

Consolidated Summary Report <under Japanese GAAP>

For the six months ended Sept 30, 2014

October 27, 2014

Company name : KAGOME CO., LTD Stock exchange listings: Tokyo and Nagoya
 Code number : 2811 URL <http://www.kagome.co.jp>
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 Quarterly securities report issuing date: November 14, 2014 Dividend payment date: -
 Supplemental information for quarterly financial statements: Yes
 Schedule for quarterly "investor meeting presentation": Yes

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

1. Consolidated Financial Data for the Six Months ended September 30, 2014

(1) Operation results (% represents the change from the same period in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended								
Sept 30, 2014	102,825	-0.9	3,258	-35.1	3,605	-34.1	2,252	-43.6
Sept 30, 2013	103,734	-2.0	5,021	-33.1	5,467	-30.5	3,994	-29.6

(Reference) Comprehensive income Sept 30, 2014: 5,009 million yen (-21.4%), Sept 30, 2013: 6,370 million yen (31.7%)

	Earnings Per Share	Diluted Earnings per Share
	yen	yen
Six months ended		
Sept 30, 2014	22.70	22.70
Sept 30, 2013	40.17	—

(2) Financial Conditions

	Total Assets	Total Net Assets	Net Assets Attributable to KAGOME Shareholders to Total Assets	Total Net Assets per Common Stock
	million yen	million yen	%	Yen
As of				
Sept 30, 2014	190,860	115,818	58.4	1,122.35
March 31, 2014	183,621	113,023	59.1	1,094.07

(Reference) Shareholders' equity as of Sept 30, 2014: 111,385 million yen; March 31, 2014: 108,505 million yen

2. Dividends on Common Stock

	Dividends per Share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
Fiscal year	yen	yen	yen	yen	Yen
ended March 31, 2014	—	—	—	22.00	22.00
ending December 31, 2014	—	—	—	—	—
ending December 31, 2014(Forecast)	—	—	—	16.50	16.50

(*) Revision to dividend forecasts published most recently: None

3. Forecasts for the Fiscal Year ending December 31, 2014 (Consolidated)

(% represents the change from the same period in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
For the year ending									
December 31, 2014	162,000	—	4,600	—	4,800	—	2,500	—	25.21

(*) Revision to financial forecasts published most recently: None

*Notes for forecasted information above.

The Company has changed its fiscal year end from March 31 to December 31, as an associated amendment to the Articles of Incorporation has been approved at the Annual General Meeting of Shareholders held on June 18, 2014. Since the fiscal year end changes, in the fiscal year ending December 31, 2014, the consolidated results will include the results for ten months, from March 1, 2014 to December 31, 2014, for the consolidated subsidiaries whose former fiscal year ends at the end of February. The results for twelve months, from January 1 to December 31, 2014, for the consolidated subsidiaries whose fiscal year ends at December 31 will also be included as before.

(Reference)

The percentages below (percentage changes after adjustment) are percentage changes from the results of the Company for nine months, from April 1, 2013 to December 31, 2013, and its consolidated companies whose former fiscal year ends at the end of February for ten months in the previous year, from March 1, 2013 to December 31, 2013, and the results forecast for these companies for this fiscal year.

	Net Sales		Operating Income		Ordinary Income		Net Income	
For the year ending	million yen	%	million yen	%	million yen	%	million yen	%
December 31, 2014	162,000	2.3	4,600	-28.4	4,800	-31.6	2,500	-45.4

4. Other (For more details, please see “Other information” in page 8)

(1) Changes in significant subsidiaries during the current quarter: None.

Note: This section shows whether or not there is a change in Specified Subsidiaries (“*tokutei kogaisha*” in Japanese) that led to the change of the consolidation scope during the current quarter.

(2) Utilization of unique accounting methods: Yes.

(3) Changes in accounting policies, procedures, estimates, retrospective restatements, etc.

(A) Changes due to revision of accounting standards: Yes.

(B) Changes due to reasons other than (A): None.

(C) Changes in accounting estimates: None.

(D) Retrospective restatements: None.

