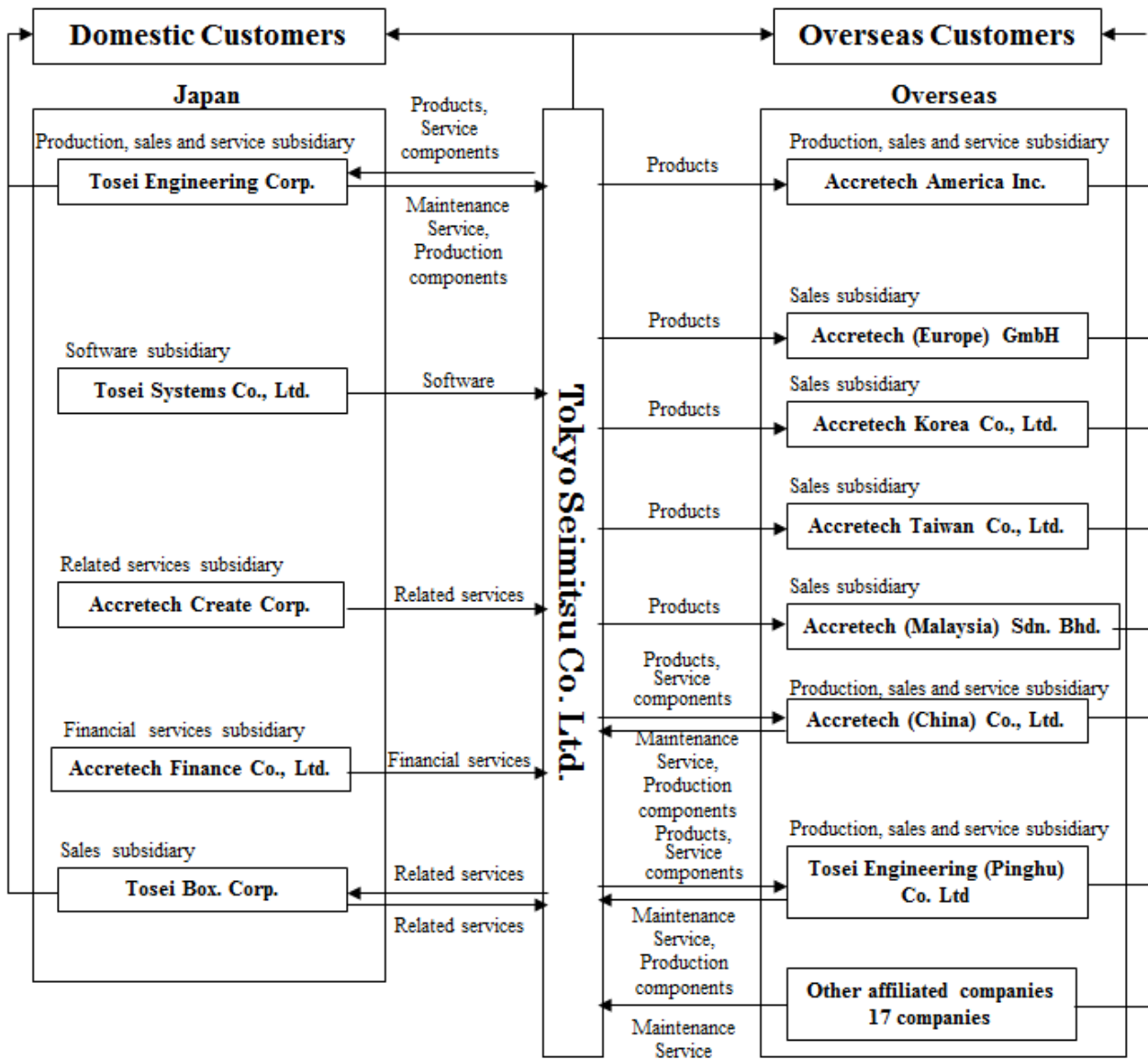
The Tokyo Seimitsu Group prioritizes in improving quality and reliability of both products and service activities. However, if unexpected quality-related failure occurs, the expenditure to resolve such failure might impact the Group's business performance.

(x). Information security

The Tokyo Seimitsu Group possesses the customers' confidential information or personal information, and the Group's confidential information related to technologies, sales and others. The Group pays special attention to these confidential information to prevent the leak of information and falsification. However, it could be possible to have information leak or falsification due to the unforeseen events such as errors, information theft or outside attack. The Group's business performance could be impacted if those unforeseen events occur and the Group incurs liability costs as a result.

