

February 1, 2016

Consolidated Financial Results
for the Nine Months of the Fiscal Year Ending March 31, 2016
<under Japanese GAAP>

Company name: **TAIYO HOLDINGS CO., LTD.**
 Listing: First Section of the Tokyo Stock Exchange
 Stock code: 4626
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Scheduled date to file quarterly report: February 2, 2016
 Scheduled date to commence dividend payments: –
 Preparation of supplementary results briefing material on quarterly financial results: Yes
 Holding of quarterly financial results presentation meeting: None

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated financial results for the nine months of the fiscal year ending March 31, 2016 (from April 1, 2015 to December 31, 2015)

(1) Operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
December 31, 2015	38,300	3.8	8,646	19.1	8,831	18.3	6,226	17.9
December 31, 2014	36,881	11.5	7,257	24.5	7,465	23.7	5,281	36.8

Note: Comprehensive income
 For the nine months ended December 31, 2015: 5,160 million yen [(35.5)%]
 For the nine months ended December 31, 2014: 8,003 million yen [12.1%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2015	270.07	–
December 31, 2014	207.58	–

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
December 31, 2015	65,279	44,514	65.0	1,836.97
March 31, 2015	61,241	41,312	63.8	1,703.14

Reference: Equity (Net assets excluding non-controlling interests)
 As of December 31, 2015: 42,446 million yen As of March 31, 2015: 39,073 million yen

2. Cash dividends

	Annual cash dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	–	45.00	–	45.00	90.00
Fiscal year ending March 31, 2016	–	55.00	–		
Fiscal year ending March 31, 2016 (Forecasts)				55.00	110.00

Notes: 1. Revisions to the forecasts of cash dividends most recently announced: None

2. The cash dividends presented above are cash dividends related to common shares. Please refer to “Cash dividends for class shares,” presented below, for information on cash dividends for class shares (unlisted) that have a different relationship of rights compared with the common shares issued by the Company.

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2016	51,500	6.7	10,200	10.2	10,300	8.1	7,000	5.0	305.12

Note: Revisions to the consolidated earnings forecasts most recently announced: None

* Notes

- (1) Changes in significant subsidiaries during the current nine months (changes in specified subsidiaries resulting in the change in scope of consolidation): None
- (2) Application of specific accounting for preparing quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
 - a. Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
 - b. Changes in accounting policies due to other reasons: None
 - c. Changes in accounting estimates: None
 - d. Restatement of prior period financial statements after error corrections: None

Note: For details see “2. Matters Regarding Summary Information (Notes) (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections” on page 5 of the Attached Materials.

(4) Number of issued shares (common shares)

a. Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2015	27,464,000 shares
As of March 31, 2015	27,464,000 shares

b. Number of treasury shares at the end of the period

As of December 31, 2015	4,379,044 shares
As of March 31, 2015	4,521,990 shares

c. Average number of outstanding shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2015	23,054,838 shares
Nine months ended December 31, 2014	25,441,286 shares

Note: Treasury shares include stock of the Company owned by The Master Trust Bank of Japan, Ltd. (trust account for Employee Stock Ownership Plan grant stock).

*** Indication regarding execution of quarterly review procedures**

The completion of quarterly review procedures in accordance with the Financial Instruments and Exchange Act is not required for preparing this quarterly financial results report. At the time of disclosure of this quarterly financial results report, the quarterly review procedures for quarterly financial statements have not been completed.

*** Proper use of earnings forecasts, and other special matters**

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. The Company makes no promise regarding achievement of any content in the forward-looking statements. Actual business and other results may differ substantially due to various factors.

Cash dividends for class shares

The following is a breakdown of cash dividends per share related to class shares that have a different relationship of rights compared with common shares.

