

CONSOLIDATED FINANCIAL RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2016
[Japanese GAAP]

November 10, 2016

Company name: EBARA CORPORATION
 Stock exchange listings: Tokyo
 Code number: 6361
 URL: <http://www.ebara.com/en/>
 Representative: Toichi Maeda, President
 Contact person: Akihiko Nagamine, Executive Officer, Finance & Accounting Division
 Tel. +81-3-3743-6111

Scheduled date for submission of quarterly report: November 11, 2016

Scheduled date for dividend payment: December 6, 2016

Preparing supplementary material on financial results: Yes

Holding financial results presentation meeting (for institutional investors and analysts): Yes

(Monetary amounts are rounded down to the nearest million yen)

1. Results for the Six Months Ended September 30, 2016

(1) Financial Results

(% represents percentage change from a comparable previous period)

Millions of yen

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to Owners of Parent	
Six Months Ended September 30, 2016	191,950	(7.3)%	2,635	(42.9)%	(274)	—	(468)	—
Six Months Ended September 30, 2015	207,065	11.3%	4,616	—	3,834	—	1,357	—

Note: Comprehensive Income: Six months ended September 30, 2016; (14,016) million yen —%
 Six months ended September 30, 2015; 1,449 million yen —%

	Net Income per Share (Yen)	Net Income per Share, Diluted (Yen)
Six Months Ended September 30, 2016	(5.04)	—
Six Months Ended September 30, 2015	14.60	13.34

Note1: Net income per share, diluted for the six months ended September 30, 2016 is not disclosed because net income per share was negative although there are potential shares.

Note2: Ebara Corporation has conducted a consolidation of common shares at a rate of one share for every five shares with an effective date of October 1, 2016. Net income per share and net income per share, diluted have been calculated as if this consolidation of shares was conducted at the beginning of the previous fiscal year.

(2) Financial Position

Millions of yen

	Total Assets	Net Assets	Equity Ratio
As of September 30, 2016	538,001	234,268	41.9%
As of March 31, 2016	579,543	250,444	41.6%

Note: Shareholders' Equity (Net assets excluding subscription rights to shares and non-controlling interests) :

As of September 30, 2016; 225,275 million yen

As of March 31, 2016; 241,016 million yen

2. Dividends

	Dividends per Share (Yen)				
	End of 1 st Quarter	End of 2 nd Quarter	End of 3 rd Quarter	Year-End	Annual
Fiscal Year Ended March 31, 2016	—	6.00	—	6.00	12.00
Fiscal Year Ending March 31, 2017	—	6.00			
Fiscal Year Ending March 31, 2017 (Forecast)			—	30.00	—

Note : Revisions to forecast of dividends in this quarter: None

Ebara Corporation has conducted a consolidation of common shares at a rate of one share for every five shares with an effective date of October 1, 2016. Consequently, the impact of this consolidation of shares is factored into the figures for the cash dividends per share for the fiscal year ending March 31, 2017 (Forecast), and the total figures for annual cash dividends are omitted. The fiscal year-end cash dividends per share for the fiscal year ending March 31, 2017 (Forecast) without the consolidation of shares factored in would be ¥6.00 and the annual cash dividends per share would be ¥12.00. For further details, please refer to “Explanation of the Appropriate Use of Performance Forecasts and Other Related Matters”.

3. Forecast of Financial Results for the Fiscal Year Ending March 31, 2017

(% represents percentage change from a comparable previous period) Millions of yen

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to Owners of Parent		Net Income per Share (Yen)
Fiscal Year Ending March 31, 2017	480,000	(1.3)%	37,000	(2.7)%	35,500	(2.7)%	21,000	21.7%	225.72

Note : Revisions to forecast of financial results in this quarter: Yes

The impact of the consolidation of shares is factored into the net income per share in the forecast of financial results for the fiscal year ending March 31, 2017. For further details, please refer to “Explanation of the Appropriate Use of Performance Forecasts and Other Related Matters”.

