



**Consolidated Financial Results  
for the Fiscal Year Ended March 31, 2013  
[Japanese GAAP]**

May 10, 2013

Company name: Nissha Printing Co., Ltd.  
 Stock exchange listing: Tokyo Stock Exchange, Osaka Securities Exchange  
 Code number: 7915  
 URL: <http://www.nissha.co.jp/english/index.html>  
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 Scheduled date of Ordinary General Meeting of Shareholders: June 21, 2013  
 Scheduled date of commencing dividend payments: –  
 Scheduled date of filing annual securities report: June 21, 2013  
 Availability of supplementary briefing material on financial results: Available  
 Schedule of financial results briefing session: Scheduled (for institutional investors)

(Amounts of less than one million yen are rounded down)

**1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2013 (April 1, 2012 to March 31, 2013)**

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended March 31, 2013	89,427	11.6	(6,783)	—	(4,643)	—	(5,438)	—
Fiscal year ended March 31, 2012	80,160	(29.7)	(11,716)	—	(11,320)	—	(28,684)	—

(Note) Comprehensive income: Fiscal year ended March 31, 2013: ¥(4,493) million (–%)  
 Fiscal year ended March 31, 2012: ¥(30,444) million (–%)

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2013	(126.72)	—	(11.6)	(4.2)	(7.6)
Fiscal year ended March 31, 2012	(668.40)	—	(44.3)	(9.1)	(14.6)

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2013: ¥ – million  
 Fiscal year ended March 31, 2012: ¥ – million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2013	114,964	44,491	38.7	1,036.74
As of March 31, 2012	105,250	48,986	46.5	1,141.45

(Reference) Equity: As of March 31, 2013: ¥44,491 million  
 As of March 31, 2012: ¥48,986 million

### (3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended March 31, 2013	13,864	(7,206)	(4,677)	23,692
Fiscal year ended March 31, 2012	3,541	(4,277)	3,076	19,490

### 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended March 31, 2012	—	0.00	—	0.00	0.00	—	—	—
Fiscal year ended March 31, 2013	—	0.00	—	0.00	0.00	—	—	—
Fiscal year ending March 31, 2014 (Forecast)	—	—	—	—	—		—	

(Note) The dividend forecast for the fiscal year ending March 31, 2014 is undecided.

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2014 (April 1, 2013 to March 31, 2014)

(% indicates changes from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half (cumulative total)	53,000	45.3	(3,500)	—	(3,300)	—	(4,000)	—	(93.21)
Full year	130,000	45.4	4,000	—	4,400	—	3,000	—	69.91

**Notes:**

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

New: – (    ), Exclusion: – (    )

- (2) Changes in accounting policies, changes in accounting estimates, and restatements

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Any changes other than 1) above: No

3) Changes in accounting estimates: Yes

4) Restatements: No

- (3) Total number of issued shares (common stock)

- 1) Total number of issued shares at the end of the period (including treasury stock):

As of March 31, 2013	45,029,493 shares
As of March 31, 2012	45,029,493 shares

- 2) Total number of treasury stock at the end of the period:

As of March 31, 2013	2,114,472 shares
As of March 31, 2012	2,113,731 shares

- 3) Average number of shares during the period:

Fiscal year ended March 31, 2013	42,915,356 shares
Fiscal year ended March 31, 2012	42,915,957 shares

\* Indication of audit procedures implementation status

This report on financial results is exempted from audit procedures under the Financial Instruments and Exchange Act. Audit procedures for financial statements under the Financial Instruments and Exchange Act have not been completed at the time of disclosure of this report.

\* Explanation of the proper use of financial results forecast and other notes

The performance forecasts and other forward-looking statements contained in this report are based on information available to the Company on the date of this report’s release and certain premises that the Company deems to be reasonable. Therefore, the Company has not prepared these descriptions with intent to commit to realize them. Actual results, etc. may differ from the forecasts, however, as a consequence of various factors in the future.

We are scheduled to hold a financial results briefing session for institutional investors on Friday, May 10, 2013. Reference materials to be distributed at the briefing session are scheduled to be posted on our website on that day, as well.

