

Summary of Consolidated Financial Results
for the Third Quarter Ended December 31, 2014(Unaudited)

February 4, 2015

English translation from the original Japanese-language document

(All financial information has been prepared in accordance with accounting principles generally accepted in Japan)

Company name: Nihon Seiko Co., Ltd.
 URL: <http://www.nihonseiko.co.jp>
 Listed stock exchange: The second section of Tokyo Stock Exchange
 Securities Code: 5729
 Company Representative: Masanori Kishima, President & CEO
 Contact Information: Michifumi Watanabe, Director Tel +81-3-3235-0021

1. Consolidated Financial Results for the Third Quarter Ended December 31, 2014 and 2013

(1) Operating Results (Rounded down to millions of Japanese Yen)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
For the Third quarter ended								
December 31, 2014	9,709	7.9	692	25.4	712	31.2	450	36.7
December 31, 2013	8,996	(0.1)	552	(0.4)	542	1.5	329	(0.6)

Note: Comprehensive income:

As of December 31, 2014: 465 million yen 37.5%

As of December 31, 2013: 338 million yen 2.3%

	EPS
For the Third quarter ended	Yen
December 31, 2014	36.88
December 31, 2013	26.97

(2) Financial Position

	Total assets	Total net assets	Shareholders' equity ratio
	Millions of Yen	Millions of Yen	%
As of			
December 31, 2014	11,261	4,897	43.5
March 31, 2014	10,685	4,562	42.7

Note: Shareholders' equity As of December 31, 2014: 4,897 million yen As of March 31, 2014: 4,562 million yen

2. Cash Dividends

	Cash Dividends per Share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Annual
For the year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2014	-	5.00	-	5.00	10.00
March 31, 2015	-	5.00	-		
March 31, 2015(expected)				5.00	10.00

Note: Revision of outlook for dividends in the Third quarter : No

3. Consolidated Earnings Forecast for the Year Ending March 2015(April 1, 2014 ~ March 31, 2015):

(%: Change from the previous fiscal year for Year ending March 31, 2015)

	Net sales		Operating income		Ordinary income		Net income		EPS
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
For the year ending March 31, 2015									
Full year	12,800	6.2	840	25.0	850	30.0	530	33.8	43.39

Note: Revision of outlook for fiscal 2014 consolidated earnings results in the Third quarter : Yes

4. Others

- (1) Changes in major subsidiaries during the fiscal year (changes in specified subsidiaries accompanying changes in scope of consolidation) : No
- (2) Application of special accounting for preparing quarterly consolidated financial statements : No
- (3) Changes in accounting policies, accounting estimates and retrospective restatements in the consolidated financial statements
 - 1. Changes due to amendment of accounting standards : No
 - 2. Changes due to other reasons : No
 - 3. Changes in accounting estimates : No
 - 4. Retrospective restatements : No
- (4) Number of outstanding shares at the end of the period:
 - 1. Number of outstanding shares at the end of the period:

As of December 31, 2014: 13,029,500	As of March 31, 2014: 13,029,500
-------------------------------------	----------------------------------
 - 2. Number of treasury shares at the end of the period:

As of December 31, 2014: 814,970	As of March 31, 2014: 813,368
----------------------------------	-------------------------------
 - 3. Average number of outstanding shares during period:

For the 3rd Quarter ending March 31, 2015: 12,215,212	For the 3rd Quarter ended March 31, 2014: 12,217,604
---	--

Note concerning the Appropriate Use of Forecast

The aforementioned forecasts are based on certain assumptions that Company has deemed relevant and appropriate as of the date of publication.

Actual results may differ materially from the forecast due to many factors.

Consolidated quarterly balance sheets

(Thousands of Japanese yen)