4. Other Information

- (1) Changes in significant subsidiaries during the six months under review (Changes in specified subsidiaries involving changes in scope of consolidation): None
 - Included: — (—)
 - Excluded: — (—)
- (2) Adoption of specific accounting methods for preparation of quarterly financial statements: Yes

Note: For further details, please refer to “2. Summary Information (Notes)” on page 8.
- (3) Changes in accounting policies, Changes in accounting estimates, and Restatement of prior financial statements after error corrections
 - (i) Changes due to revisions of accounting standards, etc.: None
 - (ii) Changes other than (i) above: None
 - (iii) Changes in accounting estimates: None
 - (iv) Restatement of prior financial statements after error corrections: None
- (4) Number of shares outstanding (Common Stocks)

(i) Number of common stocks (Including treasury stocks)	As of September 30, 2016	93,225,898	As of March 31, 2016	93,208,919
(ii) Number of treasury stocks	As of September 30, 2016	182,802	As of March 31, 2016	181,913
(iii) Average number of common stocks	Six Months Ended September 30, 2016	93,036,693	Six Months Ended September 30, 2015	92,960,688

Note: Ebara Corporation has conducted a consolidation of common shares at a rate of one share for every five shares with an effective date of October 1, 2016. Number of common stocks (including treasury stocks), number of treasury stocks and average number of common stocks have been calculated as if this consolidation of shares was conducted at the beginning of the previous fiscal year.

Recording of Implementation Conditions Regarding Auditing Procedures

This financial report does not fall within the scope of the Auditing Procedures referenced in the Financial Instruments and Exchange Act. At the time of disclosure of the financial report, the quarterly review procedures for its quarterly financial statements have not been completed.

Explanation of the Appropriate Use of Performance Forecasts and Other Related Matters

1. We revised the forecast of financial results for the year ending March 31, 2017, previously announced on August 4, 2016. For further details, please refer to “Explanation of Forecast of Consolidated Financial Results” on page 7.
2. The forecasts of performance and other forward-looking statements contained in this report are based on information that was available to Ebara Corporation as of the time of the issuance of this report and on certain assumptions about uncertainties that may have an impact on the Group’s performance. Actual performance may differ substantially from these forecasts owing to a wide range of factors. For further information on the assumptions made in the preparation of the forecasts of performance, please refer to “Explanation of Forecast of Consolidated Financial Results” on page 7.
3. This report has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated report and the Japanese original, the original shall prevail. Also, Ebara Corporation assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.

(Cash dividends forecast and forecast of financial results following the consolidation of shares)

Ebara Corporation has conducted a consolidation of shares at a rate of one share for every five shares with the effective date of October 1, 2016, following the approval and adoption of proposal for the consolidation of shares at the Company’s 151st general meeting of shareholders held on June 24, 2016. In accordance with this, the cash dividend forecast and the forecast of financial results for the fiscal year ending March 31, 2017, calculated without factoring in the consolidation of shares are as follows.

1. Cash dividend for the fiscal year ending March 31, 2017

Cash dividends per share

Second quarter-end: ¥6.00 (Note1)

Fiscal year-end (forecast): ¥6.00 (Note2)

2. Forecast of financial results for the fiscal year ending March 31, 2017

Net Income per Share

Fiscal year-end: ¥45.14

Note1: Cash dividends per share for the second quarter-end will be paid in accordance with the number of shares before the consolidation shares.

Note2: This is the amount of cash dividends calculated without factoring in the consolidation of shares.

Note3: Annual cash dividends for the fiscal year ending March 31, 2017 (without factoring in the consolidation of shares) will be ¥12.00.

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1. Qualitative Information Regarding Consolidated Financial Results

(1) Explanation of Financial Results

During the second quarter (six months) ended September 30, 2016, uncertainty about the world economy's future prospects continued as fluctuations in the financial market were caused by the rise in interest rates in the United States. However, economies including the United States and Europe slowly recovered. In Japan, housing construction recovered despite some weakness still persisting in the private capital investment. Public investment and consumer spending began to bottom out. Overall, the Japanese economy remains on a moderate recovery trend.

During the six months ended September 30, 2016, orders received decreased compared to the same period in the previous fiscal year due to a decrease in the Fluid Machinery & Systems ("FMS") Company and the Environmental Engineering ("EE") Company despite an increase in the Precision Machinery ("PM") Company. Sales were lower year on year due to a decrease in the FMS Company despite an increase in the PM Company and the EE Company. Operating income were lower year on year due to a deterioration in the FMS Company despite an increase in the PM Company.

Consolidated net sales for the six months amounted to ¥191,950 million (a decrease of 7.3% year on year), operating income amounted to ¥2,635 million (a decrease of 42.9% year on year), ordinary loss amounted to ¥274 million (¥4,108 million worse year on year) mainly due to foreign exchange losses of ¥2,228 million and loss attributable to owners of parent amounted to ¥468 million (¥1,826 million worse year on year).

