

November 10, 2014

SCREEN Holdings Co., Ltd.
Tenjinkita-machi 1-1, Teranouchi-agaru 4-chome, Horikawa-dori,
Kamigyo-ku, Kyoto 602-8585, Japan

CONSOLIDATED FINANCIAL REPORT FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2014 [Japanese GAAP]

SCREEN Holdings Co., Ltd. is listed on the First Section of the Tokyo Stock Exchange with the securities code number 7735.
(URL <http://www.screen.co.jp/>)

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Figures have been rounded down to eliminate amounts less than one million yen, except per share figures.

PERFORMANCE FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2014 (APR. 1, 2014-SEPT. 30, 2014)

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period.)

(1) Business Results

	Net Sales	Percentage Change	Operating Income	Percentage Change	Ordinary Income	Percentage Change
Six months ended Sept. 30, 2014	¥112,490	1.2%	¥ 6,739	122.1%	¥ 6,554	150.1%
Six months ended Sept. 30, 2013	111,141	1.5	3,034	—	2,620	—

Note: Comprehensive income

Six months ended Sept. 30, 2014: ¥ 8,482 million (43.1 %)
Six months ended Sept. 30, 2013: ¥ 5,929 million (- %)

	Net Income	Percentage Change	Net Income per Share (Yen)	Diluted Net Income per Share (Yen)
Six months ended Sept. 30, 2014	¥ 4,651	198.3%	¥ 19.60	¥ —
Six months ended Sept. 30, 2013	1,559	—	6.57	—

(2) Financial Position

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share of Capital Stock (Yen)
Sept. 30, 2014	¥240,631	¥95,982	39.6%	¥401.93
Mar. 31, 2014	232,376	87,097	37.2	364.23

Note: Equity

As of Sept. 30, 2014: ¥ 95,395 million
As of Mar. 31, 2014: ¥ 86,448 million

CASH DIVIDENDS

Record date	Cash Dividends per Share				
	First Quarter-end	Second Quarter-end	Third Quarter-end	Year-end	Annual
Fiscal year ended Mar. 31, 2014	¥ —	¥ —	¥ —	¥3.00	¥3.00
Fiscal year ending Mar. 31, 2015	—	—			
Fiscal year ending Mar. 31, 2015 (Forecast)			—	5.00	5.00

Note: Revision of the latest forecast of cash dividends: No

FORECAST OF BUSINESS RESULTS FOR FISCAL YEAR ENDING MARCH 31, 2015

(Millions of yen, except per share figures)

(Percentage are the rate of increase or decrease from the previous corresponding period.)

	Net Sales	Percentage Change	Operating Income	Percentage Change
Fiscal year ending Mar. 31, 2015	¥ 242,000	2.6 %	¥ 14,700	65.1 %

	Ordinary Income	Percentage Change	Net Income	Percentage Change	Net Income per Share (Yen)
Fiscal year ending Mar. 31, 2015	¥ 14,200	69.2 %	¥ 11,200	106.7 %	¥ 47.19

Note: Revision of the latest business forecast: Yes

NOTES

(1) Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation): No
New Company: Not applicable Exclusion: Not applicable

(2) Application of accounting methods specific to the preparation of quarterly consolidated financial statements: Yes
Please refer to P.5 [Summary Information (Notes)] for more information.

(3) Changes of accounting policies, changes in accounting estimates and retrospective restatement

1. Changes of accounting policies accompanied by revision of accounting standard etc.: Yes

2. Changes of accounting policies other than 1: No

3. Changes in accounting estimates: No

4. Retrospective restatement: No

Please refer to P.5 [Summary Information (Notes)] for more information.

(4) Number of shares outstanding

1. Number of shares outstanding as of end of period (including treasury stock)

As of Sept. 30, 2014: 253,974,333 shares As of Mar. 31, 2014: 253,974,333 shares

2. Number of treasury stock as of end of period

As of Sept. 30, 2014: 16,631,468 shares As of Mar. 31, 2014: 16,625,067 shares

3. Average number of shares outstanding

Six months ended Sept. 30, 2014: 237,347,637 shares Six months ended Sept. 30, 2013: 237,358,771 shares

*Indication of quarterly review procedure implementation status

This quarterly earnings report is exempt from quarterly review procedure based upon the Financial Instruments and Exchange Law. It is under the review procedure process at the time of disclosure of this report.