(4) Number of common stocks outstanding at the end of the period

(A) Total stocks outstanding including treasury stocks:

Sept 30, 2014 99,616,944 shares March 31, 2014 99,616,944 shares

(B) Treasury stocks: Sept 30, 2014 374,591 shares March 31, 2014 441,335 shares

(C) Average outstanding stocks: Six months ended Sept 30, 2014 99,211,149 shares

Six months ended Sept 30, 2013 99,451,949 shares

* Disclosure regarding the execution of the quarterly review process

This “Consolidated Summary Report” (Quarterly “Tanshin”) is outside the scope of the external auditor’s quarterly review procedure which is required by “Financial Instruments and Exchange Act”. Therefore, the quarterly review process has not been completed as of this disclosure in the “Consolidated Summary Report”.

*Notes for using forecasted information etc.

(Caution regarding forward-looking statements)

This financial summary report contains forward-looking statements regarding estimations, forecasts, targets and plans in relation to the results of operations, financial conditions and other overall management of the company and/or the group as a whole (the “forward-looking statements”). The forward-looking statements are made based upon, among other things, the company’s current estimations, perceptions and evaluations. Accordingly, due to various risks and uncertainties, the statements and assumptions are inherently not guarantees of future performance, may be considered differently from alternative perspectives and may result in material differences from the actual result.

(Method for obtaining supplemental information for quarterly financial statements)

Supplementary information will be published on TD-net for viewing in Japan, and on Kagome’s Website.

5. Qualitative Information Regarding the Results for the Current Quarter

(1) Explanation of Operating Results

During the first six months of the consolidated fiscal year under review (April 1, 2014 to September 30, 2014), supported by the Abe administration's economic policies and other factors, economic conditions followed a moderate recovery trend in Japan, especially among export companies. Domestic consumption, however, slowed down due to the effects of unseasonal weather in summer and a reactionary dip in demand following last-minute rises ahead of a consumption tax hike in April. The food industry continues to experience difficult conditions associated with sluggish consumption as well as increases in the costs of imported materials, energy and logistics.

Amid these conditions, Kagome is operating business this fiscal year giving top priority on strengthening the earning capacity in domestic business. At the same time, the Company is also undertaking innovations in anticipation of its future growth into a global brand. To these ends, Kagome needs to address the following issues: (1) improving value by enhancing product value, thereby boosting profitability; (2) increasing productivity; and (3) producing innovations.

Sales decreased for the domestic business segment, while the overseas businesses reported a gain. The main factors contributing to the decrease in sales in domestic business were a reactionary dip in demand following last-minute rises ahead of the consumption tax hike, which affected both the beverage and food businesses, as well as losses in sales due to intensified competition for the Company's vegetable juice products from other beverages. For the overseas business segment, the main factors contributing to an increase in sales were: a gain in net sales for United Genetic Holdings LLC and United Genetics Turkey Tohum Fide A.S., companies that were made consolidated subsidiaries in December 2013; an increase in local currency-based net sales for many of the consolidated subsidiaries; and an increase in the yen value of net sales due to the depreciation of the yen.

As for profit, the domestic businesses recorded a loss. The main factors contributing to this decrease in profit were losses in net sales and an increase in the cost-to-sales ratio resulting from higher prices of imported materials and the depreciation of the yen. As for the overseas business segment, despite profit contributions from the newly-consolidated subsidiaries, overall profits declined due to factors including a drop in production efficiency caused by unseasonal weather in some regions. As a result, consolidated net sales for the first six months of the fiscal year under review fell 0.9% from the same period in the previous year to 102.825 billion yen. Operating income decreased 35.1% year on year to 3.258 billion yen, while ordinary income declined 34.1% year on year to 3.605 billion yen. Quarterly net income stood at 2.252 billion yen, a 43.6% drop from the same period in the previous year.

The results for the first six months of the consolidated fiscal year under review include the results for the six months from March 1, 2014 to August 31, 2014 for the domestic consolidated subsidiaries whose fiscal year ended at the end of February before, as well as the results for the six months from January 1, 2014 to June 30, 2014 for the domestic and overseas consolidated subsidiaries whose fiscal year ended on December 31 before.

An overview of business results by segment is as follows:

<Domestic business>

Net sales for the domestic businesses decreased 5.5% year on year to 92.27 billion yen. Net sales for each business were as follows.

(1) Beverage business

In the vegetable beverage category, Kagome introduced Smart PET in April 2014, updating the container size from 900 milliliters to 720 milliliters to accommodate shrinking household size, and focused on fostering products sold in the new container.