First Series Class A shares	Annual cash dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	–	–	–	–	–
Fiscal year ending March 31, 2016	–	55.00	–		
Fiscal year ending March 31, 2016 (Forecasts)				55.00	110.00

Attached Materials

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1. Qualitative Information Regarding Settlement of Accounts for the Nine Months

(1) Qualitative information regarding consolidated operating results

In the global economy during the nine months ended December 31, 2015, despite the effects of low oil prices, dollar appreciation, and the economic slowdown faced by other countries, the U.S. economy continued to expand driven by domestic demand, and the European economy also continued on a moderate recovery track. On the other hand, the slowdown in the Chinese economy led to negative imports and exports and slowed the increase in manufacturing growth. The Japanese economy continued its modest overall recovery, although exports and production activity were subdued.

In the electronics components industry, in which the Group operates, demand for materials for smartphones and vehicle installation parts remained firm.

Operating under these conditions, net sales for the current nine months amounted to 38,300 million yen (up 3.8% year on year).

In the PWB (printed wiring board) materials market, the sales volume for rigid board materials decreased year on year, but firm sales of high function products and yen depreciation in foreign exchange had an impact on results, which led to a year-on-year increase in the sales amount. As a result, net sales of PWB materials were 35,608 million yen (up 6.0% year on year).

In the FPD (flat panel display) materials market, both the sales volume and the sales amount decreased year on year reflecting the end of manufacturing PDP (plasma display panels) materials. As a result, net sales of FPD materials were 267 million yen (down 86.0% year on year).

As a result, operating income amounted to 8,646 million yen (up 19.1% year on year) with ordinary income at 8,831 million yen (up 18.3% year on year) and profit attributable to owners of parent at 6,226 million yen (up 17.9% year on year).

Sales results by product group category

The following are sales results by product group category for the nine months ended December 31, 2015.

(Millions of yen)

Name of product group category		Nine months ended December 31, 2014	Nine months ended December 31, 2015	Compared to the same period of the previous fiscal year	
				Change	Rate of change (%)
PWB materials	Rigid board materials	25,175	27,122	1,947	7.7
	PKG board and flexible printed circuit board materials	7,599	7,680	81	1.1
	Build-up board materials	819	805	(14)	(1.7)
FPD materials	PDP materials	1,911	267	(1,643)	(86.0)
Other related products	—	1,376	2,424	1,047	76.1
Total		36,881	38,300	1,418	3.8

Results by segment are as follows. (Net sales of segments includes inter-segment sales or transactions.)

1) Japan

The consolidated companies comprising the Japan segment are Taiyo Ink Mfg. Co., Ltd. and Chugai Kasei Co., Ltd., manufacturing and marketing subsidiaries.

Demand remained flat for the high function products of PKG (semiconductor packages) board materials, notably materials related to smartphones. However, in addition to the inclusion of Chugai Kasei Co., Ltd. in the scope of consolidation as of this first quarter ended June 30, 2015, yen depreciation in foreign exchange also had an impact, with the sales amount increasing year on year. On the other hand, the recording of costs related to the construction of the Kitakyushu Plant, Taiyo Ink Mfg. Co., Ltd.'s new factory, led profit to drop year on year.

As a result, net sales amounted to 12,976 million yen (up 5.5% year on year) with segment profit at 1,952 million yen (down 4.8% year on year).

2) China (including Hong Kong)

The consolidated companies comprising the China segment are Taiyo Ink (Suzhou) Co., Ltd. and Onstatic Ink (Shenzhen) Co., Ltd., manufacturing and marketing subsidiaries, and Taiyo Ink International (HK) Limited and Taiyo Ink Trading (Shenzhen) Co., Ltd., marketing subsidiaries operating mainly in the southern China region. Onstatic Ink (Shenzhen) Co., Ltd. is a subsidiary of Onstatic Technology Co., Ltd.

In the PWB materials market, in addition to strong sales of materials for lighting and vehicle installation parts, yen depreciation in foreign exchange contributed to a year-on-year increase in the sales amount.

As a result, net sales amounted to 16,919 million yen (up 10.3% year on year) with segment profit at 3,670 million yen (up 39.1% year on year).

3) Taiwan

The consolidated companies comprising the Taiwan segment are manufacturing and marketing subsidiaries Taiwan Taiyo Ink Co., Ltd., and Onstatic Technology Co., Ltd. (and another three subsidiaries).

