FINANCIAL RELEASE

FROM APRIL 1,2016 TO JUNE 30,2016

HOSIDEN CORPORATION

1. Consolidated Results For The Three Months Ended June.30, 2016

(1)Consolidated Operating Results(Three months ended June.30 ,2016)

Percentages indicate year - on - year changes

	Net Sal	les	Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June.30,2016	28,029	(20.7)	(573) -		(2,623) -		(2,765)	
Three months ended June.30,2015	35,332	33.1	(797) -		(307) -		(488)	

	Net Income	Diluted Net
	Per Share	Income Per Share
	Yen	Yen
Three months ended June.30,2016	(44.99)	-
Three months ended June.30,2015	(7.87)	-

(2) Consolidated Financial Position (As of June. 30, 2016 and as of March. 31, 2016)

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of yen	Millions of yen	%
As of June.30,2016	106,073	72,370	68.2
As of March.31,2016	106,716	76,162	71.4

2.Dividends(Years ended March.31,2016 and the year ending March.31,2017)

,	,	Dividends per Share(Yen)						
	1st quarter	1st quarter 2nd quarter 3rd quarter Year-end A						
	Yen	Yen	Yen	Yen	Yen			
2016	-	5.00	-	5.00	10.00			
2017	-							
2017(Projected)		3.00	1	3.00	6.00			

3. Consolidated Forecasts for the six months ending September. 30,2016 and the year ending March. 31,2017

Percentages indicate year - on - year changes

	Net Sales	les Operating Income Ordinary Income					Profit attribute to owners of	ıtable	Net Income Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six Months ending September.30,2016	59,000 ((23.8)	(300)	-	(300)	-	(500)	-	(8.14)
Year ending March.31,2017	152,000	8.6	2,200	-	2,200	-	1,700	-	27.66

CONSOLIDATED BALANCE SHEET

ASSETS		
ACCOUNT ITEMS	As of March.31,2016	As of June.30,2016
Current Assets		
1. Cash and Deposits	31,629	43,340
2. Notes Receivable and Accounts Receivable-Trade	17,318	19,194
3. Short-Term Investment Securities	22,701	10,100
4. Inventories	14,751	13,864
5. Other Current Assets	4,904	4,547
6. Allowance for Doubtful Receivables	(25)	(24)
Total of Current Assets	91,280	91,022
Fixed Assets		
Property, Plant and Equipment	10,457	10,603
Intangible Assets	230	226
Investments and Other Assets		
1. Investment Securities	3,483	3,114
2. Other Investments	1,605	1,513
Allowance for Doubtful Receivables	(341)	(406)
Total of Investments and Other Assets	4,748	4,221
Total of Fixed Assets	15,435	15,051
Total Assets	106,716	106,073

LIABILITIES		
ACCOUNT ITEMS	As of March.31,2016	As of June.30,2016
Current Liabilities		
1. Notes Payable and Accounts Payable-Trade	11,741	16,285
2. Short-term Debt	6,865	6,333
3. Income Tax Payable	687	413
4. Other Current Liabilities	3,599	3,348
Total of Current Liabilities	22,893	26,379
Long-term Liabilities		
1. Retirement Allowance	5,402	5,178
2. Other Long-term Liabilities	2,257	2,144
Total of Long-term Liabilities	7,660	7,323
Total Liabilities	30,553	33,702
SHAREHOLDERS' EQUITY		
Owner's Equity		
1. Common Stock	13,660	13,660
2. Additional Paid-in Capital	19,596	19,596
3. Retained Earnings	51,336	48,264
4. Treasury Stock	(7,599)	(7,599)
Total of Owner's Equity	76,994	73,922
Accumulated Other Comprehensive Income		
1. Unrealized Gains on other Securities	1,241	981
2. Foreign Currency Translation Adjustments	(2,016)	(2,482)
3. Remeasurements of Defined Benefit Plans	(56)	(49)
Total of Accumulated Other Comprehensive Income(Loss)	(832)	(1,551)
Total Shareholders' Equity	76,162	72,370
Total Liabilities and Shareholders' Equity	106,716	106,073