*Explanation for appropriate use of forecasts and other notes

(1) SCREEN Holdings has revised our business forecast for the fiscal year ending March 31, 2015 that was previously announced on August 5, 2014, as noted in this financial report.

(2) The forward-looking statements such as operational forecasts contained in this document are based on the information currently available to SCREEN Holdings and certain assumptions that are regarded as legitimate. SCREEN Holdings does not promise that the forecasts or estimates will be accurate. Large discrepancies may be seen in the actual results due to various factors. Please refer to P.4 "3. Qualitative information regarding consolidated business results forecasts" for the assumptions used and other notes.

[Qualitative Information, Financial Statements]

1. Qualitative information regarding the status of consolidated business results

During the first half of the fiscal year ending March 31, 2015, the six-month period from April 1, 2014 to September 30, 2014, the global economy continued to gradually recover. The U.S. economy saw ongoing improvement, backed by a rise in personal consumption and an improvement in corporate performance. The European economy showed signs of recovery in some regions, despite concerns about the reemergence of fiscal problems and prolonged economic stagnation. Among emerging economies, the overall pace of growth continued to slow. The Chinese economy, even with modest expansion persisting owing to the government's economic assistance measures, saw a strong trend toward slowdown in the economic growth due to the downturn in the real estate market and other factors. Meanwhile, the Japanese economy saw moderate improvement, overcoming the impact of the consumption tax hike at the beginning of the current fiscal year.

With regard to the business conditions surrounding the SCREEN Group, in the semiconductor industry capital investment among semiconductor manufacturers was firm amid continued investment in miniaturization reflecting growth in demand for smartphones. In the FPD business field, the shift to China of television LCD panel production advanced. With regard to graphic arts equipment, markets in the United States and Europe showed signs of recovering demand.

Under these circumstances, the SCREEN Group posted consolidated net sales of ¥112,490 million for the first half of the fiscal year ending March 31, 2015, an increase of ¥1,348 million from the corresponding period of the previous fiscal year. On the earnings front, operating income totaled ¥6,739 million, up ¥3,704 million year on year, reflecting reductions in variable costs and changes in the SE product mix, despite an increase in fixed costs, including personnel costs and R&D expenses, due to the removal of emergency measures taken in the previous fiscal year and the depreciation of the yen. Ordinary income amounted to ¥6,554 million, up ¥3,933 million year on year. Net income for the first half of the fiscal year ending March 31, 2015 totaled ¥4,651 million, up ¥3,092 million compared with the corresponding period of the previous fiscal year.

Performance by reportable segment is explained below.

The Semiconductor Equipment (SE) Segment

In the Semiconductor Equipment segment, investment by foundries decreased due in part to the investment cycle of semiconductor manufacturers, but investment by logic chip manufacturers increased year on year, causing net sales to remain mostly level year on year. By geographical region, sales to Taiwan decreased, but those to the United States and Europe rose. As a result, net sales in this segment amounted to ¥75,790 million, up 0.1% year on year. On the earnings front, operating income in this segment came to ¥6,248 million, up ¥3,350 million, or 115.6%, from the corresponding period of the previous fiscal year, reflecting a reduction in variable costs and changes in the product mix, despite the increase in fixed costs, including personnel costs and R&D expenses, due to the removal of emergency measures taken in the previous fiscal year and the depreciation of the yen.

The FPD Equipment (FE) Segment

In the FPD Equipment segment, while overseas sales were flat year on year, domestic sales decreased. As a result, net sales in this segment amounted to ¥9,057 million, down 17.4% year on year. On the earnings front, reflecting the fall in sales, the segment posted an operating loss of ¥199 million, compared with an operating income of ¥10 million in the corresponding period of the previous fiscal year.

The Media and Precision Technology (MP) Segment

In the Media and Precision Technology segment, with regard to graphic arts equipment, demand, mainly overseas, for computer to plate (CTP) equipment and print on demand (POD) equipment recovered, causing net sales to rise year on year. Printed circuit board (PCB)-related equipment sales were up year on year due to a rise in sales of mainstay direct imaging systems. As a result, net sales in this segment came to ¥27,264 million, up 13.1% year on year. On the earnings front, this segment posted an operating income of ¥1,914 million, an increase of 87.3% from the corresponding period of the previous fiscal year, due to the increase in net sales, despite the increase in fixed costs, including personnel costs and R&D expenses, due to the removal of emergency measures taken in the previous fiscal year and the depreciation of the yen.

