



Business Results for Fiscal Year 2015 ended March 31, 2016

May 10, 2016

This is a summary in English from the original material in Japanese.
In case of any discrepancy between the translation and the
Japanese original, the latter shall prevail.



UKC Holdings Corporation





Consolidated Results for Fiscal Year 2015 ended March 31, 2016

Business Segment



Business Segment		Major Products and Services	Major Market / Customer
Semiconductors / Electronic components business	Semiconductors	Image sensors, memory, microcomputers, system LSI, power, and other semiconductors	Electronics manufacturer
	Electronic components	LCD panels, batteries, optical pick-ups, Anisotropic Conductive Film (ACF)*, circuit boards, touch panels, composite parts, and other practical electronic components	
	EMS	Electronic Manufacturing Services	
	Environmental products	LED lighting, Solar Panel, DDS (Dust Detection System) Business*	Shop, Factory, Office Mega-solar, Home builder
Electronic equipment business	Electronic equipment	Various VTRs, cameras, video printers, and audio-visual related equipment	Broadcast station, Production, Enterprise, Education, Medical, Semiconductor production equipment manufacturer, System Integrator
	Recording media	Magnetic tapes, optical disks, and data memory disks	
	Products	System products that combine electronic equipment, and security-related products	
	Other	Electronic equipment repairs, audio-visual devices rentals, and educational software	
System equipment business	Contactless IC card terminal equipment	Contactless IC card (FeliCa, NFC) R/W module, electronic payment terminal, and access control terminal	e-Money industry, Digital signage industry, PC / Tablet manufacturer
	Other	Reliability assessment services and environmental material analysis services	Semiconductor / component manufacturer, Solar cell

*DDS business consists of developing, designing, manufacturing, and selling equipment incorporating sensors that monitor energy loss resulting from dust on and temperature rise of solar panels, and data providing service on power generation efficiency.



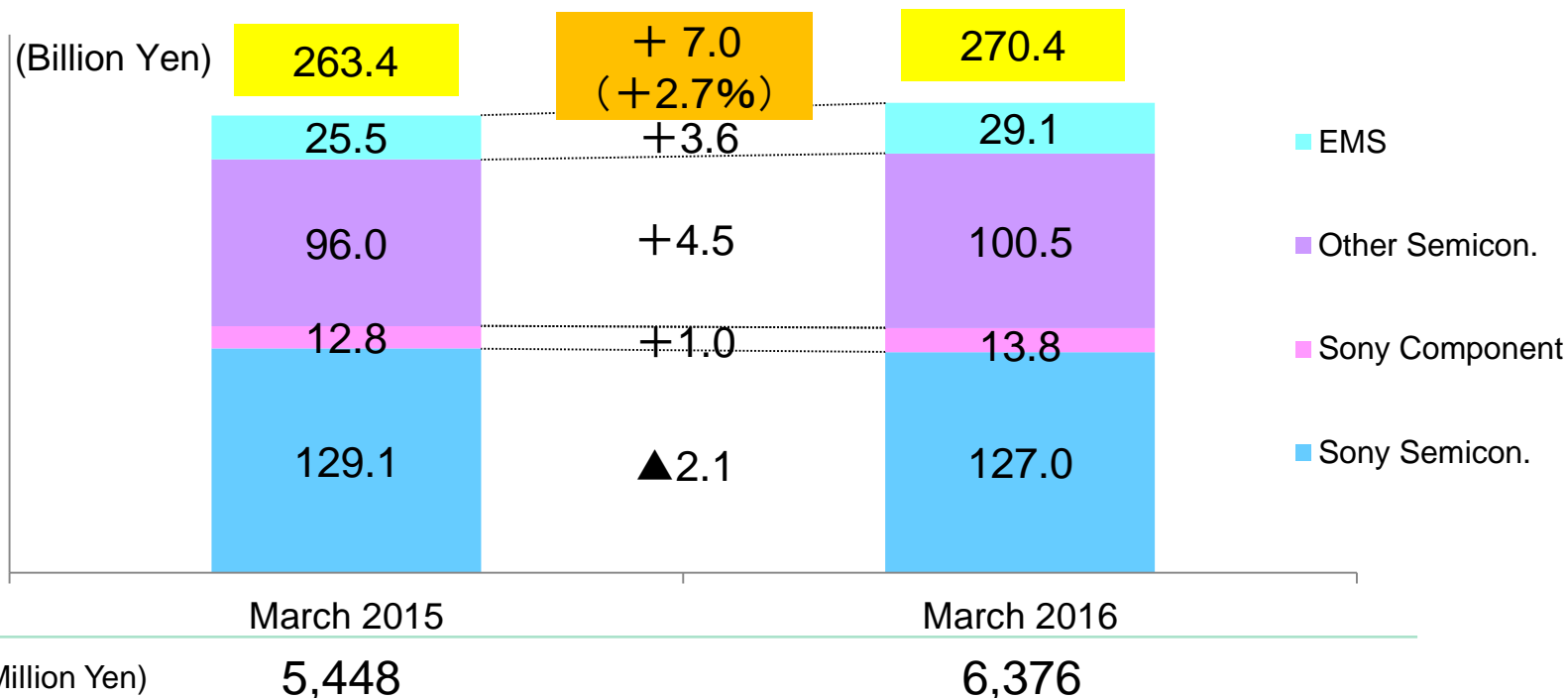
Consolidated Results for Fiscal Year 2015 - Overview



