

July 31, 2015

Consolidated Financial Results For the First Quarter Ended June 30, 2015

Company name: **IBIDEN CO., LTD.**

Stock exchange listings: Tokyo and Nagoya Stock Exchange (First Section)

Stock code number: 4062

URL: <http://www.ibiden.com/>

Representative: Hiroki Takenaka, President & CEO, Representative Director

Contact : Hisashi Sano, Manager of Finance Division

Telephone: +81-584-81-3111

Submission date of quarterly report: August 11, 2015

(Amounts less than one million yen are omitted)

1. Consolidated Financial Results for FY 2015 First quarter (From April 1, 2015 to June 30, 2015)

(1) Operating results (Percentage figures indicate the change from the same quarter of the prior fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%	<i>Millions of yen</i>	%
FY 2015 first quarter	74,276	3.5	3,758	7.7	4,111	33.2	2,797	29.8
FY 2014 first quarter	71,778	0.1	3,489	2.4	3,087	(41.1)	2,155	(36.4)

Note: Comprehensive income

FY2015 first quarter: 9,454 million yen 606.6 %

FY2014 first quarter: 1,338 million yen (89.5 %)

	Net income Per share	Diluted net income Per share
	<i>Yen</i>	<i>Yen</i>
FY 2015 first quarter	20.26	—
FY 2014 first quarter	15.61	15.55

(2) Financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	<i>Millions of yen</i>	<i>Millions of yen</i>	%	<i>Yen</i>
FY 2015 first quarter	521,555	366,768	69.6	2,626.97
FY 2014	519,847	360,091	68.5	2,578.85

Note: Equity for reference

As of June 30, 2015: 362,743 million yen As of March 31, 2015: 356,100 million yen

2. Basis for preparation of quarterly financial results

(1) Changes in scope of consolidation and equity method of accounting: No

(2) Application of particular accounting procedure for preparing quarterly financial statements: Yes

Calculation of tax expenses: Tax expenses are calculated by using effective tax rate on quotation.

(3) Changes in accounting policies; changes in accounting estimates; restatements of financial statements

1. Changes in accounting policies due to amendment of accounting standards: Yes

2. Changes in accounting policies other than above: No

3. Changes in accounting estimates: No

4. Restatements of financial statements: No

(4) Issued and outstanding capital stock

1. Number of shares outstanding (including treasury stock):

As of June 30 2015: 150,860,557 shares As of March 31, 2015: 150,860,557 shares

2. Number of treasury stock outstanding:

As of June 30 2015: 12,776,110 shares As of March 31, 2015: 12,775,618 shares

3. Average number of shares:

First quarter FY2015: 138,084,595 shares First quarter FY2014: 138,087,042 shares

Consolidated Balance Sheets

	<i>Millions of yen</i>		
	As of June 30, 2015	As of March 31, 2015	Increase (Decrease)
Assets			
Current assets			
Cash and deposits	103,318	106,646	(3,327)
Notes and accounts receivable – trade	58,123	59,655	(1,531)
Short-term investments securities	7,198	5,197	2,000
Merchandise and finished goods	14,739	13,201	1,538
Work in process	10,596	9,865	730
Raw materials and supplies	15,800	14,938	862
Deferred tax assets	2,830	2,877	(47)
Other - current assets	7,946	9,739	(1,792)
Allowance for doubtful accounts	(354)	(347)	(6)
Total current assets	220,199	221,772	(1,573)
Noncurrent assets			
Property, plant and equipment			
Buildings and structures	93,339	93,487	(148)
Machinery, equipment and vehicles	93,164	86,210	6,954
Land	19,280	19,056	223
Lease assets	196	584	(387)
Construction in progress	26,868	31,392	(4,524)
Other - property, plant and equipment	6,769	5,422	1,346
Total property, plant and equipment	239,618	236,153	3,465
Intangible assets	6,685	6,870	(184)
Investments and other assets			
Investment securities	52,146	52,287	(141)
Long-term loans receivable	31	31	(0)
Deferred tax assets	1,450	1,310	139
Other - investments and other assets	1,762	1,761	0
Allowance for doubtful accounts	(336)	(340)	3
Total investments and other assets	55,052	55,051	1
Total noncurrent assets	301,356	298,074	3,281
Total assets	521,555	519,847	1,708

(Continued)

	<i>Millions of yen</i>		
	As of June 30, 2015	As of March 31, 2015	Increase (Decrease)
Liabilities and net assets			
Liabilities			
Current liabilities			
Notes and accounts payable – trade	33,124	33,265	(140)
Short-term loans payable	24,995	25,665	(670)
Accounts payable - other	12,607	14,928	(2,321)
Income taxes payable	2,763	6,680	(3,917)
Deferred tax liabilities	24	35	(11)
Provision for bonuses	1,759	3,958	(2,198)
Provision for directors' bonuses	—	167	(167)
Notes payable – facilities	3,187	1,837	(1,349)
Other - current liabilities	14,746	11,627	3,119
Total current liabilities	93,209	98,166	(4,957)
Noncurrent liabilities			
Bonds payable	40,000	40,000	-
Long-term loans payable	10,144	10,189	(45)
Lease obligations	130	358	(228)
Deferred tax liabilities for land revaluation	71	71	-
Net defined benefit liability	525	504	20
Deferred tax liabilities	9,019	8,897	122
Other - noncurrent liabilities	1,687	1,567	120
Total noncurrent liabilities	61,578	61,589	(11)
Total liabilities	154,787	159,756	(4,968)
Net assets			
Shareholders' equity			
Capital stock	64,152	64,152	-
Capital surplus	68,354	68,354	-
Retained earnings	210,459	210,423	35
Treasury stock	(37,116)	(37,115)	(1)
Total shareholders' equity	305,849	305,815	34
Accumulated other comprehensive income			
Valuation difference on available-for-sale securities	21,141	21,003	138
Deferred losses on hedges	31	(1)	32
Revaluation reserve for land	156	156	-
Foreign currency translation adjustment	35,564	29,126	6,438
Total accumulated other comprehensive income	56,893	50,284	6,608
Non-controlling interests	4,024	3,991	33
Total net assets	366,768	360,091	6,676
Total liabilities and net assets	521,555	519,847	1,708