2. Qualitative information regarding changes in consolidated financial position

Total assets as of September 30, 2014 stood at ¥240,631 million, an increase of ¥8,254 million, or 3.6%, compared with March 31, 2014. This was mainly due to increases in notes and accounts receivable-trade and in investment securities due to a rise in the market values of held stocks, despite a decrease in cash and time deposits.

Total liabilities amounted to ¥144,648 million, down ¥629 million, or 0.4%, compared with the end of the previous fiscal year. This was primarily due to decreases in bonds payable and in notes and accounts payable-trade, in spite of an increase in loans payable. Interest-bearing debt increased by ¥10,702 million from March 31, 2014, to ¥52,076 million. This was attributable to the procurement of long-term loans payable and short-term loans payable to procure funds for the redemption of bonds payable and to offset temporary negative operating cash flows, respectively. Net interest-bearing debt, or interest-bearing debt minus cash and time deposits, increased by ¥16,391 million, compared with the previous fiscal year-end, to ¥23,552 million.

Total net assets amounted to ¥95,982 million, up ¥8,884 million, or 10.2%, from March 31, 2014. This was mainly attributable to posting of quarterly net income and an increase in valuation difference on available-for-sale securities due to a rise in the market values of held stocks, despite the payment of cash dividends.

As a result, the equity ratio as of September 30, 2014 improved 2.4 percentage points compared with the end of the previous fiscal year to 39.6%.

Status of Cash Flows

The status of cash flows during the first half of the fiscal year ending March 31, 2015 is as follows.

Net cash used in operating activities amounted to ¥12,419 million, compared with ¥7,695 million provided by operating activities in the first half of the previous fiscal year. For the period under review, total cash outflows, including a decrease in notes and accounts payable-trade and an increase in notes and accounts receivable-trade, outpaced total cash inflows, such as posting of income before income taxes and depreciation and amortization.

Net cash used in investing activities amounted to ¥3,175 million, compared with ¥2,800 million used in investing activities in the first half of the previous fiscal year. This was mainly due to the purchase of property, plant and equipment, such as equipment for R&D.

Net cash provided by financing activities amounted to ¥8,797 million, compared with ¥5,650 million used in financing activities in the first half of the previous fiscal year. This was mainly attributable to an increase in loans payable while redeeming bonds payable.

As a result, cash and cash equivalents as of September 30, 2014 totaled ¥25,518 million, down ¥6,043 million from March 31, 2014.

3. Qualitative information regarding consolidated business results forecasts

The Company has revised its consolidated business forecast for the fiscal year ending March 31, 2015, from the forecast announced on August 5 2014, as listed below. Specifically, in the second half of the fiscal year, while some sales in the FPD Equipment segment are expected to be delayed until the following fiscal year, orders received in the Semiconductor Equipment segment are forecasted to improve, leading to a rise in sales and profits. As a result, and with consideration given to the results for the first half of the fiscal year, both sales and profits for the full fiscal year are anticipated to exceed the previously announced forecasts.

Business forecast

Fiscal year ending March 31, 2015 (April 1, 2014 to March 31, 2015)

(Millions of yen)

	Revised forecast	Previously announced forecast
Net Sales	¥ 242,000	¥ 241,000
SE	162,000	158,500
FE (FT)	23,500	27,000
MP (GP)	55,500	54,000
Others	1,000	1,500
Operating Income	14,700	11,200
Ordinary Income	14,200	10,500
Net Income	11,200	8,300

*Intersegment transactions have been eliminated.

Please refer to today's announcement "Notice: Business Forecast Revision."

As of October 1, 2014, the Company has transitioned to a holding company structure and changed its trade name from “Dainippon Screen Mfg. Co., Ltd.” to “SCREEN Holdings Co., Ltd.”

Furthermore, we plan to change the names of the Company’s reportable segments from the third quarter of the fiscal year ending March 31, 2015 as follows.

- Semiconductor Equipment (SE) → Semiconductor Solutions (SE)
- FPD Equipment (FE) → Finetech Solutions (FT)
- Media and Precision Technology (MP) → Graphic and Precision Solutions (GP)

Note: The aforementioned forecasts are based on foreign currency exchange rate estimates of US\$1.00 = ¥105 and EUR1.00 = ¥135. Business forecasts are also made in accordance with currently available information and rational assumptions. SCREEN Holdings does not promise that the forecasts or estimates will be accurate. Therefore, it should be noted that actual results could differ significantly due to a variety of factors.