(Million Yen)	Fiscal 2014		Fiscal 2015 Forecast (May 8, 2015)		Fiscal 2015 Actual		YoY		vs. Forecast	
	Amount	%	Amount	%	Amount	%	Amount Change	% Change	Amount Change	% Change
Net Sales	280,672	100.0%	300,000	100.0%	288,684	100.0%	+8,011	+2.9%	▲11,315	▲3.8%
Gross Profit	17,032	6.1%	18,000	6.0%	18,250	6.3%	+1,218	+7.2%	+250	+1.4%
SGA	11,454	4.1%	11,500	3.8%	11,763	4.1%	+308	+2.7%	+263	+2.3%
Operating Income	5,578	2.0%	6,500	2.2%	6,487	2.2%	+909	+16.3%	▲12	▲0.2%
Ordinary Income	6,233	2.2%	6,300	2.1%	5,448	1.9%	▲784	▲12.6%	▲851	▲13.5%
Net income attributable to owners of parent	4,037	1.4%	4,200	1.4%	3,200	1.1%	▲837	▲20.7%	▲999	▲23.8%
EPS(Yen)	257.21		267.55		203.88					

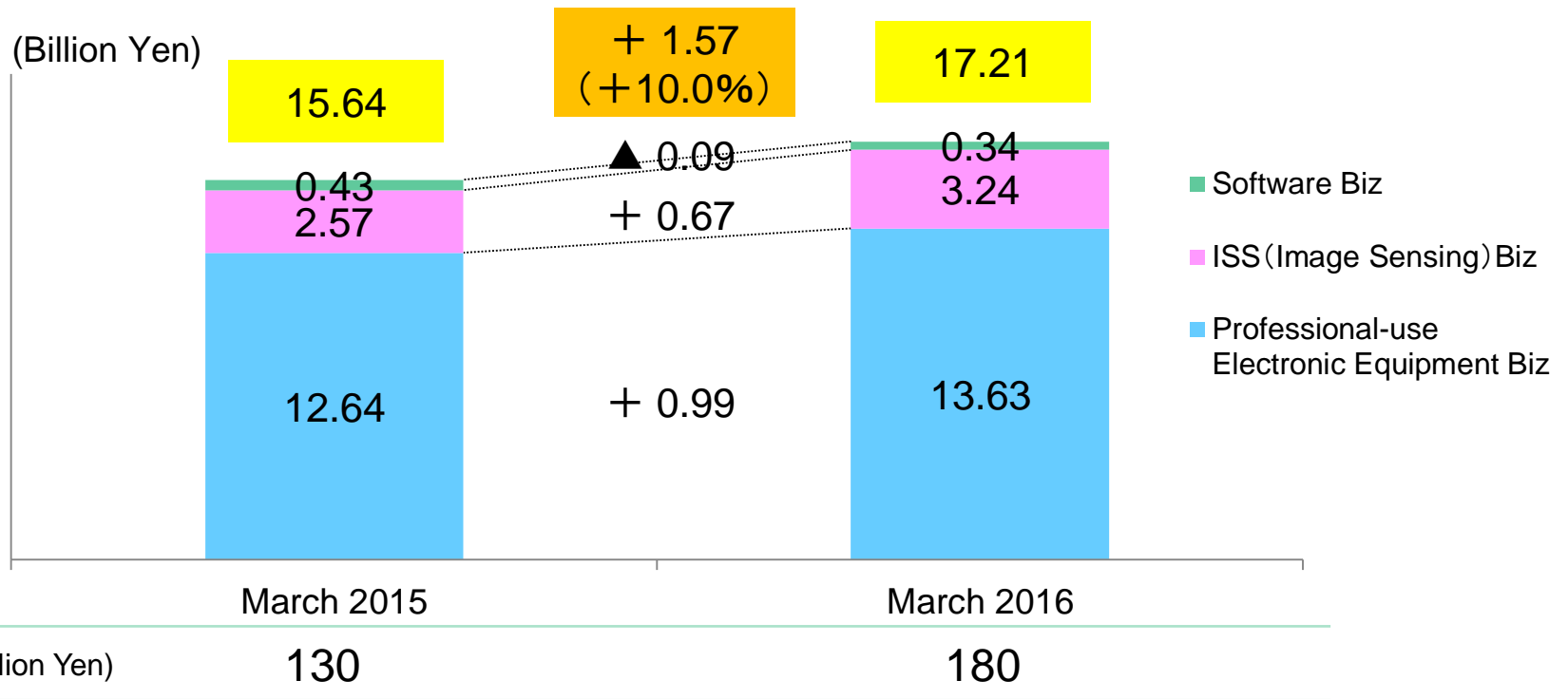
- Net Sales: YoY +8.0Bil. Yen (+2.9%)
Grew mainly because of an increasing demand for smartphones including EMS business
- Gross profit: YoY +1.22Bil. Yen (+7.2%)
Grew because of an increase in net sales in addition to an increase in gross margin
- Operating income: YoY +0.91Bil. Yen (+16.3%)
Grew because of an increase in net sales despite an increase of 0.31Bil. Yen in SGA
- Ordinary income: YoY ▲0.78Bil. Yen (▲12.6%)
dropped on account of a deterioration in foreign exchange (¥707M gain ⇒¥840M loss) attributable to yen's sharp appreciation during 4Q
- Net income attributable to owners of parent: YoY ▲0.84Bil. Yen (▲20.7%)
dropped on account of an impairment loss of some investment securities in addition to a decrease in ordinary income