To coincide with the introduction of Smart PET, the Company increased the percentage of vegetable blend used in the leading products of its Yasaiseikatsu 100 series from 50% to 65%, thus boosting product value. Further, the Yasaiseikatsu limited-time products, which are offered in paper and Smart PET containers under the theme of "Locally Grown, Nationally Consumed" marketing campaigns, continue to be well received by customers.

The TV commercials and consumer campaigns the Company ran for the Yasai Ichinichi Kore Ippon series with an aim to acquire new customers proved popular.

Despite these measures, sales decreased compared to the same period last year due to the effects of unseasonal weather in summer, a reactionary dip in demand following last-minute rises ahead of the consumption tax hike, and other factors.

Net sales for the probiotics category increased compared to the same period last year. The Plant-Based Lactic Acid Labre series performed favorably, with the Plant-Based Lactic Acid Labre Light: Ichinichi Bun No Tetsubun in particular contributing to the increase in net sales.

As a result, net sales for the beverage business decreased 10.8% year on year to 43.905 billion yen.

(2) Food business

Kagome released products based on the theme of Tomato Discoveries, an initiative designed to inspire customers to newly discover and re-discover the delicious and fun qualities of tomatoes, and conducted promotions. Net sales of tomato ketchup and sauces for the consolidated first quarter (April 1, 2014 - June 30, 2014) decreased year on year due to a reactionary dip in demand following last-minute rises ahead of the consumption tax hike. However, the products performed steadily in the consolidated second quarter (July 1, 2014 - September 30, 2014), recovering to a level above that of the same period last year. As for pasta sauces, net sales increased from the same period last year, thanks to continued strong sales of the bottled pasta sauce series, Anna Mamma.

As a result, net sales for the food business decreased 1.4% year on year to 11.417 billion yen.

(3) Gift product business

The overall market for ochugen (mid-year gifts) and oseibo (year-end gifts) continues to contract due to a decrease in gifting demand, consumers becoming more budget minded following the consumption tax increase, and other factors. Under these difficult conditions, Kagome broadened the scope of its gift product business through activities aimed at gaining greater market acceptance in new categories, including sweets and soup, and establishing new retail channels such as online direct marketing, which continue to expand. However, net sales decreased year on year.

As a result, sales for the gift product business decreased 5.5% year on year to 5.345 billion yen.

(4) Fresh vegetable business

Sales were strong for high value-added products including High-Lycopene Tomatoes, thanks partly to a rising interest in functional vegetables. However, net sales decreased year on year, as a drop in market prices in summer pushed down unit prices. Meanwhile, Kagome focused on fostering its new products, including Salad Bank Series, which are salad vegetables released in March 2014 in the Kanto area of eastern Japan, and Tomato Cook, seasoning for fresh tomatoes released in April of the same year.

As a result, net sales for the fresh vegetable business decreased 7.5% year on year to 5.158 billion yen.

(5) Direct marketing business

Although sales of a leading product, Mainichi Nomu Yasai, slightly decreased year on year, overall net sales for the direct marketing business increased year on year, thanks to: favorable performance of seasonal, limited-edition Shun series of products, such as Momo Shibori and Kiyomi Shibori; continued expansion of sales of supplements, which Kagome is developing as a second pillar of business, next to beverages; and a net increase in sales of Fruttoma, jelly made by combining carefully-selected tomatoes with a thoughtful selection of fruit. Furthermore, Kagome released Tsubuyori Yasai in June 2014, a new vegetable beverage featuring a unique texture that feels like eating actual vegetables.

As a result, net sales for the direct marketing business increased 3.6% year on year to 4.593 billion yen.

(6) Institutional and industrial product business

Kagome endeavored to increase sales in product categories it designated as areas of focus, namely the Tomato Ingredient, Tomato Sauce, Vegetable Ingredient, and Vegetable Beverage categories. In the institutional and industrial use market, tomato and vegetable menu items are generating increasing interest. By leveraging this trend, Kagome enhanced the tomato and vegetable product lineups and strengthened efforts to propose menu items for major operators of restaurants and prepared-food businesses, increasing net sales as a result.

Consequently, net sales for the institutional and industrial product business increased 2.4% year on year to 13.44 billion yen.

(7) Other businesses

Combined net sales for freight, warehousing, real-estate rental, parking, agricultural material sales, solar power generation, and other domestic businesses increased 4.7% year on year to 8.409 billion yen.

<Overseas business>

Net sales for the overseas business segment increased 32.8% year on year to 19.835 billion yen. For many regions, the yen value of net sales increased due to the depreciation of the yen. Aside from this trend, the situation in each region is as follows.

