

(Translation)

Consolidated Financial Results
for fiscal Year Ended Mar 31, 2015
(April 1, 2014 through March 31, 2015)
[Japanese GAAP]

May 13, 2015

Company name: **JANOME SEWING MACHINE CO., LTD.** Tokyo Stock Exchange in Japan
Securities code: 6445 [URL http://www.janome.co.jp](http://www.janome.co.jp)
Representative: Name: Hachiro Makabe Title: President
Contact person: Name: Takeyuki Oshima Title: General Manager, Accounting
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Date of ordinary general shareholders' meeting: June 19, 2015

Filing date of financial statements: June 22, 2015

Supplementary materials prepared for financial results : Yes

Financial information meeting held for financial results: Yes (for securities analyst)

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

1. Consolidated results (April 1, 2014 through March 31, 2015)

(1) Consolidated financial results

Percentages represent the percentage of change from the previous fiscal year.

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2015	46,019	3.0	2,961	1.9	2,711	15.2	1,860	27.4
March 31, 2014	44,696	15.6	2,905	68.2	2,353	417.2	1,460	-

Note: Comprehensive income was

3,605 million yen (60.0%) at the end of March 2015

2,253 million yen (50.1%) at the end of March 2014

	Net income per share - basic	Net income per share - diluted	Ratio of net income to shareholders equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
Fiscal year ended	yen	yen	%	%	%
March 31, 2015	9.62	--	9.7	5.1	6.4
March 31, 2014	7.56	--	8.8	4.6	6.5

Ref. Equity in net income of affiliates --million yen at the end of March 2015, --million yen at the end of March 2014

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended	Million yen	Million yen	%	yen
March 31, 2015	54,054	21,696	38.7	108.33
March 31, 2014	51,409	18,117	34.0	90.34

Ref. Equity 20,941 million yen at the end of March 2015, and 17,465 million yen at the end of March 2014

(3) Consolidated cash flow position

	Operating activities	Investing activities	Financing activities	Cash/cash equivalents
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2015	2,386	(1,664)	(1,406)	5,918
March 31, 2014	3,801	(654)	(2,059)	6,301

2. Cash dividends

	Annual cash dividends per share					Total amount of cash dividends	Payout ratio of cash dividends	Ratio of dividends to net assets
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total	annual	consolidated	consolidated
Fiscal year ended	yen	yen	yen	yen	yen	Million yen	%	%
March 31, 2014	--	0.00	--	0.00	0.00	--	--	--
March 31, 2015	--	0.00	--	0.00	0.00	--	--	--
March 31, 2016 (Forecast)	--	0.00	--	0.00	0.00		--	

3. Forecast of consolidated results for fiscal year ending March 31, 2016

(April 1, 2015 through March 31, 2016)

Percentages represent the percentage of change from the previous fiscal year.

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First half (six-months period ending September 30 2015)	22,500	5.6	1,500	13.6	1,400	13.2	1,000	45.7
Full year (ending March 31, 2016)	48,000	4.3	3,500	18.2	3,300	21.7	2,300	23.6

	Net Income per share - basic
	yen
First half (six-months period ending September 30 2015)	5.17
Full year (ending March 31, 2016)	11.90

4. Others

(1) Changes in significant subsidiaries during the current fiscal year : None

Note: This refers to a presence/absence of changes in specified subsidiaries accompanying changes in scope of consolidation during the current year.

(2) Changes in accounting principles, procedures and presentations, etc.

(i) Changes due to amendments in accounting principles: Yes

(ii) Any changes other than the aforementioned: None

(iii) Changes in accounting estimate: None

(iv) Restatement: None

(3) Number of shares issued and outstanding (common stock)

(i) Number of shares issued and outstanding at the end of fiscal period (including treasury stock)

195,214,448 shares at the end of March 2015

195,214,448 shares at the end of March 2014

(ii) Number of treasury stock shares at the end of fiscal period

1,894,720 shares at the end of March 2015

1,893,683 shares at the end of March 2014

(iii) Average number of public shares during fiscal period

193,320,321 shares at the end of March 2015

193,320,772 shares at the end of March 2014

Ref: Overview of non-consolidated results

(1) Non-Consolidated financial results (April 1, 2014 through March 31, 2015)

Percentages represent the percentage of change from the previous fiscal year.

