

Summary of Consolidated Financial Results
For the Three Months Ended June 30, 2015 (Based on Japanese GAAP)

July 31, 2015

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 Preparation of supplementary material for quarterly financial statements: None
 Briefing session for quarterly financial statements: None

(Amounts are rounded down to the nearest one million yen)

1. Consolidated Financial Results for the Three Months Ended June 30, 2015 (from April 1, 2015 to June 30, 2015)

(1) Consolidated Results of Operations (Percentages are year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended June 30, 2015	4,965	(0.2)	283	57.1	294	26.9	185	28.7
Three months ended June 30, 2014	4,975	(2.7)	180	(31.7)	231	(22.8)	143	(21.5)

Note: Comprehensive income

Three months ended June 30, 2015: 188 million yen (down 4.5%) Three months ended June 30, 2014: 197 million yen (down 14.4%)

	Net income per share		Diluted net income per share	
	Yen		Yen	
Three months ended June 30, 2015	6.89		—	
Three months ended June 30, 2014	5.36		—	

(2) Consolidated Financial Position

	Total assets		Net assets		Capital adequacy ratio	
	Million yen		Million yen		%	
As of June 30, 2015	22,439		16,052		70.0	
As of March 31, 2015	22,963		16,106		68.5	

(Reference) Equity capital: As of June 30, 2015: 15,715 million yen As of March 31, 2015: 15,721 million yen

2. Cash Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year end	Total
Year ended March 31, 2015	—	0.00	—	9.00	9.00
Year ending March 31, 2016	—	0.00			
Year ending March 31, 2016 (forecast)				9.00	9.00

Note: Revision of the dividend forecast announced most recently: None

3. Consolidated Business Forecasts for Year Ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

(Percentages are year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Six months ending September 30, 2015	10,000	1.8	500	36.3	520	4.7	340	1.5	12.66
Full year	20,000	5.1	950	47.1	1,000	15.7	600	5.6	22.34

Note: Revision of the business forecasts announced most recently: None

※ Notes

- (1) Significant changes in subsidiaries during the first three months of fiscal year 2015
(Change in specified subsidiaries resulting in change of scope of consolidation): None
- (2) Application of accounting method unique to preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policy and accounting estimates and restatement
- (i) Changes in accounting policy due to any revision of accounting standards: Yes
 - (ii) Changes in accounting policy other than (i) above: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement: None

(3) Number of outstanding shares (common shares)

(i) Number of outstanding shares at period end (including treasury stock)	As of June 30, 2015	29,748,200 shares	As of March 31, 2015	29,748,200 shares
(ii) Number of treasury stock at period end	As of June 30, 2015	2,894,948 shares	As of March 31, 2015	2,893,848 shares
(iii) Average number of shares during period (from the beginning of fiscal year to period end)	As of June 30, 2015	26,853,877 shares	As of June 30, 2014	26,858,361 shares

※ Implementation of quarterly review procedure:

This summary is not subject to quarterly review procedure under the Financial Instruments and Exchange Law. At the time of this document's release, review of the quarterly financial statements under the Financial Instruments and Exchange Law had not been completed.

※ Explanation on appropriate use of business forecasts, and other special notes:

Business forecasts and other forward-looking statements contained in this report and supplementary materials are based on information currently available to the Company and on certain assumptions deemed as rational, and are not intended to guarantee the achievements by the Company. Actual results may differ significantly from such forecasts due to various factors. For preconditions used for business forecasts and notes in using such forecasts, please refer to "(3) Qualitative information regarding consolidated business forecasts" in "1. Qualitative Information Regarding the Results for the First Three Months of Fiscal Year 2015" on page 3 of the Appendix.

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1. Qualitative Information Regarding the Results for the First Three Months of Fiscal Year 2015

(1) Qualitative information regarding consolidated operating results

During the first three months of fiscal year 2015, the Japanese economy continued modest recovery trend due to improved corporate earnings, employment and income by government growth strategy and monetary policy. However there are concerns that global downturn in the economy as a fear of Chinese economy and protracted liability risk of Greece.