In the PWB materials market, the sales volume decreased year on year, reflecting lackluster demand, notably for materials for servers, vehicle installation parts, and smartphones. The sales amount, however, rose year on year, partly owing to the impact of yen depreciation in foreign exchange.

As a result, net sales amounted to 7,581 million yen (up 3.7% year on year) with segment profit at 1,749 million yen (up 29.3% year on year).

4) Korea

The consolidated company comprising the Korea segment is Taiyo Ink Co., (Korea) Ltd., a manufacturing and marketing subsidiary.

In the FPD materials market, the sales amount decreased year on year, reflecting the end of manufacturing of PDP materials. On the other hand, demand was firm for the high function PKG board materials used in smartphones, which have a high-profit margin, and profit increased year on year.

As a result, net sales amounted to 5,922 million yen (down 19.2% year on year) with segment profit at 1,109 million yen (up 16.6% year on year).

5) Other

The consolidated companies comprising the operations in areas other than the above are Taiyo America, Inc. and Taiyo Ink International (Singapore) Pte Ltd.

Taiyo America performed at the same level as the corresponding period of the previous year.

Taiyo Ink International (Singapore) performed steadily due to the expansion of the market of material for vehicle installation parts.

As a result, net sales amounted to 3,360 million yen (up 9.8% year on year) with segment profit at 441 million yen (up 4.3% year on year).

(2) Qualitative information regarding consolidated financial position

Positions of assets, liabilities and net assets

The following shows the positions of assets, liabilities and net assets as of December 31, 2015.

	As of March 31, 2015 (Millions of yen)	As of December 31, 2015 (Millions of yen)	Change (Millions of yen)	Main factors (comparison with the end of the previous fiscal year)
Current assets	37,942	37,964	21	Cash and deposits decreased approx. 1,000 million yen and notes and accounts receivable - trade increased approx. 1,200 million yen.
Non-current assets	23,298	27,314	4,016	Buildings and structures increased approx. 2,700 million yen and investments and other assets increased approx. 1,400 million yen
Total assets	61,241	65,279	4,038	
Total liabilities	19,929	20,765	835	Notes and accounts payable - trade increased approx. 600 million yen and long-term loans payable increased approx. 200 million yen.
Total net assets	41,312	44,514	3,202	Profit was approx. 6,200 million yen and cash dividends paid was approx. 2,300 million yen.
Total liabilities and net assets	61,241	65,279	4,038	

(3) Information regarding consolidated earnings forecasts and other forward-looking statements

No changes have been made to the consolidated earnings forecasts for the fiscal year ending March 31, 2016 from the earnings forecasts that were announced in “Consolidated Financial Results for the Fiscal Year Ended March 31, 2015” released on May 1, 2015.

2. Matters Regarding Summary Information (Notes)

(1) Changes in significant subsidiaries during the current nine months

In the first quarter ended June 30, 2015, as a result of the Company acquiring all shares of Chugai Kasei Co., Ltd., that company was included in the scope of consolidation.

(2) Application of specific accounting for preparing quarterly consolidated financial statements

No items to report

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections

(Changes in accounting policies)

(Application of Accounting Standard for Business Combinations, etc.)

Effective from the first quarter ended June 30, 2015, the Company has applied the “Accounting Standard for Business Combinations” (ASBJ Statement No. 21, September 13, 2013), the “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, September 13, 2013), and the “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, September 13, 2013), etc. As a result, the method of recording the amount of difference caused by changes in the Company’s ownership interests in subsidiaries in the case of subsidiaries under ongoing control of the Company was changed to one in which it is recorded as capital surplus, and the method of recording acquisition-related costs was changed to one in which they are recognized as expenses for the fiscal year in which they are incurred.