CONSOLIDATED STATEMENT OF INCOME

ACCOUNT ITEMS	Three months ended June.30,2015	Three months ended June.30,2016
Net Sales	35,332	28,029
Cost of Sales	33,441	26,039
Gross Profit	1,891	1,989
Selling, General and Administrative Expenses	2,688	2,562
Operating Income(Loss)	(797)	(573)
Non-Operating Income	529	71
1. Interest Income	12	11
2. Dividends Received	32	33
3. Exchange Gain	449	-
4. Other	36	27
Non-Operating Expenses	(39)	(2,121)
1. Interest Expenses	(34)	(33)
2. Exchange Loss	-	(2,087)
3. Other	(5)	(1)
Ordinary Income(Loss)	(307)	(2,623)
Extraordinary Income	8	0
1. Gains on Sales of Fixed Assets	8	0
Extraordinary Loss	(0)	(1)
1. Loss on Disposal and sales of Fixed Assets	(0)	(1)
2. Other	(0)	(0)
Income (Loss) before Income Taxes	(299)	(2,623)
Income Taxes	189	141
1. Current Income Taxes	58	99
2. Deferred Income Taxes	131	41
Net Income(Loss)	(488)	(2,765)
Profit (loss) attributable to non-controlling interests	-	-
Profit (loss) attributable to owners of parent	(488)	(2,765)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

ACCOUNT ITEMS	Three months ended June.30,2015	Three months ended June.30,2016
Net Income(Loss)	(488)	(2,765)
Other Comprehensive Income		
Net unrealized Holding Gains(Loss)on Securities	98	(259)
Foreign Currency Translation Adjustments	118	(466)
Remeasurements of Defined Benefit Plans	4	7
Total Other Comprehensive Income	221	(719)
Comprehensive Income	(267)	(3,484)
Comprehensive Income attributable to		
Comprehensive income attributable to owners of parent	(267)	(3,484)
Comprehensive income attributable to		_
non-controlling interests		