The sugar refining industry has continued tough situation by a penetration of sweetened preparation, isomerized sugar and other sweetener.

Under these environments, for our main products, sugar, we focused on greater customer satisfaction to ensure on stable and constant supply and quality control. Also for the Functional Materials Business, we worked on strict quality control and value added proposals as sales activity.

As a result, consolidated net sales for the first three months of fiscal year 2015, decreased 0.2 % year on year to 4,965 million yen, operating income increased 57.1% year on year to 283 million yen, ordinary income increased 27.0% year on year to 294 million yen, net income increased 28.7% year on year to 185 million yen.

Operating results of each segment is as follows:

① Sugar Business

Regarding the Sugar Business, sluggish movement mainly on liquid sugar and granulated sugar caused sales volume down, we worked on effective purchase of raw sugar and reduced operating expenses of sales.

As a result, consolidated net sales decreased 4.0% year on year to 3,047 million yen. Operating income increased 18.0% year on year to 317 million yen.

② Functional Materials Business

Regarding Functional Materials Business, Inulin sales decreased due to failed to attract sales volume for major users although number of new users increased. For UNITEC Foods Co.,Ltd., a consolidated subsidiary, increased sales year on year due to the sales expansion of main products, collagens and pectin, for big users.

As a result, consolidated net sales increased 7.2% year on year to 1,769 million yen. Operating income was 25 million yen (previous fiscal year operating loss was 40 million yen).

③ Real Estate Business

Regarding the Real Estate Business, the sales revenue decreased 0.8% year on year to 148 million yen and the operating income decreased 1.7% to 130 million yen. It continuously contributed stable revenue although maintenance and operation cost has been increased.

(2) Qualitative information regarding consolidated financial position

Total assets as of June 30, 2015 decreased by 2.3% compared to the end of the previous year to 22,439 million yen.

The change situation of financial position of the first nine months of fiscal year 2015 is as follows:

① Assets

Current assets decreased by 5.3% compared to the end of the previous fiscal year to 8,341 million yen. This was mainly due to decrease of inventories.

Fixed assets, decreased by 0.4% compared to the end of the previous fiscal year to 14,098 million yen. This was mainly due to decrease of Machinery, equipment and vehicles which is under Noncurrent assets and so on.

② Liabilities

Current liabilities decreased by 11.7% compared to the end of the previous fiscal year to 3,500 million yen. This was mainly due to decrease of accounts payable-trade.

Non-current liabilities decreased by 0.2% compared to the end of the previous fiscal year to 2,887 million yen. This was mainly due to decrease of Provision for director's retirement benefits and so on.

③ Net assets

Net assets decreased by 0.3% compared to the end of the previous fiscal year to 16,052 million yen. This was mainly due to an increase of retained earnings by an increase of valuation difference on available-for-sales securities and net income was recorded although a decrease of retained earnings owing to payment of dividend.

(3) Qualitative information regarding consolidated business forecasts

Business is proceeding largely in line with plans during the first three months of fiscal year 2015, and there are no changes to the consolidated six months ending 30, September and full-year forecasts issued on April 30, 2015.

The forecasted financial results described in based on information available at the time of announcement. Actual results may differ from such forecasts due to various factors.

2. Matters Regarding Summary Information (Notes)

(1) Significant changes in subsidiaries during the first three months of fiscal year 2015

None

(2) Application of accounting method unique to preparation of quarterly consolidated financial statements

None

(3) Changes in accounting policy and accounting estimates and restatement

(Changes in accounting policy)

Effective from the fiscal year under review, the Company has applied the "Accounting Standards for Business Combinations" (Accounting Standards Board of Japan ("ASBJ") Statement No.21, September 13, 2013), the "Accounting Standard for Consolidated Financial Statements" (Accounting Standards Board of Japan ("ASBJ") Statement No.22, September 13, 2013) and the "Accounting Standard for Business Divestitures" (Accounting Standards Board of Japan ("ASBJ") Statement No.7, September 13, 2013) from the first quarter of the current fiscal year. As a result, the presentation method for net income was changed, and minority interests were changed to non-controlling interests. To reflect these changes, the Company has reclassified its quarterly and full-year consolidated financial statements for the first quarter of the previous fiscal year and the previous fiscal year.