Operating results by business segments are as follows:

Fluid Machinery & Systems

In the pump business, demand for renewal and repair of the domestic social infrastructure is holding firm, and orders from the public sector are favorable. On the other hand, in overseas markets, orders for LNG plant related work, which were favorable in the same period of the previous year, were weak during the period under review. Although we received orders for fertilizer plant projects in the rest of Asia and for remodeling of petrochemical plants, the overall volume of orders for pump decreased compared to the same period in the previous fiscal year.

In the compressor and turbines business, customers in the oil and gas markets continued to delay placing orders and making investment judgments because of the impact of the decline in oil prices. In addition, orders remained low due to the shrinkage in the market accompanying the slowdown in the Chinese economy and increased price competition for new projects. However, we did receive some orders from customers, primarily medium and small ones.

In the chillers business, the competitive environment remained severe, and orders decreased compared to the same period in the previous fiscal year.

Sales in the FMS Company for the six months amounted to ¥117,423 million (a decrease of 15.4% year on year). The segment loss amounted to ¥4,965 million (¥3,083 million worse year on year).

Environmental Engineering

In the EE Company, in the engineering, procurement, and construction (EPC) for municipal waste incinerating facilities field, and in design, build, and operate (DBO) services, new orders ran at about the same level as in the previous period. In the operating and maintenance (O&M) for existing facilities, new orders ran at about the same level as in a typical year. Meanwhile, accompanying revisions to Japan's national energy policy, plans for power generation facilities using sources such as biomass in private companies increased. Amid these conditions, we received an order for construction of wood fiber biomass power generation facilities in the first quarter of this fiscal year. During the second quarter, we obtained preferential negotiation rights for a DBO project, and, at present, are engaged in negotiations aimed at signing a formal contract.

Sales in the EE Company for the six months amounted to ¥27,017 million (an increase of 5.1% year on year). The segment income amounted to ¥1,791 million (an increase of 22.3% year on year).

Precision Machinery

In the PM Company, investments in advanced logic devices held firm among major customers, and investments in 3D NAND flash memory devices were implemented steadily against a background of demand for server storage capacity. This increased demand for the Company's core CMP devices and component products.

Sales in the PM Company for the six months amounted to ¥46,668 million (an increase of 11.7% year on year). The segment income amounted to ¥5,445 million (an increase of 15.7% year on year).

(2) Explanation of Financial Position

An analysis of assets, liabilities and net assets is as follows:

Total Assets

Total assets as of September 30, 2016 were ¥538,001 million, ¥41,542 million lower than as of March 31, 2016. Principal changes in asset items included an increase of ¥13,790 million in cash and deposits, an increase of ¥9,203 million in work in process, and a decrease of ¥68,414 million in notes and accounts receivable-trade.

Total Liabilities

Total liabilities as of September 30, 2016 were ¥303,732 million, ¥25,366 million lower than as of March 31, 2016. Principal changes in liability items included a decrease of ¥17,586 million in notes and accounts payable-trade and a decrease of ¥2,923 million in net defined benefit liability.

Net Assets

Net assets as of September 30, 2016 were ¥234,268 million, ¥16,175 million lower than as of March 31, 2016. Principal changes affecting net asset items were cash dividends paid of ¥2,790 million and a loss attributable to owners of parent for the quarter of ¥468 million, and a decrease of ¥13,845 million in translation adjustments. Shareholders' equity (Net assets excluding subscription rights to shares and non-controlling interests) amounted to ¥225,275 million, and equity ratio was 41.9%.

(3) Explanation of Forecast of Consolidated Financial Results

We revised the forecast of financial results for the fiscal year ending March 31, 2017, reflecting the results after last announcement on August 4, 2016. The revised forecast of ordinary income is as follows. In addition, the revised forecast of net sales and operating income by business segment are as follows.

Assumptions regarding foreign currency exchange rates have not been revised. (Assumptions are US\$1=¥105, EUR1=¥120, and RMB1=¥17)

Forecast of Financial Results for the Fiscal Year Ending March 31, 2017

(% represents percentage change from a comparable previous period)

Millions of yen

	Fiscal Year Ending March 31, 2017	
Net Sales	480,000	(1.3)%
Operating Income	37,000	(2.7)%
Ordinary Income	35,500	(2.7)%
Profit Attributable to Owners of Parent	21,000	21.7%

Forecast of Net Sales and Operating Income by Business Segment

(% represents composition ratio)

Millions of yen

	Net Sales		Segment Income	
Fluid Machinery & Systems	303,000	63.1%	17,000	46.0%
Environmental Engineering	70,000	14.6%	7,000	18.9%
Precision Machinery	105,000	21.9%	13,000	35.1%
Others	2,000	0.4%	0	0.0%
Total	480,000	100.0%	37,000	100.0%

Factors that may have an influence on the Group's actual performance include those listed below; however, such factors are not limited to those on this list.