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2015	35,168	2.9	1,698	27.9	2,108	86.6	1,783	29.9
March 31, 2014	34,188	10.5	1,327	121.0	1,129	--	1,373	--

	Net income per share - basic	Net income per share - diluted
	yen	yen
Fiscal year ended March 31, 2015	9.22	--
March 31, 2014	7.10	--

(2) Non-Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended	Million yen	Million yen	%	yen
March 31, 2015	44,226	16,131	36.5	83.44
March 31, 2014	43,151	13,955	32.3	72.19

Ref. Equity 16,131 million yen at the end of March 2015, and 13,955 million yen at the end of March 2014

Statement Relating to Execution Status of Audit Procedures

This financial report is exempt from audit procedures based upon the Financial Instruments and Exchange Act. At the time of disclosure of this report, audit procedures for the consolidated financial statements have not been completed.

Explanation regarding the appropriate use of result forecasts, and other special items

The forward-looking statements stated in this report include expectations based on assumption, forecast and projection by our management available as of the date of their announcement. It is possible that actual results may differ materially from these expectations due to various factors.

1. Analysis of financial results and financial position

(1) Analysis of financial results

(i) Financial results for the fiscal year ended March 31, 2015

In the year to March 31 2015, the economies of resource-rich countries such as Russia continued to be hurt by the fall in crude oil prices, and there were concerns about deflation in Europe and the slowdown of the Chinese economy. However, modest economic growth continued, primarily in the US and other developed nations where improvement in employment conditions underpinned robust consumer spending.

In Japan, there was a fallback from the rush in demand seen prior to the hike in the consumption tax rate, but corporate earnings improved as yen depreciation took hold, crude oil prices fell and interest rates remained low, and the economy recovered moderately in line with this.

Under these circumstances, the Janome Group has worked to strengthen its cost competitiveness through reductions in selling, general and administrative expenses, maximizing the beneficial effects of the measures implemented during the last financial year, which was the second year of the 3-year medium-term plans. The Group also conducted proactive marketing activities, including with the aim of expanding sales and services by launching home-use sewing machines and desk-top robots matched to the needs of the market and customers.

As a result, in the year to March 31, 2015, total sales were 46,019 million yen (up 1,323 million yen compared to the previous fiscal year), operating income was 2,961 million yen (up 55 million yen), ordinary income was 2,711 million yen (up 357 million yen) and net income was 1,860 million yen (up 399 million yen).

The performance by segment is outlined below.

<Household equipment>

In the overseas sewing machine market, there were solid sales of new models in North America and Europe, but conditions remained challenging in Russia and Central and South America, due to turmoil in the Russian economy prompted by the Ukraine crisis and currency falls in emerging markets. As a result, overseas sewing machine sales totaled 1.8 million units, a decrease of 60,000 units compared to the corresponding period of the previous fiscal year. In terms of monetary amount, sales totaled 30,058 million yen (up 745 million yen compared to the corresponding period of the previous fiscal year), due in part to sustained yen depreciation.

In the domestic sewing machine market, Janome Group endeavored to stimulate demand, especially for new products, including launches of new computerized sewing machines and electronic machines at specialist outlets and volume retailers. However, the fallback from the rush in demand prior to the consumption tax rate hike was greater than expected, and as a result domestic sales of sewing machines totaled 190,000 units (down 10,000 units compared to the corresponding period of the previous fiscal year), with monetary sales of 5,866 million yen (down 508 million yen). Sales of 24-Hour Clean Bath units and water adjustment equipment totaled 1,376 million yen (down 111 million yen compared to the corresponding period of the previous fiscal year).

Overall, net sales in the household equipment business were 37,301 million yen (up 126 million yen compared to the previous fiscal year), with operating income of 2,357 million yen (up 124 million yen).

<Industrial equipment>

In the desk-top robot and electro-press machine business, Janome Group worked proactively to increase sales and services, primarily to manufacturing-related firms including manufacturers of mobile information devices and equipment, and automotive parts manufacturers whose efforts are centered on saving labor and enhancing quality. As a result, sales reached 4,800 units, the highest ever level.

