

Financial Statement

For the year ended March 31, 2015



MARUHA NICHIRO

INDEX

Number of the Consolidated Subsidiaries and the Affiliates under the Application of the Equity Method.....	1
Business Classification of the Consolidated Companies	1
Consolidated Outlook of Statements of Income.....	2
Consolidated Estimates for the Next Period.....	2
Consolidated Statements of Retained Earnings.....	2
Consolidated Balance Sheets.....	3
Consolidated Statements of Income.....	5
Consolidated Statements of Cash Flows.....	6 ~ 7

Number of the Consolidated Subsidiaries and the Affiliates under the Application of the Equity Method

Subsidiaries and Affiliates	Mar.31, 2015			Mar.31, 2014		
	Number	Consolidation Criteria		Number	Consolidation Criteria	
		Consolidated	Equity Method		Consolidated	Equity Method
Subsidiaries	109	83	3	114	88	3
Affiliates	59	0	25	63	0	25
Total	168	82	28	177	87	28

Business Classification of the Consolidated Companies

Business Unit	Mar.31, 2015
	number of the companies
Fisheries & Aquaculture Unit	16
Marine Products Trading Unit	6
Marine Products Wholesaling Unit	15
Meat and Products Trading Unit	2
Strategic Sales Unit	1
Oversee Business Unit	11
North America Operations Unit	30
Frozen Foods Business Unit	8
Processed Foods Business Unit	5
Foods & Fine Chemicals Unit	1
Logistics Unit	8
Others	8
Total	111

Outlook of Consolidated Statements of Income

	Millions of yen		
	2015 (4/01/14 - 3/31/15)	2014 (4/01/13 - 3/31/14)	2013 (4/01/12 - 3/31/13)
Net sales	¥863,784	¥851,708	¥809,789
Operating income	8,686	10,626	11,996
Ordinary income	11,834	13,954	13,250
Net income	7,219	3,191	5,448
Net income per share (yen)	145.41	6.18	10.62
Total assets	502,016	475,233	462,925
Total shareholders' equity	109,177	90,876	82,679

Estimates for the Next Period

(April 1, 2015 - March 31, 2016)

	Millions of yen
Consolidated:	
Net sales	¥900,000
Operating income	15,500
Ordinary income	14,500
Net income	7,000

Consolidated Statements of Retained Earnings

	Millions of yen		
	2015 (4/01/14 - 3/31/15)	2014 (4/01/13 - 3/31/14)	2013 (4/01/12 - 3/31/13)
Retained earnings at the beginning of the period	¥15,257	¥13,695	¥9,910
Increase of retained earnings			
Change in number of consolidated subsidiaries		-	-
Decrease of retained earnings			
Dividends	1,614	1,616	1,663
Directors bonus			
Change in number of consolidated subsidiaries		(12)	
Change of the accounting rule	(2,889)	-	-
The transfer from a capital surplus			
Net income for the period	7,219	3,191	5,448
Retained earnings at the end of the period	17,971	15,257	13,695

Consolidated Balance Sheets

March 31, 2015, 2014 and 2013

Millions of yen

Assets	2015	2014	2013
Current assets:			
Cash and deposit	¥13,971	¥13,952	¥14,247
Trade notes and accounts receivable	101,287	98,198	103,164
Marketable securities	-	46	3,162
Inventories	147,537	134,303	118,186
Short-term loans receivable	961	906	981
Deferred income tax assets	3,106	3,083	3,759
Other current assets	8,299	10,178	10,822
Allowance for doubtful receivables	(729)	(723)	(1,194)
Total current assets	274,433	259,946	253,130
Fixed assets:			
<i>Tangible fixed assets;</i>			
Buildings and structures	50,145	49,586	47,834
Machinery, equipment and delivery equipment	32,073	28,107	27,496
Land	55,912	56,392	58,844
Construction in progress	2,651	2,215	2,534
Other tangible fixed assets	2,590	2,198	1,982
Total tangible fixed assets	143,373	138,500	138,692
<i>Total intangible fixed assets</i>	<i>27,068</i>	<i>22,290</i>	<i>21,697</i>
<i>Investments and other fixed assets;</i>			
Investment securities	35,051	34,177	29,928
Long-term loans receivable	4,207	4,257	6,585
Net defined benefit asset	154	-	-
Deferred income tax assets	6,161	5,766	6,177
Other investments and fixed assets	16,831	15,540	12,001
Allowance for doubtful receivables	(5,265)	(5,245)	(5,288)
Total investments and other fixed assets	57,140	54,496	49,404
Total fixed assets	227,582	215,287	209,794
Total deferred assets	-	-	-
TOTAL	502,016	475,233	462,925