[Summary Information (Notes)]

1. Changes in significant consolidated subsidiaries (Changes in specified subsidiaries involving changes in scope of consolidation):
None

2. Application of accounting methods specific to the preparation of quarterly consolidated financial statements:

Calculation of income taxes

Income tax amount is calculated principally by multiplying reasonably estimated annual effective tax rate through the second quarter ended September 30, 2014, with the effects of deferred taxes reflected, by the amount of year-to-date income before income taxes. When calculation using reasonably estimated annual effective tax rate causes irrational results, income tax amount is calculated based on the legal tax rate.

3. Changes of accounting policies, changes in accounting estimates and retrospective restatement:

Changes of accounting policies

(Adoption of new accounting standards for retirement benefits)

Effective from the beginning of the first quarter of the fiscal year ending March 31, 2015, SCREEN Holdings and its consolidated domestic subsidiaries have applied the Accounting Standard for Retirement Benefits (ASBJ Statement No. 26, May 17, 2012 (hereinafter, the "Statement No. 26")) and Guidance on Accounting Standard for Retirement Benefits (ASBJ Guidance No. 25, May 17, 2012 (hereinafter "Guidance No. 25")) with respect to certain provisions described in article 35 of the Statement No. 26 and the article 67 of the Guidance No. 25. As a result, the methods for calculating retirement benefit obligations and service costs have been revised in the following respects. The method for attributing projected benefits to periods has been changed from the straight-line basis to the benefit formula basis, and the method for determining the discount rate has been changed from a method based on an approximation of the average of the estimated remaining service years to a method of using a single weighted-average discount rate that reflects the periods until the expected payment of retirement benefits and the amount of projected benefits every such period.

According to the transitional treatment provided in the article 37 of the Statement No. 26, the effect of changing the method for calculating retirement benefit obligations and service costs was recognized by adjusting retained earnings at the beginning of the fiscal year ending March 31, 2015.

As a result of the application, net defined benefit asset, retained earnings and deferred tax liabilities included in “Other” in noncurrent liabilities increased by ¥1,881 million, ¥1,213 million and ¥667 million, respectively, at the beginning of the fiscal year ending March 31, 2015. The effect of this change on operating income, ordinary income and income before income taxes for the first half of the fiscal year ending March 31, 2015 is immaterial.

CONSOLIDATED BALANCE SHEETS

(Millions of yen)

	Mar. 31, 2014	Sept. 30, 2014
ASSETS		
Current assets:		
Cash and time deposits	¥ 34,213	¥ 28,524
Notes and accounts receivable-trade	45,256	52,245
Merchandise and finished goods	40,660	39,138
Work in process	23,443	24,830
Raw materials and supplies	6,055	6,833
Deferred tax assets	3,958	4,085
Other	4,597	5,254
Allowance for doubtful accounts	(859)	(1,055)
Total current assets	157,326	159,857
Noncurrent assets:		
Property, plant and equipment:		
Buildings and structures	52,257	52,581
Machinery, equipment and vehicles	34,820	36,172
Other	28,742	28,889
Accumulated depreciation	(75,109)	(76,256)
Total property, plant and equipment	40,710	41,387
Intangible assets:		
Other	2,406	2,329
Total intangible assets	2,406	2,329
Investments and other assets:		
Investment securities	28,619	32,321
Net defined benefit asset	200	1,750
Other	3,930	3,797
Allowance for doubtful accounts	(817)	(812)
Total investments and other assets	31,932	37,057
Total noncurrent assets	75,049	80,773
Total assets	232,376	240,631

CONSOLIDATED BALANCE SHEETS

(Millions of yen)