Furthermore, for business combinations carried out on or after the beginning of the first quarter ended June 30, 2015, the accounting method was changed to one in which the reviewed acquisition cost allocation resulting from the finalization of the provisional accounting treatment is reflected in the quarterly consolidated financial statements for the quarterly period to which the date of business combination belongs. In addition, the presentation method for “net income” and other related items was changed, and the presentation of “minority interests” was changed to “non-controlling interests.” To reflect these changes, the Company has reclassified its quarterly and full-year consolidated financial statements for the first nine months of the previous fiscal year and the previous fiscal year.

Application of the Accounting Standard for Business Combinations, etc. is in line with the transitional measures provided for in paragraph 58-2 (4) of the Accounting Standard for Business Combinations, paragraph 44-5 (4) of the Accounting Standard for Consolidated Financial Statements and paragraph 57-4 (4) of the Accounting Standard for Business Divestitures. The Company is applying the said standard, etc. prospectively from the beginning of the first quarter ended June 30, 2015.

As a result, the changes in operating income, ordinary income and income before income taxes and minority interests amount to a decrease of 68 million yen for each of the aforementioned. There is no impact on the capital surplus as of December 31, 2015.

(4) Additional information

(Transactions of Delivering the Company's Own Stock to Employees etc. through Trusts)

The Company has applied the "Practical Solution on Transactions of Delivering the Company's Own Stock to Employees etc. through Trusts" (ASBJ PITF No. 30, March 26, 2015) effective from the fiscal year ended March 31, 2015.

1) Overview of transactions

The Company, at a meeting of the Board of Directors held on May 2, 2014, resolved to introduce an employee incentive plan, the Employee Stock Ownership Plan ("ESOP") trust for granting stock. Through this plan, the Company aims to cultivate a sense of belonging among its employees, increase their sense of participation in the management of the Company, and heighten their motivation to help improve operating results and increase the stock price in the long term as well as their morale. In addition, the Company aims to enhance corporate value on a medium- and long-term basis through the plan. The Company will establish a trust into which it will contribute funds for the acquisition of the Company's stock, of which the beneficiaries will be employees of the Company who meet certain criteria. The trust will acquire stock of the Company in one lot from the Company in the number expected to be delivered to employees of the Company based on the regulations for the delivery of stock established in advance. Following this, the trust will deliver stock of the Company to employees, without contribution, in accordance with the regulations for the delivery of stock, based on the eligibility of the Company's employees during the trust period and other such criteria, during the period in service of such employees. As the full amount of the acquisition funds for the stock of the Company to be acquired through the trust will be contributed by the Company, there will be no contribution to be made by employees of the Company. The trust is accounted for with a method (the gross method), in which assets and liabilities of the trust are recorded on the balance sheet as assets and liabilities of the Company and profits and losses of the trust are recorded on the statement of income as profits and losses of the Company.

2) Own stock of the Company remaining in trusts

Own stock of the Company remaining in trusts are recorded as treasury shares in the portion of net assets according to the carrying amount at the trust (excluding amounts of ancillary cost). The carrying amount and the number of shares of the aforesaid own stock of the Company as of December 31, 2015 are 226 million yen and 74,460 shares, respectively.

3. Significant Events Regarding Premise of Going Concern

No items to report

4. Consolidated Financial Statements

(1) Consolidated balance sheet

(Unit: Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Assets		
Current assets		
Cash and deposits	19,766	18,690
Notes and accounts receivable - trade	13,111	14,406
Securities	0	0
Merchandise and finished goods	2,348	1,862
Work in process	291	424
Raw materials and supplies	1,886	1,712
Other	878	1,226
Allowance for doubtful accounts	(341)	(358)
Total current assets	37,942	37,964
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,014	10,775
Land	4,342	4,656
Other, net	4,508	4,364
Total property, plant and equipment	16,865	19,795
Intangible assets		
Goodwill	4,849	4,450
Other	478	483
Total intangible assets	5,327	4,934
Investments and other assets		
Net defined benefit asset	339	337
Other	766	2,247
Total investments and other assets	1,106	2,584
Total non-current assets	23,298	27,314
Total assets	61,241	65,279
Liabilities		
Current liabilities		
Notes and accounts payable - trade	5,661	6,293
Short-term loans payable	729	856
Current portion of long-term loans payable	340	441
Accounts payable - other	2,032	1,329
Income taxes payable	1,139	533
Provision for bonuses	384	215
Provision for directors' bonuses	3	265
Other	765	1,159
Total current liabilities	11,056	11,094
Non-current liabilities		
Provision for directors' retirement benefits	10	155
Long-term loans payable	7,685	7,912
Net defined benefit liability	-	95
Asset retirement obligations	55	330
Stock benefit allowance	42	27
Other	1,078	1,149
Total non-current liabilities	8,872	9,671
Total liabilities	19,929	20,765