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## **1. Analysis of Consolidated Operating Results and Financial Position**

### **(1) Analysis of consolidated operating results**

Overview of the term

In the global economy for the year ended March 31, 2013, the economic recovery in the US remained moderate, while economic slowdown in Europe was prolonged under the influence of fiscal austerity and debt problems. Meanwhile, the economic growth rate dropped in China and other emerging countries. The Japanese economy stayed on its path of sluggish growth in the face of decelerating overseas economies and the persistently strong yen. The long-awaited correction of the strong yen at the start of the fourth quarter stirred growing hope for an economic upturn, but not enough to dispel the overall economic uncertainty that prevailed the fiscal year ended March 31, 2013.

In PCs, smartphones, and other consumer electronics, the areas the Company Group regards as its core markets, rapid fluctuations in demand volumes and lower price points on products and services have become very common. These trends inflicted serious impact on our sales and profits.

Under these circumstances, the Company Group strove to recover its performance by carrying out measures to strengthen structural reforms in the second half of the previous year and by further promoting management efficiency based on the Fourth Medium-term Business Plan during the period under review. In our mainstay Devices segment, we established full mass-volume production operations for the new capacitive-type touch panels (photolithography process) at our state-of-the-art Himeji Factory in the third quarter and produced the product at steadily high volumes to meet vigorous demand. Meanwhile, expenses arose from the expanded production capacity for the new capacitive-type touch panels, and the demand for conventional capacitive-type touch panels (printing process) decreased. These factors put pressure on profits.

As a result, net sales for the year ended March 31, 2013 were ¥89,427 million (an increase of 11.6% as compared to the previous year). For income, operating loss was ¥6,783 million (operating loss of ¥11,716 million in the previous year), ordinary loss was ¥4,643 million (ordinary loss of ¥11,320 million in the previous year), and net loss was ¥5,438 million (net loss of ¥28,684 million in the previous year).

Following is an overview by business segment.

#### **Industrial Materials**

In the Industrial Materials segment, the Company Group mainly offers technologies that enable customers to incorporate decorative designs on the surfaces such as plastic and metallic products, while at the same time promoting the development of functional film products to make the business domain expand. IMD, which facilitates simultaneous molding and printing of plastic products with decorative designs, is extensively adopted in notebook PCs, mobile phones, automotive interior components, and home appliances.

During the year ended March 31, 2013, demand for automotive interior components progressed steadily. On the other hand, demand for mainstay consumer notebook PCs slowed down in the second half of the year, and demand for mobile phones remained sluggish.

As a result, segment sales for the year ended March 31, 2013 were ¥27,689 million, a decrease of 22.7% as compared to the previous year.

## Devices

In the Devices segment, the Company Group produces devices that pursue precision and functionality, including its mainstay, the FineTouch touch input device. These devices are adopted mainly in smartphones, tablet devices, and mobile game consoles in global markets.

During the year ended March 31, 2013, demand of the new capacitive-type touch panels adopted to tablet devices significantly increased, while sales of conventional capacitive-type touch panels for smartphones and others remained sluggish. In addition, demand for touch panels for mobile game consoles progressed steadily in general.

As a result, segment sales for the year ended March 31, 2013 were ¥43,133 million, an increase of 67.6% as compared to the previous year.

## Information and Communication

In the Information and Communication segment, the Company Group offers its customers a wide range of professional services to assist a host of communication activities relating to advertising and sales, mainly services for sales promotion, web solutions, commercial printing, and publication printing, along with digital archiving services for cultural assets.

During the year ended March 31, 2013, commercial field, the key product in this segment, was affected by a cutback in corporate advertising budgets due to the domestic economic slump and a decrease in the volume of printed materials due to the diversification of information media. Though these movements led the market into a highly competitive climate, we aggressively developed marketing activities and sales campaigns for new orders.

As a result, segment sales for the year ended March 31, 2013 were ¥18,494 million, an increase of 0.6% as compared to the previous year.