	Mar. 31,	Sept. 30,
	2014	2014
LIABILITIES		
Current liabilities:		
Notes and accounts payable-trade	¥ 68,705	¥ 59,501
Short-term loans payable	104	10,000
Current portion of long-term loans payable	2,253	3,961
Current portion of bonds payable	14,000	—
Lease obligations	819	612
Income taxes payable	1,484	1,728
Notes payable-facilities	20	56
Provision for directors' bonuses	55	34
Provision for product warranties	5,020	4,629
Provision for loss on order received	575	521
Other	21,327	18,054
Total current liabilities	<u>114,367</u>	<u>99,100</u>
Noncurrent liabilities:		
Bonds payable	13,600	13,600
Long-term loans payable	8,342	20,906
Lease obligations	2,254	2,996
Net defined benefit liability	1,291	506
Provision for directors' retirement benefits	94	114
Asset retirement obligations	48	48
Other	5,278	7,376
Total noncurrent liabilities	<u>30,911</u>	<u>45,548</u>
Total liabilities	<u>145,278</u>	<u>144,648</u>
NET ASSETS		
Shareholders' equity:		
Capital stock	54,044	54,044
Capital surplus	4,583	4,583
Retained earnings	41,824	46,977
Treasury stock	(12,251)	(12,258)
Total shareholders' equity	<u>88,201</u>	<u>93,347</u>
Accumulated other comprehensive income:		
Valuation difference on available-for-sale securities	7,089	9,416
Foreign currency translation adjustment	(4,833)	(3,776)
Remeasurements of defined benefit plans	(4,007)	(3,591)
Total accumulated other comprehensive income	<u>(1,752)</u>	<u>2,047</u>
Minority interests	<u>649</u>	<u>587</u>
Total net assets	<u>87,097</u>	<u>95,982</u>
Total liabilities and net assets	<u>232,376</u>	<u>240,631</u>

CONSOLIDATED STATEMENTS OF INCOME

(Millions of yen)

Apr.1, 2013 – Sept. 30, 2013 **Apr.1, 2014 – Sept. 30, 2014**

Net sales		¥ 111,141	¥ 112,490
Cost of sales		84,546	79,488
Gross profit		26,595	33,001
Selling, general and administrative expenses		23,560	26,262
Operating income		3,034	6,739
Non-operating income			
Interest income		60	31
Dividends income		208	266
House rent income		147	115
Other		278	269
Total non-operating income		693	683
Non-operating expenses			
Interest expenses		585	473
Foreign exchange losses		72	102
Other		449	291
Total non-operating expenses		1,107	867
Ordinary income		2,620	6,554
Extraordinary income			
Gain on sales of investment securities		10	0
Total extraordinary income		10	0
Extraordinary loss			
Loss on valuation of investment securities		5	—
Other		0	—
Total extraordinary loss		5	—
Income before income taxes		2,626	6,555
Income taxes		1,084	1,871
Income before minority interests		1,542	4,684
Minority interests in income (loss)		(17)	32
Net income		1,559	4,651

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Millions of yen)

	Apr.1, 2013 – Sept. 30, 2013	Apr.1, 2014 – Sept. 30, 2014
Income before minority interests	¥ 1,542	¥ 4,684
Other comprehensive income		
Valuation difference on available-for-sale securities	2,396	2,327
Foreign currency translation adjustment	1,991	1,054
Remeasurements of defined benefit plans	—	416
Total other comprehensive income	<u>4,387</u>	<u>3,797</u>
Comprehensive income	<u>5,929</u>	<u>8,482</u>
(Comprehensive income attributable to)		
Owners of the parent	5,936	8,451
Minority interests	(6)	30

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Millions of yen)

Apr.1, 2013- Sept. 30, 2013 Apr.1, 2014 – Sept. 30, 2014**Cash flow from operating activities:**

Income before income taxes	¥ 2,626	¥ 6,555
Depreciation and amortization	1,980	2,313
Loss (gain) on valuation of investment securities	5	—
Loss (gain) on sales of investment securities	(10)	(0)
Increase (decrease) in provision for retirement benefits	(49)	—
Increase (decrease) in net defined benefit liability	—	(516)
Increase (decrease) in provision for directors' bonuses	(13)	(21)
Increase (decrease) in provision for product warranties	(215)	(415)
Increase (decrease) in provision for loss on order received	290	(54)
Interest and dividends income	(268)	(298)
Interest expenses	585	473
Decrease (increase) in notes and accounts receivable-trade	(2,992)	(6,641)
Decrease (increase) in inventories	4,949	(28)
Decrease (increase) in other current assets	(601)	(1,047)
Increase (decrease) in notes and accounts payable-trade	(698)	(8,310)
Increase (decrease) in accrued expenses	204	338
Increase (decrease) in other current liabilities	3,110	(3,215)
Other, net	(227)	(180)
Subtotal	<u>8,675</u>	<u>(11,050)</u>
Interest and dividends income received	299	329
Interest expenses paid	(502)	(484)
Contribution in connection with the shift to a defined-contribution pension plan	(16)	(0)
Income taxes paid	(759)	(1,213)
Net cash provided by (used in) operating activities	<u>7,695</u>	<u>(12,419)</u>