The die-casting-related business performed strongly, with increased orders from a variety of fields including automotive parts and precision/industrial equipment components, thanks to proactive marketing and quality improvement initiatives.

Overall, net sales in the industrial equipment business were 5,956 million yen (up 1,090 million yen compared to the previous fiscal year), with operating income of 561 million yen (UP 161 million yen).

<Other>

In other business segments including IT software development, data processing, and 24-Hour Clean Bath system installation and maintenance, as well as real estate leasing income, net sales were 2,761 million yen (up 106 million yen compared to the previous fiscal year), with operating income of 111 million yen (up 61 million yen) as a result of efforts to cut SG&A expenses, etc.

(ii) Outlook for the fiscal year ending March 31, 2016

With regard to the outlook for next year, we anticipate economic growth in line with the previous year's level, despite continued uncertain prospects for the global economy including the first interest rate rise in the US since the financial crisis, pressure in the Eurozone from structural adjustments including in Greece and Spain, an economic slump in resource-rich countries such as Russia, and stagnant growth in emerging economies.

Under these circumstances, in the next fiscal year – the last year of the Group's medium-term plans "JANOME EVOLUTION 2015" – the Janome Group will continue working to improve earnings, maximizing the benefits of previously implemented measures and responding flexibly to the market environment.

Janome Group forecasts consolidated earnings in the year to March 31, 2016 as follows: sales 48,000 million yen (up 18.2% compared to the previous fiscal year), operating income 3,500 million yen (up 18.2%), ordinary income 3,300 million yen (up 21.7%), and net income 2,300 million yen (up 23.6%)

(2) Analysis of financial position

(i) Assets, liabilities & net assets

As of March 31, 2015, total assets on a consolidated basis were 54,054 million yen (up 2,644 million yen from the previous fiscal year ended March 31, 2014).

Current assets were 54,054 million yen (up 2,644 million yen from the previous fiscal year ended March 31, 2014) due to increases in bills and accounts receivable, buildings and structures, etc.

Net assets (including minority interests) were 21,696 million yen (up 3,578 million yen from the previous fiscal year ended March 31, 2014), due to factors including net income for the period and an increase in the foreign currency translation adjustments account due to yen depreciation.

(ii)Cash flows

<Cash flows from operating activities>

Net cash provided by operating activities amounted to 2,386 million yen due to factors including income before income taxes and increase in notes and accounts receivable. (3,801 million yen inflow in the previous fiscal year)

<Cash flows from investing activities>

Net cash generated by investing activities amounted to an outflow of 1,664 million yen. This was due to expenditure of 1,186 million yen to purchase tangible fixed assets, including buildings, machinery and equipment for manufacturing subsidiaries and molds associated with new models, and expenditure of 560 million yen to purchase intangible fixed assets, including software. (654 million yen outflow in the previous fiscal year)

<Cash flows from financing activities>

Net cash generated by financing activities amounted to an outflow of 1,406 million yen, due to factors including debt repayment.(2,059 million yen outflow in the previous fiscal year)

As a result of the above, cash and cash equivalents on a consolidated basis as of March 31, 2015 decreased by 383 million yen from the previous fiscal year ended March 31, 2014, totaling 5,918 million yen.

(3) Basic policy on profit distribution and distributions in the current and next periods

The policy of the Janome Group is to make profit distributions after broadly taking into consideration retained earnings, etc. based on performance, the dividend payout ratio and future business expansion.

Concerning the dividend for the current period, a carry-forward loss of 2,361 million yen was recorded in the non-consolidated accounts, and as it is not possible to make a profit distribution, unfortunately no dividend will be paid.

(4) Risk factors to Janome Group businesses

The Group recognizes that major risk factors as described below could affect Group financial results, stock price, as well as its financial position. The Group makes every effort to avoid such risks and/or manage them to minimize their affect if such events occur.

(i)Affect of exchange rate fluctuation

With the Group's home use sewing machine and industrial equipment businesses operating proactively overseas markets, the ratio of overseas sales as a part of overall sales is around 70 percent.

Although the Group works to hedge any potential exchange losses incurred by foreign currency transactions through forward foreign exchange contracts and consolidating settlements between Headquarters and subsidiary companies, the majority of overseas sales revenue is transacted on a foreign currency basis rather than on a yen basis. Therefore, Group performance could be affected by fluctuations in currency exchange rates.

