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Summary of Consolidated Financial Results for the Year Ended March 31, 2014 (Based on Japanese GAAP)

April 28, 2014

Company name: TOSHIBA TEC CORPORATION
 Stock exchange listing: Tokyo
 Stock code: 6588 URL <http://www.toshibatec.co.jp/>
 Representative: President and CEO Mamoru Suzuki
 Senior Manager of Corporate
 Inquiries: Communications and Business Planning Takashi Mizuno TEL 03-6830-9151
 Division
 Scheduled date of ordinary general meeting of shareholders: June 27, 2014
 Scheduled date to file Securities Report: June 27, 2014
 Scheduled date to commence dividend payments: June 2, 2014
 Preparation of supplementary material on financial results: Yes
 Holding of financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the year ended March 31, 2014 (from April 1, 2013 to March 31, 2014)

(1) Consolidated financial results

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Year ended March 31, 2014	498,870	23.6	23,086	45.3	20,060	34.9	7,133	14.8
Year ended March 31, 2013	403,693	15.1	15,885	46.7	14,867	66.5	6,212	142.1

	Net income per share	Diluted net income per share	Net income/equity	Ordinary income/total assets	Operating income/net sales
	Yen	Yen	%	%	%
Year ended March 31, 2014	25.99	25.94	4.6	5.1	4.6
Year ended March 31, 2013	22.64	22.61	4.4	4.5	3.9

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2014	393,964	185,429	40.2	576.50
As of March 31, 2013	388,512	176,558	38.8	549.42

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Year ended March 31, 2014	20,886	(42,554)	(8,140)	47,409
Year ended March 31, 2013	26,511	(43,762)	(4,114)	72,031

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Year ended March 31, 2013	–	4.00	–	4.00	8.00	2,194	35.3	1.6
Year ended March 31, 2014	–	4.00	–	4.00	8.00	2,195	30.8	1.4
Year ending March 31, 2015 (Forecast)	–	6.00	–	7.00	13.00		29.7	

3. Forecast of consolidated financial results for the year ending March 31, 2015 (from April 1, 2014 to March 31, 2015)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2014	250,000	3.5	12,000	12.9	11,000	12.6	5,000	28.5	18.21
Full year	520,000	4.2	28,000	21.3	26,000	29.6	12,000	68.2	43.72

4. Notes

(1) Changes in significant subsidiaries during the year ended March 31, 2014

(changes in specified subsidiaries resulting in the change in scope of consolidation): 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: Yes

Changes in accounting estimates: Yes

Restatement of prior period financial statements after error corrections: No

(3) Number of issued shares (common shares)

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

As of March 31, 2014	288,145,704 shares	As of March 31, 2013	288,145,704 shares
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Number of treasury shares at the end of the period

As of March 31, 2014	13,699,523 shares	As of March 31, 2013	13,827,203 shares
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Average number of shares during the period

Year ended March 31, 2014	274,429,677 shares	Year ended March 31, 2013	274,324,185 shares
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Consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2013	As of March 31, 2014
Assets		
Current assets		
Cash and deposits	29,041	18,573
Group deposits paid	42,990	28,835
Notes and accounts receivable - trade	83,881	88,527
Merchandise and finished goods	28,855	32,970
Work in process	2,631	2,324
Raw materials and supplies	6,232	6,740
Deferred tax assets	6,222	7,552
Other	31,568	38,007
Allowance for doubtful accounts	(1,251)	(1,317)
Total current assets	230,171	222,215
Non-current assets		
Property, plant and equipment		
Buildings and structures	28,998	30,393
Accumulated depreciation	(21,043)	(22,371)
Buildings and structures, net	7,954	8,021
Machinery, equipment and vehicles	38,722	40,499
Accumulated depreciation	(27,889)	(31,507)
Machinery, equipment and vehicles, net	10,832	8,992
Tools, furniture and fixtures	49,537	51,578
Accumulated depreciation	(46,082)	(46,107)
Tools, furniture and fixtures, net	3,455	5,470
Land	2,546	2,581
Leased assets	9,138	11,676
Accumulated depreciation	(4,107)	(4,921)
Leased assets, net	5,030	6,755
Construction in progress	2,025	1,495
Total property, plant and equipment	31,845	33,315
Intangible assets		
Goodwill	75,222	39,600
Other	19,312	59,063
Total intangible assets	94,535	98,664
Investments and other assets		
Investment securities	4,116	4,385
Deferred tax assets	19,671	21,000
Other	8,292	14,388
Allowance for doubtful accounts	(311)	(153)
Total investments and other assets	31,768	39,621
Total non-current assets	158,149	171,601
Deferred assets		
Deferred organization expenses	191	147
Total deferred assets	191	147
Total assets	388,512	393,964