Cash flow from investing activities:

Decrease (increase) in time deposits	(155)	(325)
Purchase of property, plant and equipment	(2,190)	(2,338)
Purchase of treasury shares of subsidiaries	—	(101)
Other, net	(454)	(409)
Net cash used in investing activities	<u>(2,800)</u>	<u>(3,175)</u>

Cash flow from financing activities:

Net increase (decrease) in short-term loans payable	(11,800)	9,898
Proceeds from long-term loans payable	—	15,400
Repayments of long-term loans payable	(1,927)	(1,128)
Repayments of finance lease obligations	(462)	(651)
Proceeds from issuance of bonds	8,546	—
Redemption of bonds	—	(14,000)
Net decrease (increase) in treasury stock	(2)	(3)
Cash dividends paid	—	(712)
Cash dividends paid to minority shareholders	(5)	(5)
Net cash provided by (used in) financing activities	<u>(5,650)</u>	<u>8,797</u>

Effect of exchange rate change on cash and cash equivalents	<u>931</u>	<u>753</u>
Net increase (decrease) in cash and cash equivalents	<u>175</u>	<u>(6,043)</u>
Cash and cash equivalents at beginning of period	<u>38,026</u>	<u>31,562</u>
Cash and cash equivalents at end of period	<u>38,201</u>	<u>25,518</u>

SEGMENT INFORMATION**[Segment Information]**

Six months ended Sept. 30, 2013

Net sales and income (loss) in reportable segment

(Millions of yen)

	Reportable segment *1				Other *2	Total	Adjustments *3	Consolidated *4
	SE	FE	MP	Total				
Sales								
(1)Sales to outside customers	¥ 75,682	¥ 10,959	¥ 24,107	¥ 110,749	¥ 392	¥ 111,141	¥ —	¥ 111,141
(2)Intersegment sales and transfers	—	—	—	—	3,490	3,490	(3,490)	—
Total	75,682	10,959	24,107	110,749	3,882	114,631	(3,490)	111,141
Segment income (loss)	2,897	10	1,021	3,930	(188)	3,742	(707)	3,034

Notes

*1 The SE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. The FE segment develops, manufactures and markets FPD production equipment, and it also conducts maintenance services. In the MP segment, graphic arts equipment and PCB related equipment are developed, manufactured, sold and maintained.

*2 The "Other" category incorporates operations not included in reportable segments, including software development, planning and production of printed matter, logistics operations and other businesses.

*3 Segment operating income (loss) adjustment of ¥ (707) million is the corporate expense not apportioned in each reportable segment. Corporate expense mainly comprises the headquarters' general and administrative expenses not usually attributed to segments.

*4 Segment income (loss) is adjusted with operating income under consolidated statements of income.

Six months ended Sept. 30, 2014

Net sales and income (loss) in reportable segment

(Millions of yen)

	Reportable segment *1				Other *2	Total	Adjustments *3	Consolidated *4
	SE	FE	MP	Total				
Sales								
(1)Sales to outside customers	¥ 75,790	¥ 9,057	¥ 27,264	¥ 112,111	¥ 378	¥ 112,490	¥ —	¥ 112,490
(2)Intersegment sales and transfers	—	—	—	—	3,705	3,705	(3,705)	—
Total	75,790	9,057	27,264	112,111	4,083	116,195	(3,705)	112,490
Segment income (loss)	6,248	(199)	1,914	7,962	(418)	7,544	(805)	6,739

Notes

*1 The SE segment develops and manufactures semiconductor production equipment and conducts sales and maintenance services. The FE segment develops, manufactures and markets FPD production equipment, and it also conducts maintenance services. In the MP segment, graphic arts equipment and PCB related equipment are developed, manufactured, sold and maintained.

*2 The "Other" category incorporates operations not included in reportable segments, including software development, planning and production of printed matter, logistics operations and other businesses.