2. Tokyo Seimitsu Corporate Group

Group Business Network



3. Management Policy

(1) Core Policy

- (i). As a manufacturer of SPE and precision Metrology instruments, Tokyo Seimitsu Group has consistently focused on developing state-of-the-art products that contribute to improving our customers' productivity and on providing good customer support. While meeting the commitments that are the requirements of a growing company; Occupational Health and Safety, Quality Control, Environmental Sustainability, and employment equity, the Company will contribute to society including customers, shareholders, employees and regional/international society through developing/supplying innovative SPE and Metrology Equipment.
- (ii). Tokyo Seimitsu Group's philosophy is "Growing together with partners and customers by collaborating technology, knowledge and information to create the world's No.1 products.", and the Group has adopted as a corporate motto "Win-Win Relationships Create the World's No. 1 Products." and a corporate brand "ACCRETECH", a combination of the words ACCRETE (grow together) and TECHNOLOGY. The Company Group is striving to establish a structure that is capable of creating world-leading products. To do this, we apply the core technologies we have developed, and build cooperative Win-Win relationships with domestic and overseas companies and individuals that share the common goal of creating the world's best products. Behind all our efforts is the goal of being a truly global company.
- (iii). Tokyo Seimitsu implements an internal company system under which the entire company has been divided into three internal companies – the Semiconductor Company, the Metrology Company and the Administration Company and an executive officer system. These internal companies, as fully functioning organizations with appropriate responsibilities and authority, are positioned to improve the level of customer satisfaction and business performance by responding to each customer more flexibly and promptly.

(2) Key Management Indicators

Tokyo Seimitsu conducts its management in a manner that conforms to the goals of all of its shareholders. We believe that long-term growth in earnings per share and the resulting long-term growth in corporate value are important indicators for management.

(3) Medium- to Long-term Management Strategies and Issues for Tokyo Seimitsu

- (i). Tokyo Seimitsu Group has promoted further quality improvement and product innovation, and established a profitable operational structure. These efforts have obtained reliable results after several years. Tokyo Seimitsu Group will further be engaged in expanding its business by taking advantage of solid company structure.
- (ii). Company management believes that increasing corporate value and sustainable profit distribution remain a key indicator of business success and thorough business growth.
- (iii). Corporate governance and risk management have become increasingly important. Tokyo Seimitsu Group will endeavor to strengthen its corporate governance by maintaining effective internal control systems and a proper compliance management system, thereby ensuring sound and transparent management. In regards to Corporate Social Responsibility (CSR), the Group will focus on increasing corporate value and keep sustainable growth through the approaches to the Safety/Security-filled working environments and Eco-friendly factory and products.
- (iv). The Company Group's overseas sales have exceeded domestic sales. Therefore sales organization has been fully localized in each region, and regional manufacturing such as in China and Thailand has commenced. The Company Groups will further optimize management organization for its global operations through actions such as hiring local management executives, building/enhancing global infrastructure, establishing localized supply chains, and standardizing management information flows to and from Head Office.

4. Selection of Accounting Standards

In consideration of ease of comparing business results over several periods and/or against other enterprises, Tokyo Semitsu plans to continue adopting Japan GAAP accounting conventions for presentation of its Consolidated Financial Statements.

The Company will actively review the adoption of International Financial Reporting Standards (IFRS), in light of changes that may emerge from convergence to Japan GAAP, and revisions to IFRS itself.

5.Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Millions of Yen)