Segment Results - Semiconductors and Electronic Components



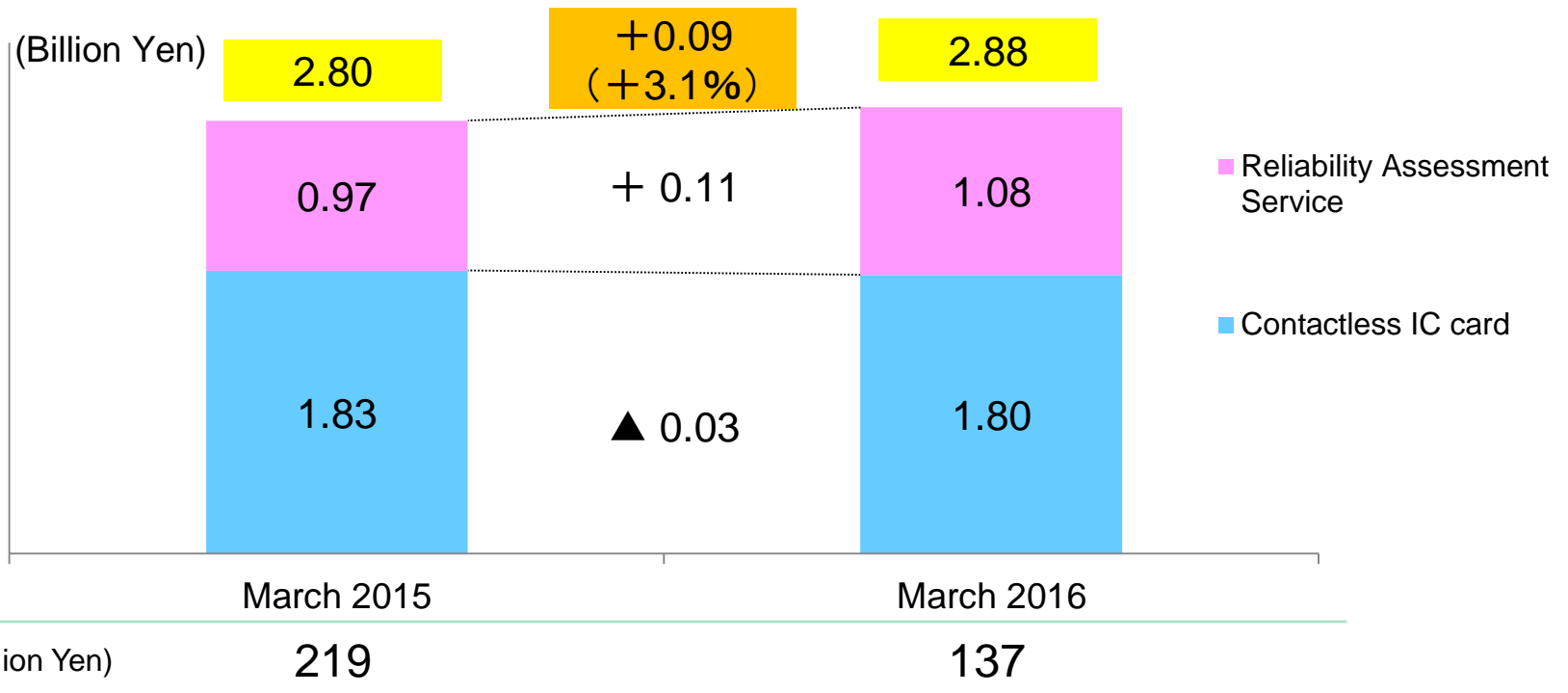
- Sony Semiconductor: Slightly dropped because of a decrease in customer demand in 4Q
- Other semiconductor: Grew because of increased sales of LCDs for automobiles and sensors for smartphones
- EMS: Good result of own factory business in China thanks to a demand of China smartphone
- Segment income grew thanks to an increase in net sales.

Segment Results - Electronic Equipment



- Professional-use Electronic Equipment
Customers' demand is on a recovery track. In addition, capital investments related to redevelopment increased.
- Image Sensing: Sales for FA (Factory Automation)-use and security-use progressed well.
- Software Business
Temporarily stagnated because of diversified education market. Strengthening marketing and expanding product line
- Segment income grew thanks to an increase in net sales.

Segment Results - System Equipment



➤ Contactless IC card business

Net sales slightly dropped on account of an inventory adjustment of some customer, although e-money related business has been still active.

➤ Contracted reliability test and environmental material analysis service business

Net sales grew thanks to an increase in orders related to automobiles.

➤ Segment income dropped as SGA increased with prior investment.