*3 Segment operating income (loss) adjustment of ¥ (805) million is the corporate expense not apportioned in each reportable segment. Corporate expense mainly comprises the headquarters' general and administrative expenses not usually attributed to segments.

*4 Segment income (loss) is adjusted with operating income under consolidated statements of income.

Consolidated Financial Highlights for the Second Quarter Ended Sept. 30, 2014

(Figures less than one million yen have been omitted and other figures have been rounded.)

	FY2014	FY2015	Difference		FY2014	FY2015
	6 months ended Sept. 30, 2013	6 months ended Sept. 30, 2014			12 months ended Mar.31, 2014	12 months ending Mar.31, 2015
	Result	Result	Amount	Percentage	Result	Forecast
Net sales	¥ 111,141	¥ 112,490	¥ 1,348	1.2%	¥ 235,946	¥ 242,000
Operating income	3,034	6,739	3,704	122.1%	8,902	14,700
[to net sales ratio]	2.7 %	6.0 %	3.3 pt	—	3.8 %	6.1 %
Ordinary income	2,620	6,554	3,933	150.1%	8,394	14,200
[to net sales ratio]	2.4 %	5.8 %	3.4 pt	—	3.6 %	5.9 %
Net income	1,559	4,651	3,092	198.3%	5,418	11,200
[to net sales ratio]	1.4 %	4.1 %	2.7 pt	—	2.3 %	4.6 %
Total assets	236,322	240,631	* 8,254	3.6%	232,376	—
Net assets	82,776	95,982	* 8,884	10.2%	87,097	—
Equity	82,183	95,395	* 8,946	10.3%	86,448	—
Equity ratio	34.8 %	39.6 %	* 2.4 pt	—	37.2 %	—
Net assets per share	¥ 346.24	¥ 401.93	* ¥ 37.70	10.4%	¥ 364.23	—
Interest-bearing debt	64,962	52,076	* 10,702	25.9%	41,374	—
Net interest-bearing debt	24,074	23,552	* 16,391	228.9%	7,161	—
Cash flows from operating activities	7,695	(12,419)	—	—	24,702	—
Cash flows from investing activities	(2,800)	(3,175)	—	—	(4,201)	—
Cash flows from financing activities	(5,650)	8,797	—	—	(29,301)	—
Depreciation and amortization	1,980	2,313	332	16.8%	4,100	5,050
Capital expenditures	1,504	2,826	1,322	87.9%	4,573	7,800
R&D expenses	5,688	6,665	976	17.2%	12,274	15,000
Number of employees	4,990	5,057	* 89	1.8%	4,968	—
Number of consolidated subsidiaries	44	47	* 3	—	44	—
[Domestic]	[21]	[24]	* [3]	—	[21]	—
[Overseas]	[23]	[23]	* [—]	—	[23]	—
Number of affiliates	1	1	* —	—	1	—
[Number of affiliates accounted for by equity method]	[1]	[1]	* [—]	—	[1]	—

* show changes in amount from Mar. 31, 2014

Sales Breakdown (Consolidated)

(Millions of yen)