## **(2) Analysis of consolidated financial position**

### 1) Assets, liabilities and net assets

Total assets at the end of the fiscal year ended March 31, 2013 increased by ¥9,714 million from the end of the previous year (the fiscal year ended March 31, 2012) to ¥114,964 million.

Current assets increased by ¥11,230 million from the end of the previous year to ¥59,280 million. This was mainly because notes and accounts receivable-trade increased by ¥4,961 million and cash and deposits increased by ¥4,239 million.

Noncurrent assets decreased by ¥1,516 million from the end of the previous year to ¥55,684 million. This was mainly because long-term deposits included in the “other” item of investments and other assets decreased by ¥1,500 million.

Total liabilities at the end of the fiscal year ended March 31, 2013 increased by ¥14,208 million from the end of the previous year to ¥70,472 million.

Current liabilities increased by ¥14,739 million from the end of the previous year to ¥61,144 million. This was mainly because notes and accounts payable-trade increased by ¥10,536 million and accounts payable-facilities included in the “other” item increased by ¥2,383 million.

Noncurrent liabilities decreased by ¥531 million from the end of the previous year to ¥9,328 million. This was mainly because lease obligations included in the “other” item decreased by ¥619 million.

Net assets at the end of the fiscal year ended March 31, 2013 decreased by ¥4,494 million from the end of the previous year to ¥44,491 million.

### 2) Cash flows

The balance of cash and cash equivalents (the “funds”) on a consolidated basis at the end of the fiscal year ended March 31, 2013 was ¥23,692 million, an increase of ¥4,201 million compared to the end of the previous year.

The following describes the conditions of each cash flow and the underlying causes for the fiscal year ended March 31, 2013.

#### (Net Cash Provided by (Used in) Operating Activities)

Funds provided by operating activities amounted to ¥13,864 million. This was mainly because a ¥10,110 million of net increase in notes and accounts payable-trade and a ¥9,530 million of depreciation and amortization outweighed a ¥5,010 million of loss before income taxes and minority interests.

#### (Net Cash Provided by (Used in) Investing Activities)

Funds used in investing activities amounted to ¥7,206 million. This was mainly because a ¥10,409 million of purchase of property, plant and equipment outweighed a ¥2,170 million of proceeds from sales of property, plant and equipment.

#### (Net Cash Provided by (Used in) Financing Activities)

Funds used in financing activities amounted to ¥4,677 million. This was mainly attributable to net decrease in short-term loans payable of ¥4,000 million.

## 2. Consolidated Financial Statements

### (1) Consolidated balance sheets

(Million yen)

	As of March 31, 2012	As of March 31, 2013
<b>Assets</b>		
Current assets		
Cash and deposits	19,735	23,974
Notes and accounts receivable-trade	17,034	21,996
Merchandise and finished goods	3,744	5,041
Work in process	3,018	2,052
Raw materials and supplies	1,609	2,161
Deferred tax assets	252	598
Consumption taxes receivable	2,024	2,836
Other	821	834
Allowance for doubtful accounts	(190)	(215)
Total current assets	48,050	59,280
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	36,261	36,283
Accumulated depreciation	(17,506)	(19,167)
Buildings and structures, net	18,755	17,116
Machinery, equipment and vehicles	34,513	39,004
Accumulated depreciation	(23,723)	(22,453)
Machinery, equipment and vehicles, net	10,789	16,550
Tools, furniture and fixtures	7,026	7,307
Accumulated depreciation	(5,530)	(6,071)
Tools, furniture and fixtures, net	1,496	1,236
Land	6,387	6,175
Lease assets	4,120	4,111
Accumulated depreciation	(1,155)	(1,738)
Lease assets, net	2,965	2,372
Construction in progress	3,130	1,830
Total property, plant and equipment	43,524	45,282
Intangible assets		
Software	4,348	3,300
Other	245	402
Total intangible assets	4,593	3,702
Investments and other assets		
Investment securities	6,661	6,103
Deferred tax assets	436	173
Other	2,418	858
Allowance for doubtful accounts	(434)	(435)
Total investments and other assets	9,081	6,699
Total noncurrent assets	57,200	55,684
Total assets	105,250	114,964