(Concluded)

Consolidated Statements of Income

	<i>Millions of yen</i>		
	Three months ended June 30, 2015	Three months ended June 30, 2014	Increase (Decrease)
Net sales	74,276	71,778	2,497
Cost of sales	56,586	54,191	2,394
Gross profit	17,689	17,586	102
Selling, general and administrative expenses	13,930	14,097	(166)
Operating income	3,758	3,489	269
Non-operating income (expenses)	352	(401)	754
Interest income	77	105	(28)
Dividends income	479	426	53
Foreign exchange losses, net	843	(530)	1,373
Interest expenses	(79)	(91)	12
Bond issuance cost	-	(103)	103
Depreciation of inactive noncurrent assets	(906)	(183)	(723)
Other, net	(61)	(24)	(36)
Ordinary income	4,111	3,087	1,024
Extraordinary income (loss)	1,486	(39)	1,526
Gain on sales of property, plant and equipment	2	4	(2)
Gain on sales of Investment securities	2,136	-	2,136
Gain on reversal of subscription rights to shares	-	6	(6)
Loss on disposal of property, plant and equipment	(636)	(43)	(592)
Loss on valuation of investment securities	-	(1)	1
Loss on liquidation of an affiliate	6	-	(6)
Other, net	(9)	(6)	(3)
Income before income taxes	5,598	3,047	2,550
Income taxes	(2,753)	(845)	(1,907)
Profit	2,844	2,201	642
Profit attributable to non-controlling	(47)	(46)	(0)
Profit attributable to owners of parent	2,797	2,155	641

Consolidated Statements of Comprehensive Income

	<i>Millions of yen</i>		
	Three months ended June 30, 2015	Three months ended June 30, 2014	Increase (Decrease)
Income before minority interests	2,844	2,201	643
Other comprehensive income			
Valuation difference on available-for-sale securities	139	1,342	(1,203)
Deferred gains or losses on hedges	32	—	32
Foreign currency translation adjustments	6,438	(2,206)	8,644
Other comprehensive income(loss)	6,609	(863)	7,472
Comprehensive income	9,454	1,338	8,116
(Breakdown)			
Comprehensive income attributable to owners of parent	9,406	1,284	8,122
Comprehensive income attributable to non-controlling interests	48	53	(5)

Segment Information

FY 2014 first quarter (From April 1, 2014 to June 30, 2014)

(1) Sales and profit/loss information of each Segment

A summary of net sales and income business segment for three months ended June 30, 2014 was as follows:

<i>Millions of yen</i>							
For three months period ended June 30, 2014							
	Reportable Segment					Adjustment (*2)	Quarterly Consolidated Statements of Income
	Electronics	Ceramics	Total	Others (*1)	Total		
Sales to third parties	34,421	25,484	59,906	11,872	-	-	71,778
Inter-segment sales and transfers	0	30	30	1,594	1,625	(1,625)	-
Net sales	34,421	25,515	59,936	13,466	73,403	(1,625)	71,778
Segment income	6	2,707	2,713	713	3,427	62	3,489

*1 "Other" section refers to businesses that are not included in a reportable segment.

*2 The ¥62 million adjustment to segment income is elimination for intersegment transactions.

*3 Segment income is adjusted to ensure consistency with the operating income set forth in the quarterly consolidated statements of income.

(2) Impairment losses on non-current assets, goodwill, etc.by reporting segment

(Material impairment loss on non-current assets)

Not applicable

FY 2015 first quarter (From April 1, 2015 to June 30, 2015)

(1) Sales and profit/loss information of each Segment

A summary of net sales and income business segment for three months ended June 30, 2015 was as follows:

<i>Millions of yen</i>							
For three months period ended June 30, 2015							
	Reportable Segment					Adjustment (*2)	Quarterly Consolidated Statements of Income
	Electronics	Ceramics	Total	Others (*1)	Total		
Sales to third parties	33,620	27,268	71,778	13,387	74,276	-	74,276
Inter-segment sales and transfers	7	19	26	1,147	1,173	(1,173)	-
Net sales	33,627	27,287	60,915	14,534	75,449	(1,173)	74,276
Segment income	1,222	1,344	2,566	1,136	3,703	55	3,758

*1 “Other” section refers to businesses that are not included in a reportable segment.

*2 The ¥55 million adjustment to segment income is elimination for intersegment transactions.

*3 Segment income is adjusted to ensure consistency with the operating income set forth in the quarterly consolidated statements of income.

(2) Impairment losses on non-current assets, goodwill, etc.by reporting segment

(Material impairment loss on non-current assets)

Not applicable

(3) Changes in reporting segments

The segment which was previously stated as “Housing materials” and “Construction” has been changed to “others” because of lower importance.

A retroactively adjusted version of “segment information” presented in the earnings report for the first quarter of the previous fiscal year has been published to reflect the change in reporting segments.