

[Prepared on the basis of International Financial Reporting Standards]

Unit: Billions of yen (rounded to the nearest 100 million yen)

1. Operating Results	Apr. 1- Jun.30, 2016	Apr. 1- Jun.30, 2015	Increase/(decrease)		Summary	Annual Forecasts (announced in May, 2016)	
			Amount	Percentage		Amount	Progress
Revenues	921.0	941.7	(20.7)	(2%)	Gross profit <Factors causing decrease> - Decrease in earnings of tubular products business in North America - Automobile financing business in Indonesia and other companies becoming associated company - Decrease due to the yen's appreciation <Factors causing increase> - Stable performance of overseas IPP/IWPP businesses - Robust performance by SCSK Share of profit (loss) of investments accounted for using the equity method - Decrease in earnings due to the drop in mineral resources prices - Stable performance of J:COM Gain (loss) on securities and other investments, net/ Gain (loss) on property, plant and equipment, net/Other, net - Tax provisions in San Cristobal silver-zinc-lead mining project in Bolivia - Realized gains resulting from asset replacements in the same period of the previous year	-	-
Gross profit	197.3	239.5	(42.1)	(18%)		840.0	23%
Selling, general and administrative expenses	(170.9)	(191.4)	20.5	11%		(740.0)	23%
<i>Provision for doubtful receivables</i>	(0.0)	(2.1)	2.1	98%		0.0	-
Interest expense, net of interest income	(1.0)	(2.5)	1.4	59%		0.0	-
Dividends	3.6	3.7	(0.2)	(4%)		10.0	36%
Share of profit (loss) of investments accounted for using the equity method	21.0	33.2	(12.2)	(37%)		80.0	26%
Gain (loss) on securities and other investments, net	(1.6)	5.5	(7.2)	-		(20.0)	62%
Gain (loss) on property, plant and equipment, net	0.2	6.3	(6.1)	(96%)			
Other, net	(11.1)	14.8	(25.9)	-			
Profit (loss) before tax	37.6	109.2	(71.6)	(66%)		170.0	22%
Income tax expense	(11.7)	(24.0)	12.2	51%		(30.0)	39%
Profit for the period	25.8	85.2	(59.4)	(70%)		140.0	18%
Profit for the period attributable to:					130.0	17%	
Owners of the parent	22.7	82.0	(59.3)	(72%)			
Non-controlling interests	3.2	3.2	(0.1)	(2%)	10.0	32%	
Basic profit (Calculation for reference)*	41.1	67.7	(26.6)	(39%)	150.0	27%	
Comprehensive income for the period (attributable to owners of the parent)	(156.2)	142.7	(298.9)	-			

* Calculation of basic profit : (Gross profit + Selling, general and administrative expenses (excluding provision for doubtful receivables) + Interest expense, net of interest income + Dividends) × (1 - Tax rate**) + Share of profit (loss) of investments accounted for using the equity method
 **Tax rate used in calculating basic profit : FY2016 31%, FY2015 33%

2. Segment Information (Global basis*)	Profit for the period attributable to owners of the parent			Summary	Annual Forecasts (announced in May, 2016)	
	Apr. 1- Jun.30, 2016	Apr. 1- Jun.30, 2015	Increase/ (decrease)		Amount	Progress
Metal Products	2.0	8.1	(6.0)	- Decrease in earnings of tubular products business in North America - Stable performance of the operation of overseas steel service centers	13.0	16%
Transportation & Construction Systems	9.0	18.4	(9.5)	- Lackluster shipping market and stagnant emerging markets - Robust performance by leasing business and construction equipment rental business in the U.S.	53.0	17%
Environment & Infrastructure	4.4	8.9	(4.6)	- Stable performance of overseas IPP/IWPP businesses - Profit from value realization in renewable energy power generation businesses in the same period of the previous year	39.0	11%
Media, Network, Lifestyle Related Goods & Services	15.2	21.6	(6.4)	- Robust performance by domestic major group companies - Realized gains resulting from asset replacements in the same period of the previous year	67.0	23%
Mineral Resources, Energy, Chemical & Electronics	(12.0)	20.0	(32.0)	- Tax provisions in San Cristobal silver-zinc-lead mining project in Bolivia - The one-off profits stemming from business reorganization in the same period of the previous year	(18.0)	-
Total	18.6	77.0	(58.5)		154.0	12%
Corporate and Eliminations	4.1	5.0	(0.9)		(24.0)	-
Consolidated	22.7	82.0	(59.3)		130.0	17%

Note : From this first quarter FY2016, above Segment Information is presented by global basis* for reference.
 * Global basis, including operations in Overseas Subsidiaries and Branches segment (reference)

3. Cash Flows	Apr. 1- Jun.30, 2016	Apr. 1- Jun.30, 2015
Net cash provided by operating activities	119.6	152.9
Net cash used in investing activities	(49.0)	(46.0)
Free Cash Flow	70.7	106.9
Net cash (used in)/provided by financing activities	(94.1)	(132.0)
Effect of exchange rate changes on cash and cash equivalents	(28.1)	4.0
Net (decrease)/increase in cash and cash equivalents	(51.5)	(21.1)
Summary		
Net cash provided by operating activities - Core businesses generated cash steadily		
Net cash used in investing activities - Investment execution : approx. 60 billion yen - Collection by asset replacement : approx. 10 billion yen		

4. Financial Position	As of Jun. 30, 2016	As of Mar. 31, 2016	Increase/ (decrease)
Total assets	7,449.2	7,817.8	(368.6)
Shareholders' equity *	2,065.4	2,251.5	(186.1)
Financial assets measured at fair value through other comprehensive income	129.1	142.6	(13.5)
Exchange differences on translating foreign operations	41.9	199.4	(157.5)
Shareholders' equity ratio*	27.7%	28.8%	(1.1pt)
Interest-bearing liabilities, net	2,669.3	2,770.3	(101.0)
Debt-equity ratio, net (times)	1.3	1.2	0.1pt
Summary			
Total assets	Shareholders' equity		
- Decrease in trade receivables	- Decrease due to the yen's appreciation		
- Decrease due to the yen's appreciation			
	As of Jun. 30, 2016	As of Mar. 31, 2016	<Exchange rate(Yen/US\$)>
	102.91	112.68	

* "Shareholders' equity" is equivalent to "Equity attributable to owners of the parent" in Consolidated Statements of Financial Position. "Shareholders' equity ratio" is calculated by dividing "Equity attributable to owners of the parent" by "Total assets".

Cautionary Statement Concerning Forward-looking Statements

This report includes forward-looking statements relating to our future plans, forecasts, objectives, expectations and intentions. The forward-looking statements reflect management's current assumptions and expectations of future events, and accordingly, they are inherently susceptible to uncertainties and changes in circumstances and are not guarantees of future performance. Actual results may differ materially, for a wide range of possible reasons, including general industry and market conditions and general international economic conditions. In light of the many risks and uncertainties, you are advised not to put undue reliance on these statements. The management forecasts included in this report are not projections, and do not represent management's current estimates of future performance. Rather, they represent forecasts that management strives to achieve through the successful implementation of the Company's business strategies. The Company may be unsuccessful in implementing its business strategies, and management may fail to achieve its forecasts. The Company is under no obligation -- and expressly disclaims any such obligation -- to update or alter its forward-looking statements.