2. Depreciation 3. Decrease(-increase) in notes and accounts receivables – trade 4. Decrease(-increase) in inventories 5. Decrease(-increase) in accounts receivables from sub-contractors 6. Increase(-decrease) in notes and accounts payable-trade 7. Other – net 5. Sub-total 8. Interest and dividends – received 4. July 1. July	ACCOUNT ITEMS	Three months ended	Three months ended
1. Profit(-loss) before income taxes (299) (2,62: 2. Depreciation 611 33 3. Decrease(-increase) in notes and accounts receivables – trade 1,096 (3,682: 4. Decrease(-increase) in inventories (1,413) (13- 5. Decrease(-increase) in accounts receivables from sub-contractors (181) (23- 6. Increase(-decrease) in notes and accounts payable-trade 1,433 7,34 7. Other – net 101 45 Sub-total 1,349 1,45 8. Interest and dividends – received 44 4 9. Interest – paid (27) (27 10. Income taxes – paid (1,211) (780 11. Income taxes – refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 55 2 1. Decrease(-increase) from deposits 55 5 2. Capital expenditures (625) (780 3. Other-net 59 3 Net cash used in investing activities (511) (755 Financing Activities (511) (755 2. Purchases	ACCOUNT ITEMS	June.30,2015	June.30,2016
2. Depreciation 611 33 3. Decrease(-increase) in notes and accounts receivables – trade 1,096 (3,682) 4. Decrease(-increase) in inventories (1,413) (13-6) 5. Decrease(-increase) in accounts receivables from sub-contractors (181) (23-6) 6. Increase(-decrease) in notes and accounts payable-trade 1,433 7,34 7. Other – net 101 45 Sub-total 1,349 1,45 8. Interest and dividends – received 44 4 9. Interest – paid (27) (27-7) 10.Income taxes – paid (1,211) (780-7) 11.Income taxes – refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 55 (625) (780-7) 2. Capital expenditures (625) (780-7) (780-7) 3. Other-net 59 3 Net cash used in investing activities (511) (755-7) Financing Activities (511) (755-7) 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600)	Operating Activities		
3. Decrease(-increase) in notes and accounts receivables – trade	1. Profit(-loss) before income taxes	(299)	(2,623)
trade 4. Decrease(-increase) in inventories 5. Decrease(-increase) in accounts receivables from sub-contractors 6. Increase(-decrease) in notes and accounts payable-trade 7. Other –net 101 45 Sub-total 1,349 1,45 8. Interest and dividends – received 44 9. Interest – paid (27) (22) 10. Income taxes – paid (1,211) (78) 11. Income taxes – refunded 16 21 Net cash provided by operating activities 1. Decrease(-increase) from deposits 2. Capital expenditures (625) (788 3. Other-net Net cash used in investing activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock 3. Dividends paid Net cash used in financing activities (1,590) (2,50) (3,682) (4,1413) (134) (134) (234) (134) (234) (234) (427) (227)	2. Depreciation	611	330
5. Decrease(-increase) in accounts receivables from sub-contractors 6. Increase(-decrease) in notes and accounts payable-trade 7. Other –net 101 45 Sub-total 1,349 1,45 8. Interest and dividends – received 44 9. Interest – paid (27) (2: 10. Income taxes – paid (1,211) (780 11. Income taxes – refunded 16 21 Net cash provided by operating activities 1. Decrease(-increase) from deposits 55 2. Capital expenditures (625) (788 3. Other-net 59 3 Net cash used in investing activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock (1,600) (0 3. Dividends paid Net cash used in financing activities (1,596) (256 Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (866		1,096	(3,682)
sub-contractors (181) (23* 6. Increase(-decrease) in notes and accounts payable-trade 1,433 7,34 7. Other –net 101 45 Sub-total 1,349 1,43 8. Interest and dividends – received 44 4 9. Interest – paid (27) (2* 10.Income taxes – paid (1,211) (780 11.Income taxes – refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 55 5 1. Decrease(-increase) from deposits 55 5 2. Capital expenditures (625) (788 3. Other-net 59 3 Net cash used in investing activities (511) (755 Financing Activities (511) (755 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (30* Net cash used in financing activities (1,596) (250 Effect of Exchange Rate Changes on Cash and Cash Equivalents (1,762) (4. Decrease(-increase) in inventories	(1,413)	(134)
6. Increase(-decrease) in notes and accounts payable-trade 7. Other -net 101 45 Sub-total 1,349 1,45 8. Interest and dividends - received 44 9. Interest - paid (27) (27 10. Income taxes - paid (1,211) (780 11. Income taxes - refunded 16 21 Net cash provided by operating activities 1. Decrease(-increase) from deposits 2. Capital expenditures (625) (780 3. Other-net 59 3. Net cash used in investing activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock (1,600) (60 3. Dividends paid (316) (300 Net cash used in financing activities (1,596) (250 Effect of Exchange Rate Changes on Cash and Cash Equivalents (1,762) (866		(181)	(234)
Sub-total 1,349 1,45 8. Interest and dividends – received 44 44 44 9. Interest – paid (27) (27	6. Increase(-decrease) in notes and accounts	1,433	7,348
8. Interest and dividends – received 44 4 9. Interest – paid (27) (27) 10. Income taxes – paid (1,211) (780) 11. Income taxes – refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 55 (625) (781) 1. Decrease(-increase) from deposits 55 (625) (781) 2. Capital expenditures (625) (781) (752) 3. Other-net 59 3 Net cash used in investing activities (511) (753) Financing Activities (511) (753) 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (307) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash 174 (768) Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (863)	7. Other –net	101	455