Liabilities and Shareholder's Equity	2015	2014	2013
Current liabilities:			
Trade notes and accounts payable	¥31,108	¥29,157	¥33,405
Short-term loans payable	176,444	178,823	172,113
Income taxes payable	1,985	1,385	896
Reserve for bonuses	1,240	860	934
Deferred income tax liabilities	22	22	12
Reserve for operating loss	-	74	
Other current liabilities	38,022	33,725	37,131
Total current liabilities	248,823	244,050	244,494
Long-term liabilities:			
Long-term loans payable	113,145	111,619	105,800
Deferred income tax liabilities	1,840	2,482	2,227
Reserve for retirement allowances	23,796	20,694	22,209
Reserve for special repairs on vessels	49	90	112
Reserve for environmental measures	68	144	197
Other fixed liabilities	5,114	5,275	5,203
Total long-term liabilities	144,014	140,306	135,750
Total liabilities	392,838	384,357	380,245
Minority interests	20,284	13,769	13,118
Shareholders' equity:			
Common stock	20,000	15,000	31,000
Capital surplus	40,617	45,683	29,683
Retained earnings	17,971	15,257	13,695
Net unrealized gains on investment securities	5,302	2,552	2,416
Deferred gains or losses on hedges	48	(28)	22
Adjustment account for foreign exchange	4,832	(817)	(7,199)
Treasury stock	(21)	(68)	(56)
Adjustment of net defined benefit	142	(472)	-
Total shareholders' equity	88,892	77,107	69,561
TOTAL		475,233	462,925

Consolidated Statements of Income

Years ended March 31, 2015, 2014 and 2013

	2015	2014	2013
Net sales	¥863,784	¥851,708	¥809,789
Cost of sales	756,410	742,507	700,009
Gross profit on sales	107,373	109,200	109,779
Selling, general and administrative expenses	98,687	98,574	97,782
Operating income	8,686	10,626	11,996
Non-operating revenues:			
Interest income	202	206	191
Dividends income	936	829	899
Foreign exchange gain	3,086	1,668	1,848
Equity in gain of affiliates	1,210	1,438	531
Miscellaneous revenues	2,191	2,604	2,298
Total non-operating revenues	7,627	6,748	5,769
Non-operating expenses:			
Interest expenses	2,696	2,847	3,232
Miscellaneous expenses	1,781	572	1,283
Total non-operating expenses	4,479	3,420	4,515
Ordinary income	11,834	13,954	13,250
Extraordinary income:			
Gain on sale of property, plant and equipment	274	1,265	163
Gain on sale of securities	102	126	21
Transfer to the gov't of the substitutional portion of EPF	-	-	8,570
Gain on transfer of business	2,688	-	-
Other special profits	114	519	8
Total extraordinary income	3,180	1,912	8,765
Extraordinary loss:			
Losses on disposal of property, plant and equipment	524	437	348
Losses on Impairment of Assets	1,522	1,039	201
Losses on sale of securities	-	8	2
Losses on write-down of securities	6	33	29
Casualty losses	-	522	346
Recall expenses	-	5,042	-
Losses on valuation of inventories	1,270	-	-
Credit reserve for bad debts	-	-	2,330
Losses on business liquidation	-	-	2,001
Amortization of goodwill	-	-	3,330
Other special losses	34	712	114
Total extraordinary loss		7,797	8,708
Income before taxes and adjustment	11,655	8,069	13,307
Income taxes :			
Current	3,658	2,517	2,929
Deferred	(1,398)	1,363	6,070
Minority interest income(loss) of consolidated subsidiaries	2,176	997	(1,140)
Net income for the period	7,219	3,191	5,448

