

**Consolidated Financial Results
for the Fiscal Year Ended March 31, 2016
[Japanese GAAP] (Unaudited)**



May 10, 2016

Company name: HIRANO TECSEED Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 6245
 URL: <http://www.hirano-tec.co.jp/>
 Representative: Kaoru Okada, President and Director
 Contact: Kazuo Sadayasu, Managing Director in charge of General Affairs
 Phone: +81-745-57-0681
 Scheduled date of Ordinary General Meeting of Shareholders: June 28, 2016
 Scheduled date of commencing dividend payments: June 29, 2016
 Scheduled date of filing annual securities report: June 28, 2016
 Supplemental Explanatory Materials for Account Settlement: None
 Explanatory Meeting for Account Settlement to be held: None

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

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2016 (April 1, 2015 to March 31, 2016)

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

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year ended March 31, 2016	18,335	26.3	1,950	252.3	2,034	215.2	1,330	199.0
Fiscal year ended March 31, 2015	14,514	(49.1)	553	(84.5)	645	(82.3)	445	(79.0)

(Note) Comprehensive income: Fiscal year ended March 31, 2016: ¥1,043 million (up 75.9 %)
 Fiscal year ended March 31, 2015: ¥593 million (down 72.3 %)

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary income to total assets	Operating income to net sales
	yen	yen	%	%	%
Fiscal year ended March 31, 2016	88.45	—	6.5	7.3	10.6
Fiscal year ended March 31, 2015	29.58	—	2.2	2.3	3.8

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2016: ¥ - million
 Fiscal year ended March 31, 2015: ¥ - million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2016	29,759	20,969	70.5	1,393.88
As of March 31, 2015	25,834	20,121	77.9	1,337.48

(Reference) Equity: As of March 31, 2016: ¥20,969 million
 As of March 31, 2015: ¥20,121 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, 2016	3,985	(869)	(418)	12,220
Fiscal year ended March 31, 2015	(2,356)	(1,292)	(375)	9,521

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, 2015	—	5.00	—	5.00	10.00	150	33.8	0.8
Fiscal year ended March 31, 2016	—	8.00	—	12.00	20.00	300	22.6	1.5
Fiscal year ending March 31, 2017 (Forecast)	—	10.00	—	10.00	20.00		—	

(Note) Details of the interim dividends for the fiscal year ended March 31, 2016:

Ordinary dividend: ¥6.00 Commemorative dividend: ¥2.00 (to commemorate the 80th anniversary of the Company's foundation)

Details of the year-end dividends for the fiscal year ended March 31, 2016:

Ordinary dividend: ¥8.00 special dividend: ¥4.00

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2017 (April 1, 2016 to March 31, 2017)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
First half (cumulative total)	7,500	19.6	280	8.5	320	5.6	170	(13.3)	11.30
Full year	17,500	(4.6)	1,450	(25.6)	1,500	(26.3)	1,150	(13.2)	76.44

Notes

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

(2) Changes in accounting policies, changes in accounting estimates, and restatement

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

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Restatement: No

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

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

March 31, 2016: 15,394,379 shares

March 31, 2015: 15,394,379 shares

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

March 31, 2016: 350,396 shares

March 31, 2015: 349,902 shares

3) Average number of shares during the period:

Fiscal year ended March 31, 2016: 15,044,225 shares

Fiscal year ended March 31, 2015: 15,044,544 shares

(Reference) Summary of the Non-consolidated Financial Results

**1. Overview of the Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2016
(April 1, 2015 to March 31, 2016)**

(1) Non-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, 2016	15,757	27.7	1,693	366.1	1,807	237.1	1,223	169.6
Fiscal year ended March 31, 2015	12,339	(31.0)	363	(68.6)	536	(57.9)	453	(47.4)

	Net income per share	Diluted net income per share
	yen	yen
Fiscal year ended March 31, 2016	81.30	—
Fiscal year ended March 31, 2015	30.16	—

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
As of March 31, 2016	22,098	15,419	69.8	1,024.98
As of March 31, 2015	19,120	14,541	76.1	966.58

(Reference) Equity: As of March 31, 2016: ¥15,419 million

As of March 31, 2015: ¥14,541 million

* Indication of audit procedures implementation status

This financial results report 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

Performance forecasts and other forward-looking statements contained in this report are based on information available on the date of this report's release. Because of various factors in the future, however, actual results may differ from the forecasts.

Production, Orders Received, and Sales

(1) Production

Production performance by segment for the current consolidated fiscal year is as follows

(Thousand yen)

Name of segment	Previous consolidated fiscal year (April 1, 2014 to March 31, 2015)	Current consolidated fiscal year (April 1, 2015 to March 31, 2016)
Coating and laminating machinery	6,710,415	7,395,820
Industrial machinery	4,905,461	6,185,968
Others	810,825	847,792
Total	12,426,702	14,429,582

(Notes) 1. The above amount is calculated based on production costs and includes outsourcing production.

2. The above amount does not include consumption taxes.

(2) Orders Received

The status of orders received by segment for the current consolidated fiscal year is as follows

(Thousand yen)

Name of segment	Orders received		Backlog of orders	
	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year
Coating and laminating machinery	6,266,887	9,118,722	5,645,816	5,855,021
Industrial machinery	7,681,862	8,541,045	6,347,067	6,693,680
Others	894,691	1,440,665	241,544	450,660
Total	14,843,441	19,100,433	12,234,427	12,999,361

(Notes) 1. The above amount is calculated based on sales prices.

2. The above amount does not include consumption taxes.

(3) Sales

Sales performance by segment for the current consolidated fiscal year is as follows

(Thousand yen)

Name of segment	Previous consolidated fiscal year (April 1, 2014 to March 31, 2015)	Current consolidated fiscal year (April 1, 2015 to March 31, 2016)
Coating and laminating machinery	7,466,813	8,909,517
Industrial machinery	5,895,561	8,194,432
Others	1,151,632	1,231,549
Total	14,514,007	18,335,499

(Notes) 1. The above amount is calculated based on sales prices.

2. The above amount does not include consumption taxes.