	FY2014 (March 31 st , 2014)	FY2015 (March 31 st , 2015)
ASSETS		
Current Assets		
Cash and cash equivalents	20,439	26,864
Notes and accounts receivable	20,841	22,399
Electronically recorded monetary claims	399	914
Merchandise and finished goods	1,814	2,464
Work in progress	7,776	9,532
Raw materials and supplies	3,099	3,177
Deffered tax assets	1,114	782
Others	468	1,852
Allowance for doubtful accounts	- 89	- 114
Total current assets	55,865	67,873
Fixed Assets		
Tangible fixed assets		
Building and structures	18,843	19,760
Accumulated depreciation	- 8,907	- 9,638
Building and structures(net)	9,936	10,121
Machinery, equipment and vehicles	7,849	8,103
Accumulated depreciation	- 5,829	- 6,209
Machinery, equipment and vehicles (net)	2,019	1,894
Equipment	3,783	4,534
Accumulated depreciation	- 3,207	- 3,409
Equipment(net)	576	1,124
Land	5,547	5,610
Lease assets	18	18
Accumulated depreciation	- 6	- 9
Lease assets (net)	12	9
Construction in process account	676	1,598
Total Tangible Fixed Assets	18,769	20,359
Intangible Fixed Assets		
Goodwill	1,005	577
Others	421	548
Total Intangible Fixed Assets	1,426	1,125
Investments and other assets		
Investment securities	3,870	5,544
Long-term loans	10	56
Net defined benefit assets	2,187	2,886
Differed tax assets	-	155
Others	440	460
Allowance for doubtful accounts	- 5	- 4
Total Investments and other assets	6,503	9,098
Total Fixed Assets	26,699	30,584
Total Assets	82,565	98,457

(Millions of Yen)

	FY2014 (March 31 st , 2014)	FY2015 (March 31 st , 2015)
LIABILITIES		
Current Liabilities		
Notes and accounts payable	9,124	6,131
Electronically recorded obligations-operating	-	5,789
Short-term debt	1,300	1,300
Current portion of long-term debt	400	400
Lease liabilities	3	3
Income taxes payable	1,156	2,312
Deferred tax liabilities	1	-
Bonus reserve	844	990
Reserve for director's bonuses	5	8
Others	2,736	4,784
Total current liabilities	15,571	21,718
Long-term Liabilities		
Long-term debt	800	400
Lease liabilities	9	6
Deferred tax liabilities	103	996
Allowance for director retirement benefits	120	117
Net defined benefit liabilities	1,111	816
Long-term accounts payable	180	29
Total long-term liabilities	2,324	2,367
Total Liabilities	17,896	24,085
NET ASSETS		
Shareholder's Equity		
Common stock	10,238	10,295
Capital surplus	21,255	21,312
Retained earnings	30,776	38,325
Treasury stock	- 111	- 113
Total Shareholder's Equity	62,158	69,820
Accumulated other comprehensive income		
Holding gain or loss in investment	714	1,574
Foreign currency translation adjustment	672	1,347
Remeasurements of defined benefit plans	683	1,073
Total accumulated other comprehensive income	2,071	3,995
Share subscription rights	320	385
Minority interests	118	169
Total Net Assets	64,668	74,371
Total Liabilities and Net Assets	82,565	98,457

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

(Millions of Yen)

	FY2014 (April 1 st , 2013- March 31 st , 2014)	FY2015 (April 1 st , 2014- March 31 st , 2015)
Net Sales	55,268	66,445
Cost of Sales	34,845	40,275
Gross Profit on Sales	20,422	26,169
Selling, general and administrative expenses	11,956	14,044
Operating income (loss)	8,466	12,124
Non-operating income		
Interest	9	20
Dividend income	65	71
Foreign exchange income	366	534
Others	184	99
Total Non-operating income	626	726
Non-operating expenses		
Interest expenses	42	33
Loss on sales and disposal of fixed assets	14	12
Others	11	13
Total Non-operating expenses	68	59
Ordinary income (loss)	9,024	12,791
Extraordinary gains		
Gain on sales of investment securities	72	-
Gain on reversal of share subscription rights	6	9
Total Extraordinary gains	79	9
Extraordinary losses		
Loss on liquidation of subsidiaries	12	-
Loss on valuation of golf club membership	-	4
Total extraordinary losses	12	4
Income (loss) before income taxes and minority interests	9,090	12,796
Income tax and other taxes	1,539	3,190
Adjustment on income tax	1,662	576
Total Income tax and others	3,201	3,767
Income (loss) before minority interests	5,889	9,028
Minority Interests	30	35
Net Income (loss)	5,858	8,993

(Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	FY2014 (April 1 st , 2013- March 31 st , 2014)	FY2015 (April 1 st , 2014- March 31 st , 2015)
Income (Loss) before minority interests	5,889	9,028
Accumulated other comprehensive income		
Holding gain or loss in investment	604	859
Foreign currency translation adjustment	674	691
Remeasurements of defined benefit plans	-	389
Total accumulated other comprehensive income	1,278	1,940
Comprehensive Income	7,168	10,969
(breakdown)		
Comprehensive income attributable to owners of the parent	7,126	10,917
Comprehensive income attributable to minority interests	41	51