(ii) Production cost increases

With production facilities based in Japan, Taiwan and Thailand, the Group implements efficient production in accordance with demand trends in the world market. Procuring components globally, the Group endeavors to stabilize procurement and competitively reduce production costs. The Production Control Division manages and controls overall material procurement and production procedures for domestic and overseas production companies and factories. While the Group

as a whole consistently makes every effort to minimize any negative affect on production costs, Group performance could be affected by price increases in raw materials such as steel, aluminum, copper and ABS resin.

(iii) Country risk

Throughout the numerous countries where the Group has production and sales activities, political, economic and regulatory changes, natural disasters including earthquakes, typhoons etc., war and terrorism could occur, making it difficult to continue business activities. In such cases, Group performance might be affected.

(iv) Intra-Group quality management and control

With respect to Group products, the Group has developed its production know-how over many years. The Group has instituted a PL (Product Liability) committee that holds monthly meetings regarding product safety and promotes quality assurance activities through the entire group via the Quality Assurance Department. In addition, the Group carries out quality system assessments and quality audits on sewing machines, industrial equipment and other products produced by the Company and its domestic and overseas network of associated companies. However, in the event of a large-scale quality problem, Group performance could be affected through the incurrence of recall costs and weakening of the brand image.

(v) Compliance and internal control

The Group has established a management system for internal control under which operations will be carried out in strict compliance with related laws and regulations to uphold fair business practices and financial information reliability. However, should a situation occur wherein compliance with rules and regulations cannot be achieved, Group performance may be affected.

(vi) Market conditions

Within the process of business operations, competition with industry rivals is unavoidable. To that end, the Group is constantly striving to improve product and service quality through fully integrated development, production and sales. However, in the case of drastic changes in market conditions including intensified competition, Group performance could be affected.

(vii) Management of personal information

The Group has a privacy policy and personal information protection guidelines in place, and the Company established an inter-company management system to fulfill the obligations of the Japanese Personal Information Protection Law. However, should a case arise wherein customer information including personal information is leaked, it is possible that not only the Group's reputation but also Group performance could be affected.

(viii) Fluctuation of interest rate

Interest-bearing debts in the Group might be affected by an interest rate fluctuation. Group performance could be affected by an increase in interest-bearing amounts due to an increase in interest rates.

(ix) Impairment of fixed assets

With respect to tangible and intangible fixed assets, investment and other assets that the Group holds, should a case arise wherein impairment loss procedures become necessary, it is possible that both Group performance and its financial situation could be affected.

(x) Deferred income tax assets

The Group includes an appropriate amount of deferred income tax assets in the financial statements. However, in the future, should a change in business performance cause a decrease in estimated taxable income which in turn prevents a forwarded loss account from being eliminated as projected, Group performance could be affected by a reversal of part of its deferred income tax assets to income tax adjustment.

(x i) Employee retirement benefit costs and obligations

The Group calculates the amount of employee retirement benefit costs and obligations appropriately based on assumptions used in the relevant actuarial calculations. However, in the case of a drastic change in comparison with those assumptions, Group performance and financial situation could be affected by an increase in employee retirement benefit costs and obligations.

(x ii) Financial covenants associated with borrowings

Some of the Group's borrowings have financial covenants attached, which if infringed could result in the financial institution making a claim for accelerated repayment of the debt.

(x iii) Business re-organization

The Company may conduct business re-organization including withdrawal from unprofitable businesses and/or the liquidation of associated companies. The relevant business re-organization could affect the Group's performance and financial situation.

(x iv) Risks related to Natural Disasters

Natural disasters have the potential to seriously damage the Group facilities and equipment, as well as hinder production with an external supply chain problem. As a result, the Group's business operations and financial situation could be greatly affected.

2. Description of the Janome Group

Principal operations of the Company as well as its subsidiaries are focused primarily on the home use sewing machine related business, followed by the industrial equipment business and other business.