(Millions of yen)

	As of March 31, 2013	As of March 31, 2014
Liabilities		
Current liabilities		
Notes and accounts payable - trade	71,763	75,673
Short-term loans payable	3,092	1,053
Lease obligations	2,602	3,427
Accounts payable - other	38,057	17,525
Income taxes payable	3,417	3,769
Provision for directors' bonuses	59	51
Other	43,560	53,939
Total current liabilities	162,553	155,440
Non-current liabilities		
Lease obligations	2,922	4,260
Provision for retirement benefits	39,683	-
Provision for directors' retirement benefits	142	149
Net defined benefit liability	-	41,358
Other	6,652	7,326
Total non-current liabilities	49,400	53,094
Total liabilities	211,954	208,535
Net assets		
Shareholders' equity		
Capital stock	39,970	39,970
Capital surplus	52,984	52,970
Retained earnings	60,483	65,422
Treasury shares	(5,624)	(5,585)
Total shareholders' equity	147,814	152,778
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	763	987
Deferred gains or losses on hedges	-	(4)
Foreign currency translation adjustment	2,213	6,693
Minimum pension liability adjustment	(73)	(55)
Remeasurements of defined benefit plans	-	(2,179)
Total accumulated other comprehensive income	2,903	5,442
Subscription rights to shares	145	130
Minority interests	25,695	27,078
Total net assets	176,558	185,429
Total liabilities and net assets	388,512	393,964

Consolidated statements of income and consolidated statements of comprehensive income
Consolidated statements of income

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Net sales	403,693	498,870
Cost of sales	224,362	283,747
Gross profit	179,331	215,123
Selling, general and administrative expenses	163,445	192,037
Operating income	15,885	23,086
Non-operating income		
Interest income	342	341
Dividend income	39	42
Gain on sales of investment securities	33	4
Foreign exchange gains	315	-
Gain on valuation of derivatives	214	142
Reversal of allowance for doubtful accounts	-	294
Other	448	601
Total non-operating income	1,394	1,426
Non-operating expenses		
Interest expenses	525	646
Loss on sales and retirement of non-current assets	109	663
Foreign exchange losses	-	25
Business commencement expenses	507	-
Other	1,269	3,116
Total non-operating expenses	2,412	4,452
Ordinary income	14,867	20,060
Extraordinary losses		
Restructuring cost	1,987	5,696
Total extraordinary losses	1,987	5,696
Income before income taxes and minority interests	12,880	14,364
Income taxes - current	6,171	6,148
Income taxes - deferred	457	1,258
Total income taxes	6,628	7,407
Income before minority interests	6,251	6,956
Minority interests in income (loss)	39	(176)
Net income	6,212	7,133

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Income before minority interests	6,251	6,956
Other comprehensive income		
Valuation difference on available-for-sale securities	422	224
Deferred gains or losses on hedges	-	(4)
Foreign currency translation adjustment	20,350	6,666
Minimum Pension Liability Adjustment	(21)	30
Total other comprehensive income	20,751	6,917
Comprehensive income	27,002	13,874
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	23,335	11,851
Comprehensive income attributable to minority interests	3,667	2,022

Consolidated statements of changes in net assets

Fiscal year ended March 31, 2013

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	39,970	52,985	56,466	(5,629)	143,793
Changes of items during period					
Dividends of surplus			(2,194)		(2,194)
Net income			6,212		6,212
Purchase of treasury shares				(10)	(10)
Disposal of treasury shares		(1)		15	13
Net changes of items other than shareholders' equity					
Total changes of items during period	-	(1)	4,017	4	4,021
Balance at end of current period	39,970	52,984	60,483	(5,624)	147,814