3. Quarterly consolidated Financial Statements

(1) Quarterly consolidated balance sheets

(Thousand yen)

	Fiscal 2014 (As of March 31,2015)	First quarter of Fiscal 2015 (As of June 30,2015)
Assets		
Current assets		
Cash and deposits	1,815,136	1,640,256
Notes and accounts receivable-trade	2,396,935	2,506,936
Short-term investment securities	378,313	377,314
Merchandise and finished goods	1,508,955	1,494,741
Work in process	431,339	398,300
Raw materials and supplies	1,072,632	715,341
Other	1,204,313	1,213,617
Allowance for doubtful accounts	(3,393)	(4,631)
Total current assets	8,804,233	8,341,878
Noncurrent assets		
Property, plant and equipment		
Buildings and structures, net	1,036,414	1,010,241
Machinery, equipment and vehicles, net	1,695,551	1,608,781
Land	2,048,834	2,048,834
Other, net	97,462	101,751
Total property ,plant and equipment	4,878,263	4,769,609
Intangible assets		
Goodwill	577,809	550,812
Other	87,228	82,847
Total intangible assets	665,037	633,659
Investments and other assets		
Investment securities	6,383,613	6,439,003
Long-term loans receivable from subsidiaries and affiliates	2,009,124	2,031,270
Other	273,976	275,124
Allowance for doubtful accounts	(50,589)	(50,618)
Total investments and other assets	8,616,124	8,694,778
Total noncurrent assets	14,159,425	14,098,047
Total assets	22,963,658	22,439,925

(Thousand yen)

	Fiscal 2014 (As of March 31,2015)	First quarter of Fiscal 2015 (As of June 30,2015)
Liabilities		
Current liabilities		
Accounts payable-trade	1,324,447	937,765
Short-term loans payable	1,360,947	1,427,229
Income taxes payable	209,316	100,115
Provision for bonuses	99,733	51,335
Other	969,359	983,860
Total current liabilities	3,963,805	3,500,306
Noncurrent liabilities		
Long-term loans payable	1,466,481	1,452,674
Provision for director's retirement benefits	183,039	154,137
Net defined benefit liability	6,018	704
Asset retirement obligations	64,051	64,210
Other	1,174,119	1,215,333
Total noncurrent liabilities	2,893,710	2,887,059
Total liabilities	6,857,515	6,387,365
Net assets		
Shareholders' equity		
Capital stock	1,524,460	1,524,460
Capital surplus	2,530,171	2,530,171
Retained earnings	10,391,064	10,334,465
Treasury stock	(716,247)	(716,659)
Total shareholders' equity	13,729,448	13,672,437
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,827,960	1,888,697
Foreign currency translation adjustment	152,501	142,741
Remeasurements of defined benefit plans	11,803	12,024
Total accumulated other comprehensive income	1,992,264	2,043,464
Non-controlling interests	384,430	336,658
Total net assets	16,106,143	16,052,559
Total liabilities and net assets	22,963,658	22,439,925

(2) Quarterly consolidated statements of income and quarterly consolidated statements of comprehensive income
Quarterly consolidated statements of income
First three months of fiscal year 2014 and 2015

(Thousand yen)