(1) U.S.

Shipments for major local customers were favorable at Kagome Inc., an American subsidiary. Further, net sales increased for United Genetics Holdings LLC, which was made a consolidated subsidiary in December 2013.

As a result, net sales in the U.S. increased 33.1% year on year to 8.638 billion yen.

(2) Europe

Net sales for Holding da Industria Transformadora do Tomate, SGPS S.A., a subsidiary in Portugal, were mostly unchanged year on year. Net sales for the Italian subsidiary Vegitalia S.p.A. were largely on target. Further, Kagome made United Genetics Turkey Tohum Fide A.S. a consolidated subsidiary in December 2013. This resulted in an increase in net sales for the Company.

As a result, net sales in Europe increased 27.9% year on year to 6.576 billion yen.

(3) Australia

Net sales for the Australian subsidiary Kagome Australia Pty Ltd. increased due to factors including the timing of delivery to major local customers being changed from the last term to this term.

As a result, net sales in Australia increased 58.1% year on year to 2.855 billion yen.

(4) Asia

Net sales for Taiwan Kagome Co., Ltd. were largely on target. Net sales for Kagome (Hangzhou) Food Co., Ltd. decreased due to factors including a drop in the sales volume of vegetable beverages for the local market. Net sales for the Thai subsidiary OSOTSPA KAGOME Co., Ltd. increased, thanks to the start of sales of consumer health beverages in September 2013.

As a result, net sales in Asia increased 18.2% year on year to 1.763 billion yen.

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1. Other Information

(1) Changes in significant subsidiaries

Not applicable.

(2) Utilization of unique accounting methods

Income taxes

Income taxes are calculated using the estimated effective tax rate including deferred tax assets and liabilities.

(3) Changes in accounting policies, procedures, estimates, retrospective presentation etc.

(Change due to revision of accounting standards)

Application of accounting standard for retirement benefits, etc.

The Paragraph 35 of the “Accounting Standard for Retirement Benefits” (ASBJ Statement No.26 issued on May 17, 2012) and Paragraph 67 of the “Guidance on Accounting Standard for Retirement Benefits” (ASBJ Guidance No.25 issued on May 17, 2012) have been applied from the first quarter of the fiscal year 2014. With the revision of the method for calculating retirement benefit obligations and service costs, the method of attributing expected benefit to periods has changed from a straight-line basis to the benefit formula basis and the method for determining the discount rate has changed from determination based on the average remaining periods of service to a method using a single weighted average discount rate reflecting the estimated timing and amount of benefit payment.

As for the application of the Accounting Standard for Retirement Benefits, etc., and in accordance with Paragraph 37 that specifies transitional arrangements, the amount of impact resulting from the changes in the calculation method for retirement benefit obligations and service costs was added to or deducted from retained earnings at the beginning of this fiscal year 2014. As a result, at the beginning of this fiscal year 2014, net defined benefit asset decreased by 6 million yen, net defined benefit liability increased by 117 million yen and retained earnings decreased by 79 million yen. In addition, the effect of these changes on operating income, ordinary income, and net income before taxes for the second quarter ended September 30, 2014 was immaterial.

CONSOLIDATED BALANCE SHEETS

AS OF MARCH 31, 2014 AND SEPTEMBER 30, 2014

	Millions of Yen		Thousands of
	31-Mar-14	30-Sep-14	U.S. dollars
	Amount	Amount	30-Sep-14 Amount
Assets			
Current assets:			
Cash and deposits	¥ 15,313	¥ 13,431	\$ 123,220
Notes and accounts receivable	30,616	33,912	311,119
Marketable securities	9,810	10,224	93,798
Merchandise and finished goods	19,781	17,495	160,505
Work in process	592	142	1,303
Raw material and supplies	20,092	21,635	198,486
Other current assets	11,554	15,393	141,220
Allowance for doubtful accounts	(377)	(190)	(1,743)
Total current assets	107,385	112,045	1,027,936
Fixed assets:			
Property, plant and equipment:			
Buildings and structures, net	15,324	15,085	138,394
Machinery, equipment and vehicles, net	15,899	16,328	149,798
Tools and furniture, net	1,073	1,069	9,807
Land	13,752	13,551	124,321
Lease assets, net	654	662	6,073
Construction in progress	2,008	3,616	33,174
Property, plant and equipment net	48,712	50,313	461,587
Intangible assets:			
Goodwill	3,978	3,322	30,477
Software	2,212	2,021	18,541
Other intangible assets	383	369	3,385
Total intangible assets	6,574	5,713	52,413
Investments and other assets:			
Investment securities	14,885	16,655	152,798
Net defined benefit asset	6	—	—
Other assets	6,141	6,207	56,945
Allowance for doubtful accounts	(84)	(74)	(679)
Total investments and other assets	20,948	22,788	209,064
Total fixed assets	76,235	78,815	723,073
Total assets	¥ 183,621	¥ 190,860	\$ 1,751,009