(3) Consolidated Statements of Changes in Net Assets

FY 2014 (April 1st, 2013 – March 31st, 2014)

(Millions of Yen)

	Shareholder's equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total Shareholder's equity
Balance as of previous fiscal year	10,216	21,234	25,609	- 108	56,951
Changes during the fiscal year					
Issue of new shares	21	21			43
Cash dividends paid			- 742		- 742
Net income(loss)			5,858		5,858
Purchases of treasury stock				- 2	- 2
Change in scope of consolidation			49		49
Changes of items other than shareholders' equity(net)					
Total changes during the fiscal year	21	21	5,166	- 2	5,206
Balance as of end of the fiscal year	10,238	21,255	30,776	- 111	62,158

	Accumulated other comprehensive income				Share Subscription Rights	Minority Interests	Total Net Assets
	Holding gain or loss in investment	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance as of previous fiscal year	109	7	-	117	234	-	57,304
Changes during the fiscal year							
Issue of new shares							43
Cash dividends paid							- 742
Net income(loss)							5,858
Purchases of treasury stock							- 2
Change in scope of consolidation							49
Changes of items other than Shareholders' equity(net)	604	664	683	1,953	86	118	2,157
Total changes during the fiscal year	604	664	683	1,953	86	118	7,364
Balance as of end of the fiscal year	714	672	683	2,071	320	118	64,668

FY 2015 (April 1st, 2014 – March 31st, 2015)

(Millions of Yen)

	Shareholder's equity				
	Common stock	Capital surplus	Retained earnings	Treasury stock	Total Shareholder's equity
Balance as of previous fiscal year	10,238	21,255	30,776	- 111	62,158
Changes during the fiscal year					
Issue of new shares	57	57			114
Cash dividends paid			- 1,443		- 1,443
Net income(loss)			8,993		8,993
Purchases of treasury stock				- 2	- 2
Changes of items other than shareholders' equity(net)					
Total changes during the fiscal year	57	57	7,549	- 2	7,661
Balance as of end of the fiscal year	10,295	21,312	38,325	- 113	69,820

	Accumulated other comprehensive income				Share Subscription Rights	Minority Interests	Total Net Assets
	Holding gain or loss in investment	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance as of previous fiscal year	714	672	683	2,071	320	118	64,668
Changes during the fiscal year							
Issue of new shares							114
Cash dividends paid							- 1,443
Net income(loss)							8,993
Purchases of treasury stock							- 2
Changes of items other than Shareholders' equity(net)	859	674	389	1,924	64	51	2,041
Total changes during the fiscal year	859	674	389	1,924	64	51	9,702
Balance as of end of the fiscal year	1,574	1,347	1,073	3,995	385	169	74,371

(4) Consolidated Statements of Cash Flows

(Millions of Yen)

	FY2014 (April 1 st , 2013- March 31 st , 2014)	FY2015 (April 1 st , 2014 - March 31 st 2015)
Cash flows from operating activities:		
Income(loss) before income taxes and minority interests	9,090	12,796
Depreciation and amortization	1,830	1,837
Amotization of goodwill	427	427
Stock related expense	99	102
Change in allowance for employee retirement benefits (-:decrease)	- 229	- 237
Change in allowance for director retirement benefits (-:decrease)	6	- 3
Change in allowance for doubtful accounts (-:decrease)	- 107	21
Interest and dividend income	- 75	- 91
Interest expense	42	33
Loss on sales of investment securities (-:income)	- 72	-
Change in trade notes and accounts receivable (-: increase)	- 4,182	- 1,616
Change in inventories (-: increase)	1,329	- 2,763
Change in trade notes and accounts payable(-:decrease)	- 691	2,349
Others	- 218	- 30
Subtotal	7,249	12,824
Proceeds from interest and dividend income	75	89
Payment of interest	- 61	- 34
Payment/Refund of income taxes (-: payment)	- 828	- 2,059
Net cash provided by (used in) operating activities	6,434	10,820
Cash flows from investing activities:		
Payment for time deposits	- 38	- 98
Proceeds from time deposits	117	38
Payment for purchase of tangible fixed assets	- 1,607	- 1,525
Proceeds from sales of tangible fixed assets	0	17
Payment for purchase of intangible fixed assets	- 64	- 138
Payment for purchase of investment securities	- 470	- 3
Proceeds from sales of investment securities	702	0
Payment for purchase of shares of subsidiary company	- 27	- 458
Payment for purchase of investments in capital of subsidiaries	-	- 43
Payment for loans receivable	- 1	- 759
Proceeds from collection of loans receivable	15	13
Net cash provided by (used in) investing activities	- 1,374	- 2,958
Cash flows from financing activities:		
Repayment of long-term debt	- 2,500	- 400
Repayment of lease liability	- 36	- 3
Proceeds from exercise of stock options	36	86
Dividend payments	- 742	- 1,443
Others	- 2	- 2
Net cash provided by (used in) financing activities	- 3,244	- 1,762
Effect of exchange rate changes on cash and cash equivalents	292	265
Net increase/decrease in cash and cash equivalents (-: decrease)	2,107	6,363
Cash and cash equivalents at beginning of year	18,147	20,411
Net increase/decrease in cash and cash equivalents by change in consolidated subsidiaries (-: decrease)	157	-
Cash and cash equivalents at end of year	20,411	26,775