9. Interest – paid (27) (27) 10. Income taxes – paid (1,211) (780 11. Income taxes – refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 55 55 1. Decrease(-increase) from deposits 55 (625) (780 3. Other-net 59 3 Net cash used in investing activities (511) (750 Financing Activities 320 5 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (300 Net cash used in financing activities (1,596) (250 Effect of Exchange Rate Changes on Cash and Cash 174 (768 Effect of Exchange Rate Changes on Cash and Cash 174 (768 Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (863	Sub-total	1,349	1,459
10.Income taxes- paid (1,211) (786 11.Income taxes- refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 55 (625) (788 2. Capital expenditures (625) (788 3. Other-net 59 3 Net cash used in investing activities (511) (753 Financing Activities 320 5 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (307 Net cash used in financing activities (1,596) (250 Effect of Exchange Rate Changes on Cash and Cash Equivalents 174 (768 Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (863	8. Interest and dividends – received	44	44
11. Income taxes- refunded 16 21 Net cash provided by operating activities 170 91 Investing Activities 1. Decrease(-increase) from deposits 55 2. Capital expenditures (625) (786 3. Other-net 59 3 Net cash used in investing activities (511) (753 Financing Activities 320 5 2. Purchases of treasury stock (1,600) (6 3. Dividends paid (316) (307 Net cash used in financing activities (1,596) (250 Effect of Exchange Rate Changes on Cash and Cash Equivalents 174 (768 Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (863	9. Interest – paid	(27)	(27)
Net cash provided by operating activities Investing Activities 1. Decrease(-increase) from deposits 2. Capital expenditures 3. Other-net 59 3. Net cash used in investing activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock 3. Dividends paid Net cash used in financing activities (1,600) (0 3. Dividends paid (316) (307) Net cash used in financing activities (1,596) (256) Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	10.Income taxes- paid	(1,211)	(780)
Investing Activities 1. Decrease(-increase) from deposits 2. Capital expenditures 3. Other-net Net cash used in investing activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock 3. Dividends paid Net cash used in financing activities (1,600) (0 3. Dividends paid (316) (300) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	11.Income taxes- refunded	16	217
1. Decrease(-increase) from deposits 2. Capital expenditures (625) (789 3. Other-net 59 3 Net cash used in investing activities (511) (753 Financing Activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (307 Net cash used in financing activities (1,596) (256 Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (863)	Net cash provided by operating activities	170	912
2. Capital expenditures (625) (788 3. Other-net 59 3 Net cash used in investing activities (511) (753 Financing Activities 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (307) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	Investing Activities		
3. Other-net 59 3 Net cash used in investing activities (511) (753 Financing Activities 1. Increase(-decrease) in short-term debt 320 5 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (307) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	1. Decrease(-increase) from deposits	55	-
Net cash used in investing activities Financing Activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock 3. Dividends paid Net cash used in financing activities Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (511) (753) (862)	2. Capital expenditures	(625)	(789)
Financing Activities 1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock 3. Dividends paid Net cash used in financing activities Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	3. Other-net	59	33
1. Increase(-decrease) in short-term debt 2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (326) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents (1,600) (Net cash used in investing activities	(511)	(755)
2. Purchases of treasury stock (1,600) (0 3. Dividends paid (316) (307) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents (769) Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	Financing Activities		
3. Dividends paid (316) (307) Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents (1,762) (862) Net Increase (-Decrease) in Cash and Cash Equivalents (1,762)	1. Increase(-decrease) in short-term debt	320	57
Net cash used in financing activities (1,596) (250) Effect of Exchange Rate Changes on Cash and Cash Equivalents (1,762) (862) Net Increase (-Decrease) in Cash and Cash Equivalents (1,762)	2. Purchases of treasury stock	(1,600)	(0)
Effect of Exchange Rate Changes on Cash and Cash Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (769) (862)	3. Dividends paid	(316)	(307)
Equivalents Net Increase (-Decrease) in Cash and Cash Equivalents (1,762) (862)	Net cash used in financing activities	(1,596)	(250)
		174	(769)
Cash and Cash Equivalents at Beginning of Period 55,744 54,01	Net Increase (-Decrease) in Cash and Cash Equivalents	(1,762)	(862)
	Cash and Cash Equivalents at Beginning of Period	55,744	54,015
Cash and Cash Equivalents at End of Period 53,982 53,15	Cash and Cash Equivalents at End of Period	53,982	53,152

NET SALES BY PRODUCTS

	Three months ended June.30,2016		
	Amount	%	
Electro-mechanical Components	21,013	74.9	
Acoustic Components	3,997	14.3	
Display Components	2,129	7.6	
Applied Equipment and Others	888	3.2	
Total	28,029	100.0	