Operations by segment are as follows:

- Household equipment business

The Company as well as Janome Taiwan Co., Ltd., Janome (Thailand) Co., Ltd. and other manufacturing companies develop and produce primarily home use sewing machines, as well as embroidery machines and sewing-related product lines, with sales and marketing handled by the Company as well as by Janome America, Inc., Janome UK Ltd., Janome Australia Pty. Ltd., Elna International Corp. SA and other sales companies. The Company also develops, produces and distributes 24-Hour Clean Bath systems for home and business use.

- Industrial equipment business

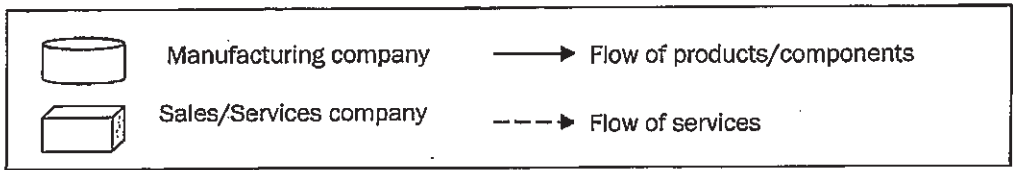
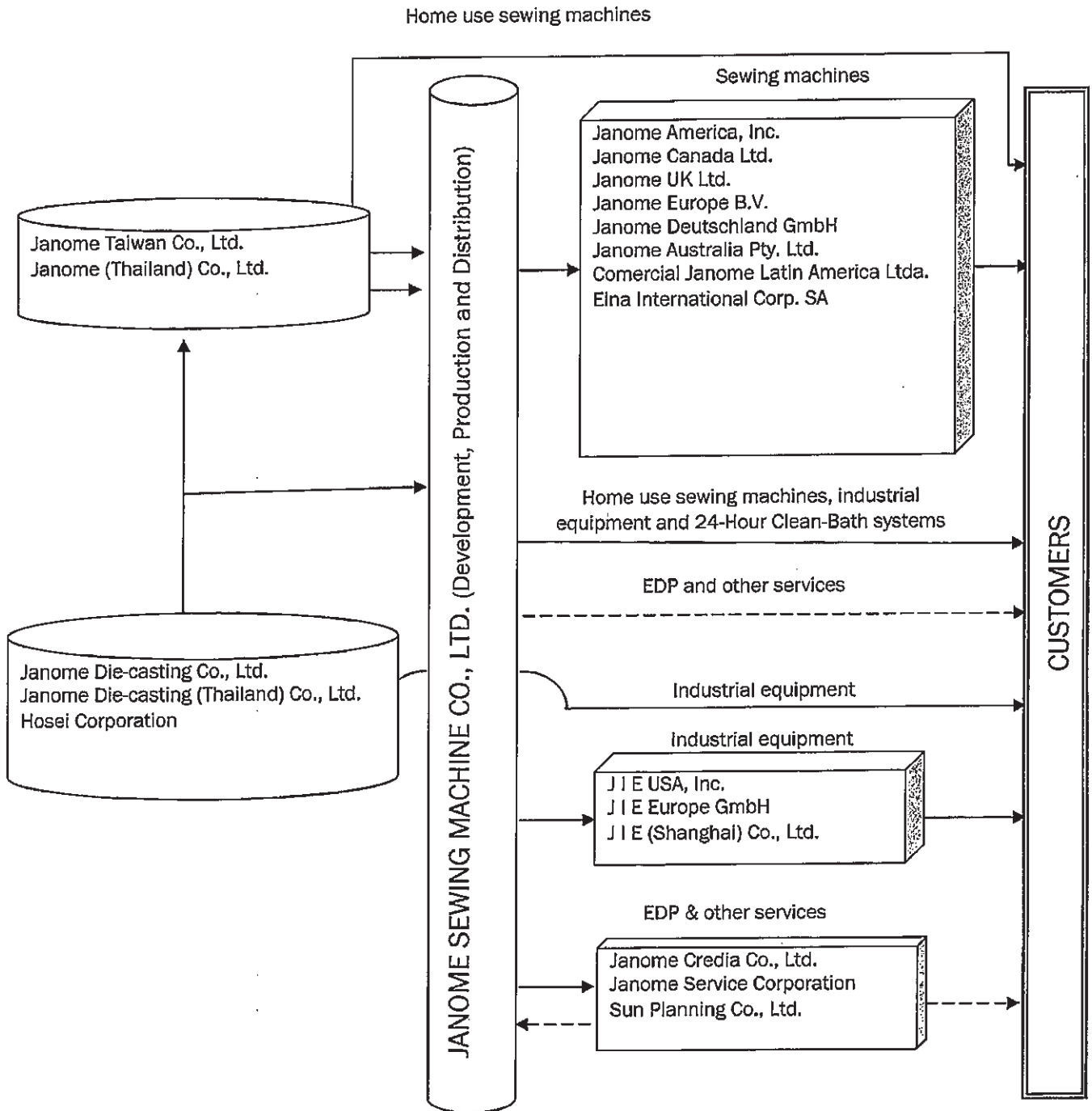
The Company develops and produces industrial equipment including desk-top robots and electropress machines, with sales and marketing handled by the Company and a limited number of overseas sales subsidiaries. Also, Janome