1. Market Risk
2. Large-scale projects and overseas business activities
3. Business realignments, etc.
4. Exchange risk
5. Risks related to the interest rate and funding
6. Risks related to the impact of natural disasters and impairment of the social infrastructure
7. Deferred tax assets
8. Material procurement
9. Legal restrictions
10. Risk of Litigation and other conflicts
11. Litigation about sales of the Company's former headquarters and its Haneda Plant
12. Risk of collection of export receivables
13. Projected benefit obligation

2. Summary Information (Notes)

(1) Adoption of Specific Accounting Methods for Preparation of Quarterly Consolidated Financial Statements

Tax expenses on income before income taxes for the six months under review are calculated by multiplying income before income taxes for the six months under review by the reasonably estimated annual effective tax rate for the entire fiscal year with application of tax effect accounting.

(2) Additional Information

(Revised Implementation Guidance on Recoverability of Deferred Tax Assets)

Effective from April 1, 2016, the Group has applied “Revised Implementation Guidance on Recoverability of Deferred Tax Assets” (ASBJ Guidance No. 26, issued on March 28, 2016).

(Progress about Fire Accident)

On October 23, 2015, a fire broke out at the waste processing facility for bulky refuse at the Gifu City Eastern Clean Center, which is located in the Akutami section of Gifu City in Gifu Prefecture, as Ebara Environmental Plant Co., Ltd. (“EEP”), the Company’s consolidated subsidiary, was making repairs on the facility. Please note that EEP is responsible for the operation and management of a refuse incinerating facility that is located next to the bulky refuse processing plant where the fire occurred.

Regarding this incident, the Company is discussing with Gifu City the construction work required to make the damaged facility operational again and compensation for related damages. At this time, it is not possible to make a reasonable estimate of the effect of this incident on the Group’s consolidated performance for the fiscal year ending March 31, 2017.

(Non-Conformity with Regulations for Sewage Pipe Construction through Fire-Retarding Sections of Apartment Buildings)

In renewal work conducted by the Company and its consolidated subsidiary Ebara Techno-serve Co., Ltd. (which was merged into the Company as of April 2012) on aging sewage pipes running through the fire-retarding sections of apartment buildings, it was discovered that specifications differing from those under Japan’s Building Standards Law had been applied, and the Company reported this to the Ministry of Land, Infrastructure, Transport and Tourism in September 2016. The Company will implement remedial action on the two instances where the work was determined as non-conformity with the Building Standards Law as a result of investigations by the specific government. In addition, on the other 31 properties where doubts were also raised that such construction may have occurred, the Company will also conduct the same action if such non-conformity is determined by the investigations of the specific government. At this time, it is not possible to make a reasonable estimate of the effect of this incident on the Group’s consolidated performance for the fiscal year ending March 31, 2017.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

Millions of yen

	As of March 31, 2016	As of September 30, 2016
ASSETS		
Current Assets		
Cash and deposits	89,589	103,380
Notes and accounts receivable-trade	216,310	147,896
Electronically recorded monetary claims	727	2,744
Securities	4,599	4,490
Merchandise and finished goods	13,046	13,365
Work in process	47,121	56,325
Raw materials and supplies	28,740	27,611
Others	26,500	27,713
Allowance for doubtful accounts	(3,233)	(2,860)
Total current assets	423,402	380,666
Fixed Assets		
Tangible fixed assets		
Buildings and structures, net	41,780	39,485
Machinery and equipment, net	26,644	25,104
Others, net	36,543	40,522
Total tangible assets	104,968	105,113
Intangible assets	11,143	10,185
Investments and other assets		
Investment securities	26,662	22,119
Others	18,166	24,729
Allowance for doubtful accounts	(4,800)	(4,812)
Total investments and other assets	40,029	42,036
Total fixed assets	156,140	157,334
Total Assets	579,543	538,001