(Million yen)

	As of March 31, 2012	As of March 31, 2013
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	14,126	24,663
Short-term loans payable	25,094	21,099
Lease obligations	625	621
Accrued expenses	1,666	3,186
Income taxes payable	148	68
Provision for bonuses	967	977
Other	3,775	10,527
<b>Total current liabilities</b>	<b>46,404</b>	<b>61,144</b>
<b>Noncurrent liabilities</b>		
Lease obligations	2,491	1,872
Deferred tax liabilities	1,384	1,326
Provision for retirement benefits	5,734	5,884
Other	249	244
<b>Total noncurrent liabilities</b>	<b>9,859</b>	<b>9,328</b>
<b>Total liabilities</b>	<b>56,264</b>	<b>70,472</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	5,684	5,684
Capital surplus	7,355	7,355
Retained earnings	38,029	32,591
Treasury stock	(2,925)	(2,926)
<b>Total shareholders' equity</b>	<b>48,143</b>	<b>42,704</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	2,807	2,483
Foreign currency translation adjustment	(1,964)	(696)
<b>Total accumulated other comprehensive income</b>	<b>842</b>	<b>1,786</b>
<b>Total net assets</b>	<b>48,986</b>	<b>44,491</b>
<b>Total liabilities and net assets</b>	<b>105,250</b>	<b>114,964</b>

**(2) Consolidated statements of operations and comprehensive loss**

## Consolidated statements of operations

(Million yen)

	Fiscal Year ended March 31, 2012	Fiscal Year ended March 31, 2013
Net sales	80,160	89,427
Cost of sales	79,759	83,508
Gross profit	401	5,918
Selling, general and administrative expenses	12,117	12,702
Operating loss	(11,716)	(6,783)
Non-operating income		
Interest income	69	94
Dividends income	145	86
Foreign exchange gains	170	2,567
Other	243	215
Total non-operating income	629	2,963
Non-operating expenses		
Interest expenses	134	166
Loss on valuation of investment securities	18	53
Compensation expenses	—	440
Other	80	163
Total non-operating expenses	233	823
Ordinary loss	(11,320)	(4,643)
Extraordinary income		
Gain on sales of noncurrent assets	91	1,594
Gain on sales of investment securities	—	9
Gain on transfer of business	200	—
State subsidy	159	159
Total extraordinary income	452	1,763
Extraordinary loss		
Loss on sales and retirement of noncurrent assets	1,341	1,757
Loss on reduction of noncurrent assets	156	152
Loss on liquidation of subsidiaries and affiliates	209	—
Impairment loss	—	220
Business structure improvement expenses	9,668	—
Total extraordinary losses	11,375	2,130
Loss before income taxes and minority interests	(22,243)	(5,010)
Income taxes-current	506	270
Income taxes-deferred	5,934	156
Total income taxes	6,440	427
Loss before minority interests	(28,684)	(5,438)
Net loss	(28,684)	(5,438)

Consolidated statements of comprehensive loss

(Million yen)

	Fiscal Year ended March 31, 2012	Fiscal Year ended March 31, 2013
Loss before minority interests	(28,684)	(5,438)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,602)	(323)
Foreign currency translation adjustment	(157)	1,268
Total other comprehensive income	(1,759)	944
Comprehensive income	(30,444)	(4,493)
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	(30,444)	(4,493)
Comprehensive income attributable to minority interests	—	—

**(3) Consolidated statements of cash flows**

(Million yen)