Die-casting Co., Ltd., Janome Die-casting (Thailand) Co., Ltd. And Hosei Corporation manufacture and distribute die-cast products.

- Other businesses

Janome Credia Co., Ltd. is involved in IT software/electronic data processing services, and Janome Service Corporation installs and maintains 24-Hour Clean Bath systems. The Company also operates a real estate business.

[Overview and operational flow chart of group companies]



3. Management policy

(1) Basic Group management policy

The Janome Group strives for appropriate and efficient management in order to contribute to the enhancement of society and culture through the provision of consistently high-quality products and services of value based on legislative compliance, while maintaining sound and amicable relations with all of its stakeholders.

In addition, the Group aims to build a robust earnings structure that can address changes in the external environment, to achieve efficient management, improve productivity, and strengthen its R&D and sales/services structures.

(2) Issues to be addressed by the Group

Against a backdrop of dramatic change in the global economy in recent times, sequentially the Janome Group has drawn up medium-term plans in order to stably and continually enhance our corporate value, and based on our policy of focusing management resources on future growth businesses in order to become a global company with significant earning power, we have set out three key objectives as follows:

In order to achieve the above, we will operate in line with the basic policy outlined below.

(i) Focus management resources on businesses/markets with growth potential

In the sewing machine business, we will focus on the overseas market, which is key to growth, and commit management resources to both this and the industrial equipment business segment.

(ii) With global competition expected to intensify, we will work on further cost reductions led by production base of overseas. In addition, we will push forward with reductions in selling and administrative costs through measures such as reducing business overlap between segments and eliminating unnecessary operations.

(iii) Strengthen development capability, accelerate pace

We will clarify our development policy and build an efficient development structure through measures such as narrowing the focus of development topics, developing product series, and promoting the sharing of components.

4. Basic approach to selection of accounting standards

For the time being, Janome Group's policy is to prepare consolidated financial statements based on Japanese accounting standards, taking into consideration the comparability of the period covered by the consolidated financial statements and the comparability between companies. With regard to the application of IFRS, the Group's policy is to respond appropriately after taking into consideration circumstances both in and outside Japan.

5. Consolidated Financial Statements

Consolidated Balance Sheets

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit : million yen

	Previous Fiscal Year ended Mar 31, 2014	Current Fiscal Year ended Mar 31, 2015
ASSETS		
Current assets		
Cash and deposits	7,076	6,692
Notes and accounts receivable-trade	6,621	7,644
Merchandise and finished goods	4,451	4,894
Work in process	479	482
Raw materials and supplies	2,318	2,628
Deferred taxes assets	651	747
Other	451	633
Allowance for doubtful accounts	(141)	(164)
Total current assets	21,909	23,557
Fixed assets		
Tangible fixed assets		
Buildings and structures (net)	5,939	6,831
Machinery, equipment and vehicles(net)	1,174	1,228
Land	15,049	14,785
Construction in progress	607	309
Other tangible fixed assets (net)	1,130	1,414
Total tangible fixed assets	23,900	24,570
Intangible fixed assets		
Goodwill	361	216
Other intangible fixed assets	1,637	1,847
Total intangible fixed assets	1,999	2,064
Investments and other assets		
Investment securities	1,827	1,921
Deferred tax assets	1,277	1,412
Other	537	570
Allowance for doubtful accounts	(43)	(43)
Total investments and other assets	3,600	3,861
Total fixed assets	29,500	30,496
TOTAL ASSETS	51,409	54,054