	As of March 31, 2016	As of September 30, 2016
LIABILITIES		
Current Liabilities		
Notes and accounts payable-trade	68,905	51,318
Electronically recorded obligations	47,550	47,246
Short-term loans payable	77,714	78,810
Bonus payment reserve	9,200	7,698
Directors' bonus payment reserve	311	156
Reserve for losses on construction completion guarantees	3,889	3,349
Reserve for product warranties	3,506	2,947
Reserve for construction losses	7,748	8,488
Reserve for expenses related to the sales of land	254	254
Others	40,520	38,236
Total current liabilities	259,600	238,507
Long-term Liabilities		
Bonds payable	10,000	10,000
Bonds with subscription rights to shares	19,988	19,981
Long-term loans payable	9,870	9,395
Reserve for directors' retirement benefits	160	139
Provision for loss on litigation	6,457	6,464
Net defined benefit liability	16,681	13,758
Asset retirement obligations	1,899	1,945
Others	4,440	3,540
Total long-term liabilities	69,498	65,224
Total Liabilities	329,099	303,732
NET ASSETS		
Shareholders' Equity		
Common stock	68,760	68,774
Capital surplus	72,691	72,705
Retained earnings	102,446	99,618
Treasury stock	(408)	(410)
Total shareholders' equity	243,490	240,687
Accumulated Other Comprehensive Income		
Net unrealized gains (losses) on investment securities	2,739	2,103
Deferred gains (losses) on hedges	(12)	(2)
Translation adjustments	5,878	(7,967)
Remeasurements of defined benefit plans	(11,080)	(9,546)
Total accumulated other comprehensive income	(2,473)	(15,412)
Subscription Rights to Shares	952	1,122
Non-Controlling Interests	8,475	7,870
Total Net Assets	250,444	234,268
Total Liabilities and Net Assets	579,543	538,001

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

Millions of yen

	Six Months Ended September 30, 2015	Six Months Ended September 30, 2016
Net Sales	207,065	191,950
Cost of Sales	156,494	144,640
Gross Profit	50,570	47,309
Selling, General and Administrative Expenses	45,954	44,673
Operating Income	4,616	2,635
Non-operating Income		
Interest income	112	81
Dividends income	227	214
Foreign exchange gains	7	—
Others	159	220
Total non-operating income	508	517
Non-operating Expenses		
Interest expenses	613	572
Equity in losses of affiliates	258	409
Foreign exchange losses	—	2,228
Others	417	215
Total non-operating expenses	1,289	3,426
Ordinary Income (Loss)	3,834	(274)
Extraordinary Income		
Gain on sales of fixed assets	35	115
Gain on sales of investment securities	380	567
Others	1	—
Total extraordinary income	417	682
Extraordinary Loss		
Loss on sales of fixed assets	2	2
Loss on retirement of fixed assets	26	58
Loss on sales of investment securities	—	56
Others	5	0
Total extraordinary loss	34	117
Income before Income Taxes	4,217	290
Income Taxes	2,194	281
Profit	2,023	8
Profit Attributable to Non-Controlling Interests	665	477
Profit (Loss) Attributable to Owners of Parent	1,357	(468)

Consolidated Statements of Comprehensive Income

Millions of yen

	Six Months Ended September 30, 2015	Six Months Ended September 30, 2016
Profit	2,023	8
Other Comprehensive Income:		
Net unrealized gains (losses) on investment securities	(1,460)	(613)
Deferred gains (losses) on hedges	(56)	9
Translation adjustment	681	(14,934)
Remeasurements of defined benefit plans, net of tax	315	1,535
Share of other comprehensive income of associates accounted for using equity method	(53)	(21)
Total other comprehensive income	(574)	(14,024)
Comprehensive Income	1,449	(14,016)
Comprehensive income attributable to:		
Owners of parent	666	(13,407)
Non-controlling interests	782	(609)