		FY2014						FY2015			
		3 months ended Jun. 30, 2013	3 months ended Sept. 30, 2013	6 months ended Sept. 30, 2013	3 months ended Dec. 31, 2013	3 months ended Mar. 31, 2014	12 months ended Mar.31, 2014	3 months ended Jun. 30, 2014	3 months ended Sept. 30, 2014	6 months ended Sept. 30, 2014	12 months ending Mar.31, 2015
		Result	Result	Result	Result	Result	Result	Result	Result	Result	Forecast
Semiconductor Equipment	Domestic	8,120	5,212	13,332	6,910	5,069	25,312	3,376	7,199	10,576	—
	Overseas	35,242	27,107	62,349	29,877	45,593	137,819	31,741	33,472	65,214	—
	Total	43,362	32,319	75,682	36,787	50,662	163,132	35,118	40,671	75,790	162,000
FPD Equipment	Domestic	2,613	1,477	4,090	300	2,534	6,925	1,150	764	1,914	—
	Overseas	1,515	5,353	6,868	3,043	3,011	12,923	3,834	3,308	7,143	—
	Total	4,129	6,830	10,959	3,344	5,546	19,849	4,984	4,072	9,057	23,500
Media and Precision Technology	Domestic	4,650	4,881	9,532	4,270	6,592	20,395	4,404	6,171	10,575	—
	Overseas	7,008	7,566	14,575	7,505	9,680	31,761	7,786	8,901	16,688	—
	Total	11,658	12,448	24,107	11,775	16,272	52,156	12,191	15,073	27,264	55,500
Graphic Arts Equipment	Domestic	4,283	4,259	8,543	3,931	5,625	18,100	4,023	5,052	9,075	—
	Overseas	5,813	6,221	12,034	6,191	7,608	25,834	6,202	7,684	13,886	—
	Total	10,097	10,481	20,578	10,122	13,234	43,935	10,225	12,736	22,962	47,400
PCB Equipment	Domestic	367	621	988	338	966	2,294	381	1,118	1,500	—
	Overseas	1,194	1,345	2,540	1,314	2,072	5,926	1,584	1,217	2,801	—
	Total	1,561	1,967	3,529	1,652	3,038	8,221	1,965	2,336	4,302	8,100
Other	Domestic	132	169	301	184	180	666	136	159	296	—
	Overseas	34	56	90	26	24	141	43	38	81	—
	Total	166	226	392	210	204	807	180	197	378	1,000
Grand Total	Domestic	15,516	11,740	27,257	11,665	14,376	53,300	9,068	14,294	23,362	—
	Overseas	43,800	40,083	83,884	40,452	58,309	182,646	43,406	45,720	89,127	—
	Total	59,316	51,824	111,141	52,118	72,686	235,946	52,475	60,014	112,490	242,000
	Overseas Ratio	73.8%	77.3%	75.5%	77.6%	80.2%	77.4%	82.7%	76.2%	79.2%	—

Orders received & Order backlog (Consolidated)

(Millions of yen)

		FY2014						FY2015			
		3 months ended Sept. 30, 2013		3 months ended Dec. 31, 2013		3 months ended Mar. 31, 2014		3 months ended Jun. 30, 2014		3 months ended Sept. 30, 2014	
		Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog	Orders received	Order backlog
Semiconductor Equipment	Domestic	4,744	7,586	4,777	5,453	5,854	6,238	4,122	6,983	6,766	6,550
	Overseas	35,968	51,881	40,279	62,282	29,289	45,977	32,499	46,735	30,171	43,434
	Total	40,712	59,467	45,056	67,735	35,143	52,215	36,621	53,718	36,937	49,984
FPD Equipment	Domestic	2,582	3,264	396	3,360	1,106	1,931	647	1,427	428	1,091
	Overseas	1,655	12,619	1,747	11,322	9,925	18,236	11,880	26,281	1,588	24,561
	Total	4,238	15,883	2,143	14,682	11,031	20,167	12,526	27,708	2,016	25,652
Media and Precision Technology	Domestic	4,920	1,520	5,145	2,395	5,923	1,725	5,847	3,168	5,149	2,146
	Overseas	7,348	3,758	10,181	6,434	7,560	4,314	8,272	4,799	8,094	3,992
	Total	12,269	5,279	15,327	8,829	13,483	6,039	14,119	7,968	13,243	6,138
Graphic Arts Equipment	Domestic	4,397	1,424	4,304	1,796	5,455	1,626	4,734	2,337	4,499	1,783
	Overseas	6,061	3,433	8,396	5,637	5,634	3,663	6,844	4,304	7,006	3,626
	Total	10,458	4,857	12,700	7,433	11,089	5,288	11,577	6,640	11,505	5,409
PCB Equipment	Domestic	523	96	841	599	468	99	1,113	831	650	363
	Overseas	1,287	326	1,786	797	1,926	652	1,428	496	1,088	366
	Total	1,811	422	2,627	1,396	2,394	751	2,542	1,327	1,739	729
Other	Domestic	—	—	—	—	—	—	—	—	—	—
	Overseas	—	—	—	—	—	—	—	—	—	—
	Total	—	—	—	—	—	—	—	—	—	—
Grand Total	Domestic	12,246	12,369	10,319	11,208	12,883	9,894	10,616	11,578	12,343	9,787
	Overseas	44,972	68,258	52,207	80,039	46,774	68,527	52,651	77,815	39,854	71,986
	Total	57,218	80,628	62,526	91,246	59,657	78,422	63,267	89,394	52,197	81,773
	Overseas Ratio	78.6%	84.7%	83.5%	87.7%	78.4%	87.4%	83.2%	87.0%	76.4%	88.0%