	First three months of fiscal year 2014 (From April 1,2014 to June 30,2014)	First three months of fiscal year 2015 (From April 1,2015 to June 30,2015)
Net sales	4,975,769	4,965,618
Cost of sales	3,984,747	3,850,543
Gross profit	991,021	1,115,075
Selling, general and administrative expenses	810,441	831,306
Operating income	180,579	283,768
Non-operating income		
Interest income	10,858	10,351
Dividends income	27,304	28,161
Equity in earnings of affiliates	18,169	-
Other	11,658	7,623
Total non-operating income	67,991	46,136
Non-operating expenses		
Interest expenses	8,774	9,199
Foreign exchange losses	7,336	9,967
Equity in losses of affiliates	-	15,936
Other	818	739
Total non-operating expenses	16,929	35,842
Ordinary income	231,641	294,063
Extraordinary losses		
Loss on retirement of noncurrent assets	125	-
Loss on valuation of investment securities	12,443	-
Total extraordinary loss	12,569	-
Income before income taxes	219,072	294,063
Income taxes-current	75,086	108,314
Income taxes-deferred	39,377	40,446
Total income taxes	114,463	148,760
Net income	104,608	145,302
Loss attributable to non-controlling interests	(39,209)	(39,786)
Profit attributable to owners of parent	143,818	185,089

Quarterly consolidated statements of comprehensive income
 First three months of fiscal year 2014 and 2015

(Thousand yen)

	First three months of fiscal year 2014 (From April 1, 2014 to June 30, 2014)	First three months of fiscal year 2015 (From April 1, 2015 to June 30, 2015)
Net Income	104,608	145,302
Other comprehensive income		
Valuation difference on available - for - sale securities	101,673	60,737
Foreign currency translation adjustment	(10,328)	(17,744)
Remeasurements of defined benefit plans	1,020	221
Share of associates accounted for using equity method	437	-
Total other comprehensive income	92,802	43,214
Comprehensive income	197,410	188,517
Comprehensive income attributable to:		
Owners of the parent	241,268	236,289
Non-controlling interests	(43,857)	(47,771)

(3) Notes on consolidated financial statements

(Notes on assumptions of a going concern)

None

(Note on occurrence of significant changes to shareholder's equity)

None

(Segment information)

I First three months of Fiscal 2014 (From April 1, 2014 to June 30, 2014)

1. Information on net sales, income/loss by each reportable segment

(Thousand yen)

	Reportable Segment				Adjustments ※1	Amount recorded in quarterly consolidated income statements ※2
	Sugar Business	Functional Materials Business	Real Estate Business	Total		
Net sales						
Net sales to third-party customers	3,175,347	1,650,710	149,710	4,975,769	—	4,975,769
Intersegment net sales and transfer	—	—	413	413	(413)	—
Total	3,175,347	1,650,710	150,124	4,976,182	(413)	4,975,769
Segment profit (loss)	268,868	(40,582)	133,032	361,319	(180,739)	180,579

Notes: 1 Adjustment for segment income of (180,739) thousand yen is general and administrative expenses of administrative department and research and development department which do not belong to the report segment.

2 Segment incomes are adjusted against the operating income recorded in the consolidated income statement.

II First three months of Fiscal 2015 (From April 1, 2015 to June 30, 2015)

1. Information on net sales, income/loss by each reportable segment

(Thousand yen)

	Reportable Segment				Adjustments ※1	Amount recorded in consolidated income statements ※2
	Sugar Business	Functional Materials Business	Real Estate Business	Total		
Net sales						
Net sales to third-party customers	3,047,917	1,769,180	148,520	4,965,618	—	4,965,618
Intersegment net sales and transfer	—	—	413	413	(413)	—
Total	3,047,917	1,769,180	148,934	4,966,032	(413)	4,965,618
Segment profit	317,395	25,247	130,795	473,438	(189,670)	283,768

Notes: 1 Adjustment for segment income of (189,670) thousand yen is general and administrative expenses of administrative department and research and development department which do not belong to the report segment.

2 Segment incomes are adjusted against the operating income recorded in the consolidated income statement.