

Translation

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**Summary of Non-Consolidated Financial Results  
for the Three Months Ended June 30, 2016  
(Based on Japanese GAAP)**

July 28, 2016

Company name: Nissui Pharmaceutical Co., Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 4550 URL <http://www.nissui-pharm.co.jp>  
 Representative: President Tokuya Ono  
 Inquiries: Board Member, Executive Officer Seiichi Yatsu TEL 03-5846-5611  
 Scheduled date to file Quarterly Securities Report: August 5, 2016  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: No  
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended June 30, 2016 (from April 1, 2016 to June 30, 2016)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2016	2,967	7.0	267	(35.5)	553	(56.1)	(270)	–
Three months ended June 30, 2015	2,772	5.7	414	21.7	1,260	14.1	874	17.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2016	(12.09)		–	
Three months ended June 30, 2015	39.06		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2016	32,940	29,969	91.0	1,338.17
As of March 31, 2016	33,820	30,884	91.3	1,379.05

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2016	–	20.00	–	20.00	40.00
Year ending March 31, 2017	–	–	–	–	–
Year ending March 31, 2017 (Forecast)	–	20.00	–	20.00	40.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2017 (from April 1, 2016 to March 31, 2017)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2016	6,400	7.9	800	(20.0)	1,000	(52.9)	700	(51.2)	31.26
Full year	13,000	8.2	1,800	(9.7)	2,200	(26.6)	1,540	(24.6)	68.76

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

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

As of June 30, 2016	⋮	22,547,140 shares	As of March 31, 2016	⋮	22,547,140 shares
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Number of treasury shares at the end of the period

As of June 30, 2016	⋮	151,544 shares	As of March 31, 2016	⋮	151,524 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2016	⋮	22,395,598 shares	Three months ended June 30, 2015	⋮	22,395,951 shares
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**Quarterly non-consolidated financial statements**  
**Non-consolidated balance sheets**

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
<b>Assets</b>		
Current assets		
Cash and deposits	2,784	3,357
Notes and accounts receivable - trade	2,942	2,959
Securities	–	302
Merchandise and finished goods	1,444	1,496
Work in process	385	410
Raw materials and supplies	738	753
Deferred tax assets	152	83
Deposit paid in subsidiaries and associates	2,635	2,639
Other	127	133
Allowance for doubtful accounts	(39)	(40)
Total current assets	11,170	12,097
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,894	1,861
Machinery, equipment and vehicles, net	416	387
Land	2,770	2,770
Construction in progress	13	106
Leased assets, net	89	85
Other, net	156	158
Total property, plant and equipment	5,341	5,368
Intangible assets		
Software	24	24
Leased assets	55	52
Other	12	12
Total intangible assets	92	89
Investments and other assets		
Investment securities	16,728	14,740
Shares of subsidiaries and associates	–	50
Deferred tax assets	295	390
Other	239	247
Allowance for doubtful accounts	(47)	(43)
Total investments and other assets	17,215	15,384
Total non-current assets	22,649	20,843
Total assets	33,820	32,940

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	1,210	1,184
Lease obligations	33	33
Income taxes payable	235	91
Provision for bonuses	211	56
Provision for directors' bonuses	19	7
Provision for rebates	5	15
Other	718	1,089
Total current liabilities	2,433	2,477
Non-current liabilities		
Provision for retirement benefits	1	1
Lease obligations	123	115
Other	376	376
Total non-current liabilities	501	493
Total liabilities	2,935	2,971
<b>Net assets</b>		
Shareholders' equity		
Capital stock	4,449	4,449
Capital surplus	5,378	5,378
Retained earnings	21,783	21,065
Treasury shares	(98)	(99)
Total shareholders' equity	31,513	30,794
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	(628)	(825)
Total valuation and translation adjustments	(628)	(825)
Total net assets	30,884	29,969
Total liabilities and net assets	33,820	32,940

## Non-consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Net sales	2,772	2,967
Cost of sales	1,347	1,536
Gross profit	1,425	1,430
Selling, general and administrative expenses	1,010	1,163
Operating income	414	267
Non-operating income		
Interest income	14	8
Dividend income	67	56
Foreign exchange gains	–	1
Gain on sales of investment securities	740	213
Gain on valuation of derivatives	13	–
Other	11	10
Total non-operating income	847	290
Non-operating expenses		
Interest expenses	0	0
Foreign exchange losses	1	–
Loss on valuation of derivatives	–	4
Other	0	–
Total non-operating expenses	1	4
Ordinary income	1,260	553
Extraordinary income		
Gain on sales of non-current assets	0	–
Total extraordinary income	0	–
Extraordinary losses		
Loss on disposal of non-current assets	2	0
Loss on valuation of investment securities	30	669
Total extraordinary losses	33	669
Profit (loss) before income taxes	1,227	(115)
Income taxes - current	268	87
Income taxes - deferred	84	67
Total income taxes	352	154
Profit (loss)	874	(270)