Consolidated Balance Sheets



(Million Yen)	Mar-15	Mar-16
Cash & deposit	27,542	22,705
Accounts receivable	71,857	72,225
Inventories	18,982	18,942
Other	5,345	5,454
Current assets	123,728	119,328
Fixed assets	8,055	7,079
Total assets	131,784	126,408
Accounts payable	43,563	34,945
Short-term borrowings	18,617	22,522
Current portion of long-term borrowings	970	2,825
Other	4,170	3,876
Current liabilities	67,322	64,169
Long-term borrowings	7,104	3,635
Other	986	874
Fixed liabilities	8,091	4,509
Net assets	56,370	57,728
Net assets to total assets	42.5%	45.3%
BPS (Yen)	3,565.03	3,651.57

	vs. '15/3E	Main Factors
Total assets	▲ 5,376	<ul style="list-style-type: none"> Accounts receivable + 367 Inventories ▲ 39 Investment securities ▲ 862 Cash and deposit ▲ 4,836
Liabilities	▲ 6,733	<ul style="list-style-type: none"> Short-term borrowings + 3,904 Current portion of long-term borrowings + 1,854 Income taxes payable + 14 Long-term borrowings ▲ 3,468 Accounts payable ▲ 8,617
Net assets	+ 1,357	<ul style="list-style-type: none"> Net income 3,200 Change in accumulated other comprehensive income ▲ 1,135 Dividends from retained earnings ▲ 706
Net assets to total assets	+ 2.9%	Increased with an increase in net assets and a decrease in total assets



Consolidated Cash Flows



(Mil. Yen)	March 31, 2015	March 31, 2016	Main Factors
Operating activities	10,242	▲6,889	<ul style="list-style-type: none"> ▪ Income before income taxes 4,809 ▪ Increase in inventories ▲392 ▪ Income taxes paid ▲1,591 ▪ Increase in notes and accounts receivable ▲2,909 ▪ Decrease in notes and accounts payable ▲7,029
Investing activities	▲249	▲368	<ul style="list-style-type: none"> ▪ Time deposits withdrawal (net) 616 ▪ Sales of investment securities 203 ▪ Purchase of property, plant and equipment ▲369 ▪ Purchase of stocks of subsidiaries and affiliates ▲506
Financial activities	▲1,130	+3,410	<ul style="list-style-type: none"> ▪ Increase in short-term borrowings (net) 5,617 ▪ Cash dividends paid ▲706 ▪ Decrease in long-term borrowings ▲1,479
Cash & Equivalent	26,141	21,905	





Consolidated Forecasts for Fiscal Year 2016



Consolidated Forecasts for Fiscal Year 2016 - Overview



(Million Yen)	Fiscal 2015 (Actual)		Fiscal 2016 (Forecast)		YoY	
	Amount	%	Amount	%	Amount Change	% Change
Net sales	288,684	100.0%	300,000	100.0%	+11,315	+3.9%
Gross profit	18,250	6.3%	18,800	6.3%	+549	+3.0%
SGA	11,763	4.1%	11,800	3.9%	+36	+0.3%
Operating income	6,487	2.2%	7,000	2.3%	+512	+7.9%
Ordinary income	5,448	1.9%	6,800	2.3%	+1,351	+24.8%
Net income attributable to owners of parent	3,200	1.1%	4,500	1.5%	+1,299	+40.6%
EPS (Yen)	203.88		267.55			

- Foreign exchange rate assumption: 115 Yen / US\$
- Net sales: YoY +11.3 Billion Yen (+3.9%)
Recovery in sales for smartphones from slump customer demand in FY2015 4Q
Steady business environments for small- and medium-size LCD, and EMS
- Gross profit: YoY +0.55 Billion Yen (Gross margin: same as FY2015)
- Operating income: YoY +0.51 Billion Yen (+7.9%) as a result of an increase in net sales
- Ordinary income: YoY +1.35 Billion Yen (+24.8%) No foreign exchange profit and loss included
- Net income attributable to owners of parent: +1.3 Billion Yen (+40.6%)
The impact of impairment loss of investment securities stripped
- Dividend forecast: ¥60 / share increased by ¥10 YoY (Interim: ¥30, Year-end: ¥30)
- The impact of the Kumamoto Earthquake is currently under scrutiny.
The impact on the business results will be appropriately disclosed once it is estimated with a certain accuracy.



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Data and forecasts in this presentation are based on judgments made in accordance with information available at the time this material was prepared. Actual results may differ significantly from these forecasts for a number of factors. Therefore, UKC Holdings Corporation does not guarantee the accuracy and completeness of the information in this material.