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 109 yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of September 30, 2014.

	Millions of Yen		Thousands of U.S. dollars
	31-Mar-14	30-Sep-14	30-Sep-14
	Amount	Amount	Amount
Liabilities			
Current liabilities:			
Notes and accounts payable	¥ 14,453	¥ 14,096	\$ 129,321
Short-term borrowings	4,801	3,934	36,092
Current portion of long-term borrowings	3,425	2,081	19,092
Other payable	9,333	11,119	102,009
Income taxes payable	1,076	1,400	12,844
Accrued bonuses for employees	1,959	1,889	17,330
Accrued bonuses for directors	65	16	147
Other current liabilities	4,574	5,950	54,587
Total current liabilities	39,689	40,488	371,450
Long-term liabilities:			
Long-term borrowings	22,638	26,486	242,991
Net defined benefit liability	4,041	4,335	39,771
Other liabilities	4,228	3,731	34,229
Total long-term liabilities	30,908	34,553	317,000
Total liabilities	70,598	75,042	688,459
Net Assets			
Shareholder's equity:			
Common stock	19,985	19,985	183,349
Capital surplus	23,733	23,733	217,734
Retained earnings	58,013	57,997	532,083
Treasury stock	(703)	(590)	(5,413)
Total shareholder's equity	101,028	101,126	927,761
Accumulated other comprehensive income :			
Unrealized gain on available-for-sale securities	2,775	4,010	36,789
Deferred gain on derivatives under hedge accounting	4,027	5,791	53,128
Foreign currency translation adjustments	1,417	1,158	10,624
Remeasurements of defined benefit plans	(744)	(702)	(6,440)
Total accumulated other comprehensive income	7,476	10,258	94,110
Subscription rights to shares	—	6	55
Minority interest	4,518	4,426	40,606
Total net assets	113,023	115,818	1,062,550
Total liabilities and net assets	¥ 183,621	¥ 190,860	\$ 1,751,009

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 109 yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of September 30, 2014.

**CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME
FOR THE 2ND QUARTER ENDED SEPTEMBER 30, 2013 AND 2014**

	Millions of Yen		Thousands of U.S. dollars
	2013	2014	2014
	Amount	Amount	Amount
Net sales	¥ 103,734	¥ 102,825	\$ 943,349
Cost of sales	54,781	56,923	522,229
Gross profit	48,953	45,901	421,110
Selling, general and administrative expenses	43,931	42,643	391,220
Operating income	5,021	3,258	29,890
Other income			
Interest income	118	150	1,376
Dividend income	144	124	1,138
Equity in earnings of affiliates by the equity method	59	47	431
Foreign exchange gains	47	—	—
Other	215	335	3,073
Total other income	585	658	6,037
Other expenses			
Interest expense	79	123	1,128
Foreign exchange losses	—	61	560
Other	59	127	1,165
Total other expenses	138	311	2,853
Ordinary income	5,467	3,605	33,073
Extraordinary gain			
Gain on sales of fixed assets	323	359	3,294
Gain on sales of investment securities	670	0	0
Total extraordinary gain	994	359	3,294
Extraordinary loss			
Loss on disposal of fixed assets	100	87	798
Loss on reorganization	—	10	92
Total extraordinary loss	100	98	899
Income before income taxes and minority interests	6,361	3,866	35,468
Income taxes			
Income taxes - current	2,205	1,544	14,165
Income taxes - deferred	11	(81)	(743)
Total income taxes	2,217	1,463	13,422
Income before minority interests	4,144	2,403	22,046
Minority interests in net income	149	151	1,385
Net income	¥ 3,994	¥ 2,252	\$ 20,661
Addition: Minority interests in net income	149	151	1,385
Income before minority interests	4,144	2,403	22,046
Other comprehensive income			
Unrealized gain on available-for-sale securities	125	1,234	11,321
Deferred gain on derivatives under hedge accounting	735	1,752	16,073
Foreign currency translation adjustments	1,364	(422)	(3,872)
Remeasurements of defined benefit plans	—	42	385
Share of other comprehensive income of an affiliate by the equity method	—	(1)	(9)
Total other comprehensive income	2,226	2,606	23,908
Comprehensive income	¥ 6,370	¥ 5,009	\$ 45,954
Of which attributable to shareholders of the parent	5,902	5,034	46,183
Of which attributable to minority interests	468	(24)	(220)