	Accumulated other comprehensive income				Subscription rights to shares	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Minimum pension liability adjustment	Total accumulated other comprehensive income			
Balance at beginning of current period	341	(14,498)	(62)	(14,219)	112	10,045	139,732
Changes of items during period							
Dividends of surplus							(2,194)
Net income							6,212
Purchase of treasury shares							(10)
Disposal of treasury shares							13
Net changes of items other than shareholders' equity	422	16,712	(10)	17,123	32	15,649	32,805
Total changes of items during period	422	16,712	(10)	17,123	32	15,649	36,826
Balance at end of current period	763	2,213	(73)	2,903	145	25,695	176,558

Fiscal year ended March 31, 2014

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	39,970	52,984	60,483	(5,624)	147,814
Changes of items during period					
Dividends of surplus			(2,195)		(2,195)
Net income			7,133		7,133
Purchase of treasury shares				(38)	(38)
Disposal of treasury shares		(13)		77	63
Net changes of items other than shareholders' equity					
Total changes of items during period	-	(13)	4,938	38	4,964
Balance at end of current period	39,970	52,970	65,422	(5,585)	152,778

	Accumulated other comprehensive income						Subscription rights to shares	Minority interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Foreign currency translation adjustment	Minimum pension liability adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	763	-	2,213	(73)	-	2,903	145	25,695	176,558
Changes of items during period									
Dividends of surplus									(2,195)
Net income									7,133
Purchase of treasury shares									(38)
Disposal of treasury shares									63
Net changes of items other than shareholders' equity	224	(4)	4,479	18	(2,179)	2,538	(14)	1,383	3,907
Total changes of items during period	224	(4)	4,479	18	(2,179)	2,538	(14)	1,383	8,871
Balance at end of current period	987	(4)	6,693	(55)	(2,179)	5,442	130	27,078	185,429

Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2013	Fiscal year ended March 31, 2014
Cash flows from operating activities		
Income before income taxes and minority interests	12,880	14,364
Depreciation	16,855	21,216
Increase (decrease) in allowance for doubtful accounts	(64)	(88)
Increase (decrease) in provision for retirement benefits	3,015	(39,823)
Increase (decrease) in net defined benefit liability	-	37,974
Interest and dividend income	(382)	(384)
Interest expenses	525	646
Loss (gain) on sales and retirement of property, plant and equipment	109	663
Loss (gain) on sales of investment securities	(31)	(4)
Loss (gain) on valuation of investment securities	8	101
Restructuring cost	1,987	5,696
Decrease (increase) in notes and accounts receivable - trade	(17,486)	3,621
Decrease (increase) in inventories	(1,835)	(1,492)
Increase (decrease) in notes and accounts payable - trade	16,435	(4,025)
Other, net	(718)	(11,343)
Subtotal	31,299	27,121
Interest and dividend income received	390	405
Interest expenses paid	(503)	(621)
Income taxes paid	(4,674)	(6,018)
Net cash provided by (used in) operating activities	26,511	20,886
Cash flows from investing activities		
Purchase of property, plant and equipment	(8,297)	(7,402)
Proceeds from sales of property, plant and equipment	970	243
Purchase of intangible assets	(2,013)	(7,458)
Purchase of investment securities	(114)	(13)
Proceeds from sales of investment securities	59	143
Net decrease (increase) in short-term loans receivable	(293)	(6,101)
Payments of long-term loans receivable	(12)	(18)
Collection of long-term loans receivable	18	15
Payments for transfer of business	(33,510)	(21,764)
Other, net	(570)	(197)
Net cash provided by (used in) investing activities	(43,762)	(42,554)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	700	(2,662)
Repayments of long-term loans payable	(1)	-
Repayments of finance lease obligations	(2,404)	(2,801)
Purchase of treasury shares	(135)	(38)
Cash dividends paid	(2,190)	(2,197)
Cash dividends paid to minority shareholders	(96)	(518)
Other, net	13	77
Net cash provided by (used in) financing activities	(4,114)	(8,140)
Effect of exchange rate change on cash and cash equivalents	7,438	5,186
Net increase (decrease) in cash and cash equivalents	(13,927)	(24,622)
Cash and cash equivalents at beginning of period	85,958	72,031
Cash and cash equivalents at end of period	72,031	47,409