(Unit: Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Net assets		
Shareholders' equity		
Capital stock	6,134	6,188
Capital surplus	7,143	7,304
Retained earnings	36,997	40,915
Treasury shares	(14,598)	(14,141)
Total shareholders' equity	35,676	40,266
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	110	123
Foreign currency translation adjustment	3,332	2,088
Remeasurements of defined benefit plans	(46)	(32)
Total accumulated other comprehensive income	3,396	2,179
Non-controlling interests	2,238	2,068
Total net assets	41,312	44,514
Total liabilities and net assets	61,241	65,279

(2) Consolidated statement of income and consolidated statement of comprehensive income
Consolidated statement of income (cumulative)

(Unit: Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Net sales	36,881	38,300
Cost of sales	22,211	21,093
Gross profit	14,670	17,206
Selling, general and administrative expenses	7,412	8,559
Operating income	7,257	8,646
Non-operating income		
Interest income	77	79
Dividend income	13	8
Subsidy income	-	17
Foreign exchange gains	65	85
Refunded consumption taxes	27	-
Other	56	64
Total non-operating income	239	255
Non-operating expenses		
Interest expenses	20	52
Other	11	18
Total non-operating expenses	31	71
Ordinary income	7,465	8,831
Extraordinary income		
Gain on sales of non-current assets	19	6
Gain on sales of investment securities	384	-
Gain on transfer of benefit obligation relating to employees' pension fund	-	34
Total extraordinary income	404	40
Extraordinary losses		
Loss on sales of non-current assets	-	0
Impairment loss	-	32
Loss on valuation of golf club membership	14	-
Total extraordinary losses	14	32
Income before income taxes and minority interests	7,855	8,839
Income taxes - current	2,193	2,338
Income taxes - deferred	153	30
Total income taxes	2,346	2,368
Profit	5,508	6,470
Profit attributable to non-controlling interests	227	243
Profit attributable to owners of parent	5,281	6,226

Consolidated statement of comprehensive income (cumulative)

(Unit: Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Profit	5,508	6,470
Other comprehensive income		
Valuation difference on available-for-sale securities	(142)	12
Foreign currency translation adjustment	2,623	(1,336)
Remeasurements of defined benefit plans, net of tax	13	13
Total other comprehensive income	2,495	(1,309)
Comprehensive income	8,003	5,160
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	7,627	5,009
Comprehensive income attributable to non-controlling interests	376	150

(3) Notes to consolidated financial statements

(Notes on premise of going concern)

No items to report

(Notes on substantial changes in the amount of shareholders' equity)

On June 1, 2015, the Company conducted a share exchange with Chugai Kasei Co., Ltd., making the Company a wholly-owning parent company in the share exchange and Chugai Kasei Co., Ltd. a wholly-owned subsidiary.

Also, on June 26, 2015, the Company conducted an allocation of new shares to a third party (issuance of First Series Class A shares).

Owing the items mentioned above, capital stock increased by 53 million yen, capital surplus rose by 160 million yen, and treasury shares decreased by 383 million yen.

As a result, as of December 31, 2015, capital stock stood at 6,188 million yen, capital surplus at 7,304 million yen and treasury shares at 14,141 million yen.

(Segment information, etc.)