Consolidated Statements of Cash Flows

Years ended March 31, 2015, 2014 and 2013

	2015	2014	2013
Cash flows from operating activities:			
Net income before taxes and adjustments	¥11,655	¥8,069	¥13,307
Depreciation and amortization	13,614	13,161	13,455
Losses on Impairment of Assets	1,522	1,039	201
Losses on disposal of fixed assets	508	400	334
Amortization of Goodwill	1,332	1,254	4,738
Increase(Decrease) in allowance for doubtful accounts	14	(536)	(5,951)
Increase(Decrease) in reserve for retirement allowances	(792)	(2,033)	(8,200)
Increase(Decrease) in provision for losses on business liquidat	(74)	74	-
Interest and dividend received	(1,138)	(1,036)	(1,091)
Interest paid	2,696	2,847	3,232
Loss(Gain) on sale of securities	(102)	(118)	(18)
Loss(Gain) on sale of tangible fixed assets	(258)	(1,115)	(114)
Loss(Gain) on write-down of investment securities	13	109	57
Loss(Gain) on transfer of business	(2,688)	-	2,001
Decrease(Increase) in trade accounts receivable	(539)	7,319	(1,195)
Decrease(Increase) in inventories	(6,311)	(10,796)	2,230
Decrease(Increase) in other current assets	1,440	(198)	921
Increase(Decrease) in trade accounts payable	956	(5,141)	(460)
Increase(Decrease) in other current liabilities	(1,279)	(532)	(171)
Increase(Decrease) in consumption tax payable, etc	2,281	(1,542)	715
Other	(2,689)	(649)	5,602
Total	20,159	10,571	29,597
Corporate taxes paid	(2,269)	(1,862)	(3,012)
Net cash provided from operating activities	17,899	8,708	26,585
Cash flows from investing activities:			
Payments in time deposits	(145)	(10)	(54)
Proceeds from withdrawal of time deposits	145	147	113
Payments for purchases of investment securities	(57)	(61)	(249)
Proceeds from sales of investment securities	231	3,339	3,591
Payments for purchases of subsidiaries	(249)	(8)	(13)
Income occurred by purchase of subsidiaries	-	(1,114)	(4,964)
Payments for subsidiaries' acquisition of treasury stock	-	(1,755)	-
Payments for purchases of tangible fixed assets	(13,140)	(13,705)	(10,866)
Proceeds from sales of tangible fixed assets	684	2,729	801
Proceeds from transfer of business	3,760	-	-
Payments for loans receivable	(161)	(52)	(1,751)
Proceeds from collections of loans receivable	620	635	2,213
Proceeds from interests and dividends	1,913	1,782	1,285
Other	(688)	(4,396)	(1,880)
Net cash provided from investing activities	(7,087)	(12,471)	(11,773)
Cash flows from financing activities:			
Increase(decrease) in short-term borrowing	(4,330)	12,462	(15,965)
Proceeds from long-term borrowing	37,215	42,097	45,610
Repayments of long-term debt	(38,483)	(45,091)	(37,983)
Acquisition of common stock for treasury	(20)	(12)	(2,009)
Proceeds from sales of treasury stock	0	1	-
Dividend paid to stockholders	(1,608)	(1,610)	(1,654)
Dividend paid to minority stockholders of subsidiaries	(662)	(494)	(564)
Interest paid	(2,599)	(3,093)	(3,257)
Other	(260)	(510)	(329)
Net cash used in financing activities	(10,748)	3,748	(16,153)

	2015	2014	2013
Effect of exchange rate changes on cash and cash equivalents	(¥37)	(¥144)	(¥40)
Net increase(decrease) in cash and cash equivalents	15	(158)	(1,383)
Cash and cash equivalents at beginning of year	13,932	14,090	15,473
Decrease in cash and cash equivalents by exclusion from consolidation group	-	-	-
Increase in cash and cash equivalents by inclusion in consolidation group	3	-	-
Cash and cash equivalents at end of year	13,951	13,932	14,090