	March 31, 2014	December 31, 2014
Assets		
Current assets		
Cash and deposits	2,465,032	2,379,926
Notes and accounts receivable—trade	1,810,231	2,188,243
Merchandise and finished goods	1,208,028	1,212,424
Work in process	185,574	212,605
Raw materials and supplies	642,561	1,131,995
Other	79,507	79,954
Allowance for doubtful accounts	(5,775)	(7,084)
Total current assets	6,385,160	7,198,064
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,267,774	1,206,929
Machinery, equipment and vehicles, net	937,163	827,140
Land	1,478,590	1,478,590
Other, net	66,792	76,169
Total property, plant and equipment	3,750,321	3,588,829
Intangible assets	59,452	62,659
Investments and other assets	487,332	410,313
Total non-current assets	4,297,106	4,061,802
Deferred assets	3,016	1,883
Total assets	10,685,283	11,261,750
Liabilities		
Current liabilities		
Notes and accounts payable—trade	1,146,542	1,476,602
Electronically recorded obligations—operating	—	181,766
Short-term loans payable	1,841,900	1,790,200
Income taxes payable	152,620	113,770
Provision for bonuses	89,114	38,566
Other	394,121	433,195
Total current liabilities	3,624,298	4,034,101
Non-current liabilities		
Bonds payable	246,000	218,000
Long-term loans payable	1,798,000	1,678,750
Net defined benefit liability	313,730	304,298
Asset retirement obligations	34,826	35,110
Other	106,141	93,947
Total non-current liabilities	2,498,698	2,330,106
Total liabilities	6,122,997	6,364,207
Net assets		
Shareholders' equity		
Capital stock	1,018,126	1,018,126
Capital surplus	564,725	564,725
Retained earnings	3,133,067	3,453,597
Treasury shares	(147,286)	(147,812)
Total shareholders' equity	4,568,633	4,888,637
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(6,346)	1,286
Foreign currency translation adjustment	—	7,618
Total accumulated other comprehensive income	(6,346)	8,904
Total net assets	4,562,286	4,897,542
Total liabilities and net assets	10,685,283	11,261,750

Consolidated quarterly statements of income

(Thousands of Japanese yen)

	Nine months ended December 31,2013	Nine months ended December 31,2014
Net sales	8,996,062	9,709,610
Cost of sales	7,800,211	8,347,355
Gross profit	1,195,851	1,362,254
Selling, general and administrative expenses	643,525	669,452
Operating income	552,326	692,801
Non-operating income		
Dividend income	1,996	2,372
Amortization of negative goodwill	787	—
Foreign exchange gains	24,187	24,390
Insurance income	1,201	9,858
Subsidy income	900	19,600
Other	6,790	4,794
Total non-operating income	35,862	61,016
Non-operating expenses		
Interest expenses	30,323	29,718
Other	15,107	12,037
Total non-operating expenses	45,430	41,755
Ordinary income	542,758	712,062
Extraordinary income		
Gain on sales of non-current assets	—	241
Total extraordinary income	—	241
Extraordinary losses		
Loss on retirement of non-current assets	3,277	426
Total extraordinary losses	3,277	426
Income before income taxes and minority interests	539,480	711,878
Income taxes-current	200,287	242,728
Income taxes-deferred	9,643	18,673
Total income taxes	209,930	261,401
Income before minority interests	329,549	450,476
Net income	329,549	450,476

Consolidated quarterly statements of comprehensive income

(Thousands of Japanese yen)

	Nine months ended December 31, 2013	Nine months ended December 31, 2014
Income before minority interests	329,549	450,476
Other comprehensive income		
Valuation difference on available-for-sale securities	9,100	7,633
Foreign currency translation adjustment	—	7,618
Total other comprehensive income	9,100	15,251
Comprehensive income	338,649	465,727
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	338,649	465,727

Segment Information

(1) For the nine months ended December 31, 2013

(Thousands of Japanese yen)

	Reportable Segments			Others	Total	Elimination & corporate	Consolidated
	Antimony products	Atomized metal powders	Total				
Net sales							
Outside customers	5,092,820	3,892,605	8,985,426	10,636	8,996,062	-	8,996,062
Inter-segment	-	30,245	30,245	-	30,245	(30,245)	-
Total	5,092,820	3,922,850	9,015,671	10,636	9,026,308	(30,245)	8,996,062
Operating income	132,605	392,628	525,234	9,953	535,187	17,138	552,326

※ The above-mentioned "Others" category is a real estate lease business not included in the reportable segments.

(2) For the nine months ended December 31, 2014

(Thousands of Japanese yen)

	Reportable Segments			Others	Total	Elimination & corporate	Consolidated
	Antimony products	Atomized metal powders	Total				
Net sales							
Outside customers	5,371,456	4,321,534	9,692,990	16,619	9,709,610	-	9,709,610
Inter-segment	-	31,522	31,522	-	31,522	(31,522)	-
Total	5,371,456	4,353,056	9,724,513	16,619	9,741,132	(31,522)	9,709,610
Operating income	206,381	459,741	666,123	15,975	682,099	10,702	692,801

※ The above-mentioned "Others" category is a real estate lease business not included in the reportable segments.