(3) Consolidated Statements of Cash Flows

Millions of yen

	Six Months Ended September 30, 2015	Six Months Ended September 30, 2016
Cash Flows from Operating Activities:		
Income before income taxes	4,217	290
Depreciation and amortization	5,790	6,160
Loss (gain) on sales of securities and investment securities	(380)	(510)
Increase (decrease) in reserve	(661)	(2,477)
Increase (decrease) in net defined benefit liability	(1,671)	(2,641)
Loss (gain) on sales of fixed assets	(33)	(112)
Interest and dividends income	(340)	(296)
Interest expenses	613	572
Decrease (increase) in notes and accounts receivable-trade	48,553	59,674
Decrease (increase) in inventories	(10,286)	(12,741)
Increase (decrease) in notes and accounts payable-trade	(12,132)	(16,792)
Others	(5,928)	(1,689)
Sub-total	27,739	29,436
Interest and dividends income received	432	859
Interest expenses paid	(610)	(553)
Income taxes paid	(1,949)	(3,511)
Net cash provided by operating activities	25,612	26,231
Cash Flows from Investing Activities:		
Purchase of fixed assets	(6,604)	(10,836)
Proceeds from sales of fixed assets	61	136
Purchase of securities and investment securities	(6,147)	(4,527)
Proceeds from sales and redemption of securities and investment securities	5,806	6,670
Payments into time deposits	(576)	(1,200)
Proceeds from withdrawal of time deposits	576	558
Payments of loans receivable	(55)	(18)
Collection of loans receivable	327	483
Others	128	(524)
Net cash used in investing activities	(6,483)	(9,259)
Cash Flows from Financing Activities:		
Net increase (decrease) in short-term loans payable	2,237	4,549
Proceeds from long-term loans payable	411	571
Repayment of long-term loans payable	(2,455)	(2,173)
Purchase of treasury stocks	(4)	(2)
Proceeds from disposal of treasury stocks	—	0
Cash dividends paid	(3,834)	(2,790)
Dividends paid to non-controlling interests	—	(68)
Others	(360)	(398)
Net cash used in financing activities	(4,006)	(312)
Translation Adjustments	93	(4,460)
Increase (Decrease) in Cash and Cash Equivalents	15,216	12,197
Cash and Cash Equivalents at Beginning of Period	95,604	91,185
Increase (Decrease) in Cash and Cash Equivalents Resulting from change of scope of consolidation	—	536
Cash and Cash Equivalents at End of Period	110,820	103,919

(4) Note for Consolidated Financial Statements

(Note for the Assumption of Going Concern)

None

(Note for Significant Changes in the Amount of Shareholders' Equity)

None

(Segment Information)

Six Months Ended September 30, 2015

1. Information regarding sales and income (loss) by reportable segment

Millions of yen

	Reportable segments				Others (Notes 1)	Total	Adjustments (Notes 2)	Consolidated (Notes 3)
	Fluid Machinery & Systems	Environmental Engineering	Precision Machinery	Total				
Sales								
Customers	138,727	25,710	41,770	206,208	857	207,065	—	207,065
Intersegment and transfer	372	3	—	376	1,617	1,993	(1,993)	—
Total	139,100	25,713	41,770	206,584	2,474	209,058	(1,993)	207,065
Segment Income (Loss)	(1,882)	1,464	4,705	4,287	299	4,587	29	4,616

Notes: 1. The "Others" item in the table above is the business segment for operations that are not included among reportable segments. It contains business support services and other activities.

2. The "Adjustments" item for Segment Income (Loss) shows eliminations among intersegment sales and transfers.

3. Segment Income (Loss) has been adjusted with operating income in the quarterly consolidated statements of income.

2. Information regarding impairment loss of fixed assets, goodwill and negative goodwill by reportable segment

(Material impairment loss of fixed assets)

None

(Material change in goodwill amount)

None

(Material negative goodwill arisen)

None

Six Months Ended September 30, 2016

1. Information regarding sales and income (loss) by reportable segment

Millions of yen

	Reportable segments				Others (Notes 1)	Total	Adjustments (Notes 2)	Consolidated (Notes 3)
	Fluid Machinery & Systems	Environmental Engineering	Precision Machinery	Total				
Sales								
Customers	117,423	27,017	46,668	191,109	840	191,950	—	191,950
Intersegment and transfer	121	0	—	121	1,649	1,771	(1,771)	—
Total	117,544	27,017	46,668	191,230	2,490	193,721	(1,771)	191,950
Segment Income (Loss)	(4,965)	1,791	5,445	2,272	357	2,629	6	2,635

Notes: 1. The “Others” item in the table above is the business segment for operations that are not included among reportable segments. It contains business support services and other activities.

2. The “Adjustments” item for Segment Income (Loss) shows eliminations among intersegment sales and transfers.

3. Segment Income (Loss) has been adjusted with operating income in the quarterly consolidated statements of income.

2. Information regarding impairment loss of fixed assets, goodwill and negative goodwill by reportable segment

(Material impairment loss of fixed assets)

None

(Material change in goodwill amount)

None

(Material negative goodwill arisen)

None