(5) Notes

(Note on Assumptions for Going Concern)

Not applicable.

(Changes in accounting principles, estimates and restatements)

Change in accounting principles

The Company applied paragraph 35 of "Accounting Standard for Retirement Benefits" (ASBJ Statement No.26, May 17th, 2012) and paragraph 67 of "Guidance on Accounting Standard for Retirement Benefits" (ASBJ Guidance No.25, March 26th, 2015) from the 1st quarter of FY2015.

As a result, there is no impact to Net defined benefit assets, Net defined benefit liabilities or Retained earnings as at the beginning of FY2015. In addition, there is no impact to Operating income, Ordinary income, or Income before income taxes and minority interests for FY2015.

(Segment Information)

(i). Overview of reportable segments

The reportable segments of the Company and consolidated subsidiaries are the business segments for which separate financial information can be obtained and are at the level where the Company's board of directors conducts periodic reviews leading to the allocation of resources and evaluation of business performance.

The Company consists of internal companies known as the Semiconductor Company and the Metrology Company, and each company's products and services are managed under comprehensive strategies inside and outside of Japan.

Therefore, the Company defines "SPE" and "Metrology Equipment" as reportable segments based on the intercompany system and their outputs.

The "SPE" consists of manufacturing and sales of Assembly and Testing equipment to be applied to Semiconductor Manufacturing Processes and the "Metrology Equipment" consists of manufacturing and sales of precision measurement equipment such as 3D coordinate measuring machines, surface texture and contour measuring instruments.

(ii). Method of calculation of sales, profit/loss, assets/liabilities and/or others in reportable segments

The method of calculating segment results is mostly the same as applied to the consolidated financial statements. Therefore, segment profit is based on consolidated operating income. Corporate assets are not allotted to each segment.

(iii). Net sales, profit/loss assets/liabilities and/or others in reportable segments

FY 2014 (April 1st, 2013 – March 31st, 2014)

(Millions of yen)

	Reportable Segments			Adjustment *1	Consolidated Total *2
	SPE	Metrology Equipment	Total		
Sales					
Sales to third party:	31,360	23,908	55,268	-	55,268
Intersegment sales to transfer	-	-	-	-	-
Total	31,360	23,908	55,268	-	55,268
Segment Profit	3,720	4,745	8,466	-	8,466
Segment Assets	46,476	35,516	81,993	572	82,565
Others					
- Depreciation and amortization	1,304	525	1,830	-	1,830
- Amortization of goodwill	140	287	427	-	427
- Increase in tangible / intangible Fixed assets	874	929	1,803	-	1,803

FY 2015 (April 1st, 2014 – March 31st, 2015)

(Millions of yen)

	Reportable Segments			Adjustment *1	Consolidated Total *2
	SPE	Metrology Equipment	Total		
Sales					
Sales to third party:	40,179	26,266	66,445	-	66,445
Intersegment sales to transfer	-	-	-	-	-
Total	40,179	26,266	66,445	-	66,445
Segment Profit	6,963	5,160	12,124	-	12,124
Segment Assets	57,835	40,028	97,863	593	98,457
Others					
- Depreciation and amortization	1,238	599	1,837	-	1,837
- Amortization of goodwill	133	294	427	-	427
- Increase in tangible / intangible Fixed assets	2,459	789	3,249	-	3,249

Notes *1: Adjustment for corporate assets which are not allotted to the segments such as long-term investments (other investment securities).