	Fiscal Year ended March 31, 2012	Fiscal Year ended March 31, 2013
Net cash provided by (used in) operating activities		
Loss before income taxes and minority interests	(22,243)	(5,010)
Depreciation and amortization	8,599	9,530
Impairment loss	—	220
Amortization of goodwill	58	58
Increase (decrease) in provision for bonuses	(633)	6
Increase (decrease) in provision for directors' bonuses	(53)	—
Increase (decrease) in provision for retirement benefits	(532)	150
Increase (decrease) in allowance for doubtful accounts	(414)	22
Interest and dividends income	(215)	(180)
Interest expenses	134	166
Foreign exchange losses (gains)	(288)	(1,375)
Loss (gain) on sales and retirement of noncurrent assets	1,249	163
Loss (gain) on sales of investment securities	—	(9)
Loss (gain) on valuation of investment securities	18	53
Loss (gain) on liquidation of subsidiaries and affiliates	209	—
Business structure improvement expenses	9,668	—
Decrease (increase) in notes and accounts receivable-trade	8,149	(4,713)
Decrease (increase) in inventories	6,815	(734)
Increase (decrease) in notes and accounts payable-trade	(8,171)	10,110
Other, net	2,214	5,775
Subtotal	4,565	14,231
Interest and dividends income received	216	179
Interest expenses paid	(134)	(166)
Payment of the business structure improvement expenses	(3,125)	—
Income taxes paid	(551)	(430)
Income taxes refund	2,572	49
Net cash provided by (used in) operating activities	3,541	13,864

(Million yen)

	Fiscal Year ended March 31, 2012	Fiscal Year ended March 31, 2013
Net cash provided by (used in) investing activities		
Proceeds from withdrawal of time deposits	1,578	1,500
Payments into time deposits	(240)	—
Purchase of property, plant and equipment	(4,786)	(10,409)
Proceeds from sales of property, plant and equipment	490	2,170
Purchase of intangible assets	(1,335)	(485)
Proceeds from sales of intangible assets	—	0
Purchase of investment securities	(11)	(124)
Proceeds from sales of investment securities	1	72
Payments of loans receivable	(42)	(3)
Collection of loans receivable	68	15
Other, net	—	57
Net cash provided by (used in) investing activities	(4,277)	(7,206)
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	4,734	(4,000)
Proceeds from long-term loans payable	75	—
Repayment of long-term loans payable	(125)	(50)
Repayments of lease obligations	(639)	(622)
Purchases of treasury stock-net	(0)	(0)
Cash dividends paid	(967)	(4)
Net cash provided by (used in) financing activities	3,076	(4,677)
Effect of exchange rate change on cash and cash equivalents	42	2,221
Net increase (decrease) in cash and cash equivalents	2,383	4,201
Cash and cash equivalents at beginning of period	17,107	19,490
Cash and cash equivalents at end of period	19,490	23,692

#### (4) Segment information, etc.

[Segment information]

##### 1. Description of reportable segments

The Company Group's reportable segments are those for which separate financial information is available and regular evaluation by the board of directors is being performed in order to decide the allocation of management resources and to review business results.

The Company Group sets up divisions by product or service. Each division draws up a plan for comprehensive strategies in Japan and overseas for the products and services it handles, and thereupon develops its business activities.

Accordingly, the Company Group consists of segments by product and service based on divisions, and the reportable segments are the Industrial Materials segment, Devices segment, Information & Communication segment, and Other segment.

The Industrial Materials segment manufactures and sells decorative films, molds, and molded plastic products. The Devices segment manufactures and sells touch input devices. The Information & Communication segment plans, manufactures, and sells products and services for commercial printing and publication printing. The Other segment consists of real estate leasing and worker dispatch business.

##### 2. Methods of measurement for the amounts of sales, profit (loss), assets and other items for each reportable segment

The accounting methods for the reportable segments are generally those set forth in the "Basis for the preparation of the consolidated financial statements." Inter-segment sales or transfers are based on current market prices.