[Segment information]

I Nine months ended December 31, 2014

1. Information regarding net sales and profit/loss by reportable segment

(Millions of yen)

	Reportable segments					Other (Note 2)	Total
	Japan	China (Note 1) (Note 3)	Taiwan (Note 3)	Korea	Total		
Net sales							
External sales	7,259	14,136	5,442	7,058	33,897	2,984	36,881
Inter-segment sales or transfers	5,041	1,199	1,867	271	8,381	76	8,457
Total sales	12,301	15,336	7,309	7,330	42,278	3,061	45,339
Segment profit	2,050	2,638	1,353	951	6,994	423	7,418

Notes: 1. The "China" segment covers local subsidiaries in China and Hong Kong.

2. The "Other" segment represents operating segments not included in reportable segments and covers the business activities of local subsidiaries in the U.S. and other Asian countries.

3. The net sales and operating income of Onstatic Technology Co., Ltd. (and another four subsidiaries) have been presented in the "China" and "Taiwan" segments.

As one of the subsidiaries of Onstatic Technology Co., Ltd. does not operate any business, it does not constitute a reportable segment.

2. Difference between total segment profit or loss for reportable segments and operating income on consolidated statement of income, and details thereof (reconciliation)

(Millions of yen)

Profit/loss	Nine months ended December 31, 2014
Reportable segments total	6,994
“Other” segment profit	423
Inter-segment eliminations	16
Amortization of goodwill	(186)
Profit/loss not allocated to operating segments (Note)	43
Other adjusted amounts	(34)
Operating income on the consolidated statement of income	7,257

Note: Profit/loss primarily related to the holding company (company filing the consolidated financial statements).

3. Information regarding impairment loss on non-current assets, goodwill and negative goodwill by reportable segment

No items to report

II Nine months ended December 31, 2015

1. Information regarding net sales and profit/loss by reportable segment

(Millions of yen)

	Reportable segments					Other (Note 4)	Total
	Japan (Note 1)	China (Note 2) (Note 3)	Taiwan (Note 3)	Korea	Total		
Net sales							
External sales	7,959	16,049	5,356	5,659	35,025	3,274	38,300
Inter-segment sales or transfers	5,017	869	2,224	263	8,375	85	8,461
Total sales	12,976	16,919	7,581	5,922	43,400	3,360	46,761
Segment profit	1,952	3,670	1,749	1,109	8,482	441	8,924

Notes: 1. The net sales and operating income of Chugai Kasei Co., Ltd. have been presented in the “Japan” segment effective the first three months ended June 30, 2015.

2. The “China” segment covers local subsidiaries in China and Hong Kong.

3. The net sales and operating income of Onstatic Technology Co., Ltd. (and another four subsidiaries) have been presented in the “China” and “Taiwan” segments. The Group liquidated one company of Onstatic Technology Co., Ltd. (and another four subsidiaries) as of February 20, 2015.

As one of the subsidiaries of Onstatic Technology Co., Ltd. does not operate any business, it does not constitute a reportable segment.

4. The “Other” segment represents operating segments not included in reportable segments and covers the business activities of local subsidiaries in the U.S. and other Asian countries.

2. Matters related to assets for each reportable segment

In the first quarter ended June 30, 2015, Chugai Kasei Co., Ltd. was acquired and included in the scope of consolidation. As a result, compared with the end of the previous fiscal year, the balance of assets as of December 31, 2015 rose by 2,070 million yen in the “Japan” segment.

3. Difference between total segment profit or loss for reportable segments and operating income on consolidated statement of income, and details thereof (reconciliation)

(Millions of yen)

Profit/loss	Nine months ended December 31, 2015
Reportable segments total	8,482
“Other” segment profit	441
Inter-segment eliminations	55
Amortization of goodwill	(207)
Profit/loss not allocated to operating segments (Note)	(126)
Other adjusted amounts	0
Operating income on the consolidated statement of income	8,646

Note: Profit/loss primarily related to the holding company (company filing the consolidated financial statements).

4. Information regarding impairment loss on non-current assets, goodwill and negative goodwill by reportable segment

(Impairment loss on non-current assets)

(Millions of yen)

	Japan	China	Taiwan	Korea	Other	Corporate and elimination	Total
Impairment loss	–	–	32	–	–	–	32

(Significant subsequent events)

No items to report