*2: Segment profit is same amount as operating income stated in the Consolidated Financial Statements.

(Per Share Information)

FY 2014 (April 1 st , 2013 - March 31 st , 2014)			FY 2015 (April 1 st , 2014 - March 31 st , 2015)		
Net assets per share	1,557.28	yen	Net assets per share	1,787.05	yen
Earnings per share	142.06	yen	Earnings per share	217.97	yen
Diluted earnings per share	141.49	yen	Diluted earnings per share	216.93	yen

Notes 1: Bases for calculation of net assets per share are as follows.

Item	FY 2014 (March 31 st , 2014)	FY 2015 (March 31 st , 2015)
Total net assets in consolidated balance sheet (millions of yen)	64,668	74,371
Amounts to be deducted from total net assets (millions of yen)	439	555
(Share subscription rights (millions of yen))	(320)	(385)
(Minority Interests(millions of yen))	(118)	(169)
Net assets related to common stock as at the end of Fiscal Year (millions of yen)	64,229	73,816
Number of outstanding shares that are bases for calculation of net assets per share as at the end of Fiscal Year (thousands of shares)	41,244	41,306

Notes 2: Bases for calculation of earnings per share and diluted earnings per share are as follows.

Item	FY 2014 (April 1 st , 2013 - March 31 st , 2014)	FY 2015 (April 1 st , 2014 - March 31 st , 2015)
Earnings per Share		
Net income (loss) in consolidated statement of income (millions of yen)	5,858	8,993
Amount not attributed to common shareholders (millions of yen)	-	-
Net income (loss) related to common stock (millions of yen)	5,858	8,993
Average number of shares of common stock during the fiscal year (thousands of shares)	41,238	41,258
Diluted earnings per share		
Details of adjusted net income (millions of yen)	-	-
Increase in common stock share subscription rights (thousands of shares)	167	197
Shares excluded from the calculation of diluted earnings per share due to the lack of dilutive effects	Share Subscription rights (Stock Option Type)(units) The 6 th 46 The 10 th 685	Share Subscription rights (Stock Option Type)(units) The 10 th 685 The 11 th 713

(Significant subsequent events)

Not applicable.

6. Additional information

(1) Production, Orders and Sales

(i). Actual Production (Millions of yen)

Reportable Segment	FY2014 (April 1 st , 2013 - March 31 st , 2014)		FY2015 (April 1 st , 2014 - March 31 st , 2015)	
	SPE	27,249		38,071
Metrology Equipment	22,617		25,370	
Total	49,866		63,441	

Note: The above production results are based on the sales prices (exclusive of consumption tax).

(ii). Actual Orders (Millions of yen)

Reportable Segment	FY2014 (April 1 st , 2013 - March 31 st , 2014)		FY2015 (April 1 st , 2014 - March 31 st , 2015)	
	Orders received	Order backlog	Orders received	Order backlog
SPE	33,434	9,349	43,297	12,467
Metrology Equipment	24,257	5,516	26,943	6,194
Total	57,692	14,866	70,241	18,662

Note: The above amounts are exclusive of consumption tax.

(iii). Actual Sales (Millions of yen)

Reportable Segment	FY2014 (April 1 st , 2013 - March 31 st , 2014)		FY2015 (April 1 st , 2014 - March 31 st , 2015)	
	SPE	31,360		40,179
Metrology Equipment	23,908		26,266	
Total	55,268		66,445	

Note: The above amounts are exclusive of consumption tax.

(2) Executive Changes (Effective date (planned): June 23th, 2015)

(i). Candidate for Director

Corporate Director: Takahiro Hokida
(Current Position: Senior Executive Officer of Tokyo Seimitsu Co., Ltd.
Semiconductor Company)

Corporate Director (External): Shozo Saito
(Current Position: Senior Adviser of Toshiba Corporation)
A candidate of External corporate director

(ii). Retiring Director

Corporate Director: Kazuo Fujimori
(Current Position: Director of Tokyo Seimitsu Co., Ltd.)
Will be assigned as corporate adviser

(iii). Candidate for Auditor

Corporate Auditor (External): Yoshiro Hayashi
(Current Position: Advisor of Primearth EV Energy Co., Ltd.)
A candidate of External corporate auditor

(iv). Retiring Auditor

Corporate Auditor (External): Yoshihiro Yoshimura
(Current Position: External corporate auditor)

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