##### 3. Information about sales, profit (loss), assets, and other items by reportable segment

The fiscal year ended March 31, 2012 (April 1, 2011 to March 31, 2012)

(Million yen)

	Reportable segment					Reconciliations (Note 1)	Consolidated (Note 2)
	Industrial Materials	Devices	Information & Communication	Other	Total		
Sales							
Sales to external customers	35,825	25,728	18,385	220	80,160	—	80,160
Inter-segment sales or transfers	23	—	—	1,021	1,044	(1,044)	—
Total	35,849	25,728	18,385	1,241	81,205	(1,044)	80,160
Segment income (loss)	(1,731)	(4,696)	32	269	(6,125)	(5,590)	(11,716)
Segment assets	33,722	24,515	7,826	587	66,652	38,597	105,250
Other							
Depreciation and amortization	4,090	2,684	330	17	7,122	1,476	8,599
Amortization of goodwill	58	—	—	—	58	—	58
Increase in property, plant and equipment and intangible assets	422	4,470	66	10	4,970	1,753	6,724

(Notes) 1. Reconciliations are as follows:

- (1) The negative ¥5,590 million of reconciliations in segment income (loss) includes unallocated corporate expenses, etc.  
Corporate expenses mainly consist of general and administrative expenses not attributable to any reportable segment.
- (2) The positive ¥38,597 million of reconciliations in segment assets includes cash and deposits, investment securities, and corporate (administrative and indirect) noncurrent assets not allocated to reportable segments.
- (3) The positive ¥1,476 million of reconciliation in depreciation and amortization relates to corporate (administrative and indirect) noncurrent assets.
- (4) The positive ¥1,753 million of reconciliations in increase in property, plant and equipment and intangible assets is the amount of corporate (administrative and indirect) capital investment.
2. Segment income (loss) is reconciled with operating loss recorded in the consolidated statements of operations.

The fiscal year ended March 31, 2013 (April 1, 2012 to March 31, 2013)

(Million yen)

	Reportable segment					Reconciliations (Note 1)	Consolidated (Note 2)
	Industrial Materials	Devices	Information & Communication	Other	Total		
Sales							
Sales to external customers	27,689	43,133	18,494	110	89,427	—	89,427
Inter-segment sales or transfers	—	—	—	743	743	(743)	—
Total	27,689	43,133	18,494	853	90,171	(743)	89,427
Segment income (loss)	(719)	(469)	183	154	(850)	(5,933)	(6,783)
Segment assets	28,337	37,615	7,298	421	73,673	41,291	114,964
Other							
Depreciation and amortization	3,131	4,578	253	14	7,978	1,552	9,530
Amortization of goodwill	58	—	—	—	58	—	58
Increase in property, plant and equipment and intangible assets	617	12,225	13	—	12,857	812	13,669

(Notes) 1. Reconciliations are as follows:

- (1) The negative ¥5,933 million of reconciliations in segment income (loss) includes unallocated corporate expenses, etc.  
Corporate expenses mainly consist of general and administrative expenses not attributable to any reportable segment.
- (2) The positive ¥41,291 million of reconciliations in segment assets includes cash and deposits, investment securities, and corporate (administrative and indirect) noncurrent assets not allocated to reportable segments.
- (3) The positive ¥1,552 million of reconciliation in depreciation and amortization relates to corporate (administrative and indirect) noncurrent assets.
- (4) The positive ¥812 million of reconciliations in increase in property, plant and equipment and intangible assets is the amount of corporate (administrative and indirect) capital investment.
2. Segment income (loss) is reconciled with operating loss recorded in the consolidated statements of operations.

(Information about impairment loss by reportable segment)

The fiscal year ended March 31, 2012 (April 1, 2011 to March 31, 2012)

We recorded impairment loss incurred through the implementation of measures to strengthen structural reform in the Industrial Materials segment, the Devices segment, and the Information & Communication segment, and included the impairment loss in the “business structure improvement expenses” item of extraordinary loss. We posted impairment losses of ¥4,848 million in the Industrial Materials segment, ¥1,626 million in the Devices segment, and ¥53 million in the Information & Communication segment.

The fiscal year ended March 31, 2013 (April 1, 2012 to March 31, 2013)

We decided to close down Nitec Mold Engineering, Inc. due to changes in the market environment and business structure. As a result, the book value of noncurrent assets not expected to be used in the future was reduced to a recoverable amount in the Industrial Materials segment, and the reduced amount was recorded as impairment loss. The impairment loss amounted to ¥220 million.