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 109 yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of September 30, 2014.

**CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE 2ND QUARTER ENDED SEPTEMBER 30, 2013 AND 2014**

	Millions of Yen		Thousands of U.S. dollars
	2013	2014	2014
Cash flows from operating activities:			
Income before income taxes and minority interests	¥ 6,361	¥ 3,866	\$ 35,468
Depreciation and amortization	2,466	2,679	24,578
Amortization of goodwill	417	680	6,239
Interest and dividend income	(263)	(275)	(2,523)
Interest expense	79	123	1,128
Increase (decrease) in accrued bonuses	(508)	(117)	(1,073)
Increase (decrease) in other provisions	164	(182)	(1,670)
Increase (decrease) in net defined benefit liability	—	237	2,174
Equity in earnings of affiliates by the equity method	(59)	(47)	(431)
Loss (gain) on sales of investment securities-net	(672)	(0)	(0)
Loss (gain) on sales and disposal of fixed assets-net	(222)	(272)	(2,495)
Changes in assets and liabilities:			
Decrease (increase) in notes and accounts receivable	(2,486)	(4,093)	(37,550)
Decrease (increase) in inventories	821	706	6,477
Decrease (increase) in accounts receivable-other	(71)	(834)	(7,651)
Increase (decrease) in notes and accounts payable	(1,249)	534	4,899
Increase (decrease) in accounts payable-other	34	1,495	13,716
Decrease (increase) in other current assets	(488)	(117)	(1,073)
Increase (decrease) in other current liabilities	(313)	(67)	(615)
Other-Increase (decrease)-net	610	35	321
Subtotal	4,620	4,350	39,908
Cash received from interest and dividend income	212	251	2,303
Cash paid for interest expense	(78)	(128)	(1,174)
Cash paid for income taxes	(2,191)	(1,151)	(10,560)
Net cash provided by (used in) operating activities	2,562	3,322	30,477
Cash flows from investing activities:			
Disbursement for time deposits	(5,000)	(7,000)	(64,220)
Proceeds from repayment of time deposits	2,500	9,577	87,862
Purchases of marketable and investment securities	(6)	(4,033)	(37,000)
Proceeds from sales of marketable and investment securities	1,618	224	2,055
Payments of loans receivable	—	(845)	(7,752)
Acquisition of fixed assets	(4,352)	(4,236)	(38,862)
Proceeds from sales of fixed assets	334	425	3,899
Purchase of stocks of an affiliate	(301)	(106)	(972)
Other-Increase (decrease)-net	13	(134)	(1,229)
Net cash provided by (used in) investing activities	(5,194)	(6,129)	(56,229)
Cash flows from financing activities:			
Increase (decrease) in short-term borrowings	(607)	(717)	(6,578)
Proceeds from long-term borrowings	2,130	4,718	43,284
Repayments of long-term borrowings	(380)	(1,965)	(18,028)
Repayments of finance lease obligations	(135)	(58)	(532)
Dividends paid	(1,983)	(2,178)	(19,982)
Dividends paid to minority shareholders	(45)	(66)	(606)
Decrease (increase) in treasury stock	(205)	113	1,037
Net cash provided by (used in) financing activities	(1,228)	(154)	(1,413)
Foreign translation adjustment on cash and cash equivalents	308	97	890
Net increase (decrease) in cash and cash equivalents	(3,552)	(2,863)	(26,266)
Cash and cash equivalents at the beginning of year	24,316	22,295	204,541
Cash and cash equivalents at the end of 2nd quarter	¥ 20,764	¥ 19,431	\$ 178,266

Note: U.S. dollar amounts have been translated from Japanese yen, for convenience only, at the rate of 109 yen = 1 U.S. dollar, the approximate Tokyo foreign exchange market rate as of September 30, 2014.