Consolidated Balance Sheets

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit : million yen

	Previous Fiscal Year ended Mar 31, 2014	Current Fiscal Year ended Mar 31, 2015
LIABILITIES		
Current liabilities		
Notes and accounts payable	3,408	3,140
Short-term loans payable	9,188	10,934
Current portion of long-term loans payable	2,819	2,297
Income taxes payable	444	398
Provision for bonuses	449	491
Provision for Restructuring loss	88	86
Other current liabilities	2,266	2,929
Total current liabilities	18,665	20,278
Fixed liabilities		
Long-term borrowings	4,500	2,203
Deferred income taxes for revaluation	4,158	3,683
Net defined benefit liability	5,215	5,418
Other fixed liabilities	752	773
Total fixed liabilities	14,627	12,079
TOTAL LIABILITIES	33,292	32,358
NET ASSETS		
Shareholders' equity		
Common stock	11,372	11,372
Capital surplus	823	823
Retained earnings	87	2,077
Treasury stock, at cost	(324)	(325)
Total shareholders' equity	11,958	13,948
Other comprehensive income		
Valuation difference in other marketable securities	226	238
Gain (loss) on deferred hedge	(3)	(0)
Land revaluation difference	6,099	6,355
Foreign currency translation adjustments	(331)	798
Remeasurements of defined benefit plans	(483)	(398)
Total other comprehensive income	5,506	6,993
Minority interest share	652	754
TOTAL NET ASSETS	18,117	21,696
TOTAL LIABILITIES AND NET ASSETS	51,409	54,054

Note: Amounts less than one million yen are rounded down.

Consolidated Statement of Income

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit : million yen

	Previous Fiscal Year April 1, 2013 through Mar 31, 2014	Current Fiscal Year April 1, 2014 through Mar 31, 2015
Net sales	44,696	46,019
Cost of sales	27,430	28,315
Gross profit	17,266	17,704
Selling, general and administrative expenses	14,361	14,743
Operating income	2,905	2,961
Non-operating income		
Interest income	21	24
Dividend income	28	36
Exchange gains	160	-
Insurance received	-	28
Gain on sales of scraps	28	30
Other	130	80
Total non-operating income	367	199
Non-operating expenses		
Interest expenses	325	251
Foreign exchange losses	-	89
Restructuring loss	450	-
Other	144	107
Total non-operating expenses	919	449
Ordinary income	2,353	2,711
Extraordinary profits		
Gain on sales of fixed assets	17	14
Gain on sales of investment securities	4	-
Total extraordinary profits	21	14
Extraordinary losses		
Loss on sales and retirement of noncurrent assets	308	36
Impairment loss	30	293
Loss on valuation of other investments	10	-
Other	-	7
Total extraordinary losses	350	337
Income before income taxes and minority interests	2,025	2,388
Income tax, resident tax and business tax	745	777
Income tax adjustment	(271)	(270)
Total taxes	473	506
Net income before minority interests	1,551	1,881
Minority interests income / (loss)	90	21
Net income	1,460	1,860

Consolidated statements of comprehensive income

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit: million yen

	Previous Fiscal Year April 1, 2013 through Mar 31, 2014	Current Fiscal Year April 1, 2014 through Mar 31, 2015
Income before minority interests	1,551	1,881
Other comprehensive income		
Valuation difference on available-for-sale securities	94	12
Deferred gains or losses on hedges	4	2
Revaluation reserve for land	-	385
Foreign currency translation adjustment	603	1,236
Remeasurements of defined benefit plans	-	85
Total other comprehensive income	701	1,723
Comprehensive income	2,253	3,605
Comprehensive income attributable to:		
parent company owners	2,113	3,476
minority interests	139	128

Note: Amounts less than one million yen are rounded down.

Consolidated Statement of Cash Flows

JANOME SEWING MACHINE CO., LTD. AND ITS CONSOLIDATED SUBSIDIARIES

Currency unit : million yen

	Previous Fiscal Year April 1, 2013 through Mar 31, 2014	Current Fiscal Year April 1, 2014 through Mar 31, 2015
Cash flows from operating activities		
Net income before income taxes and minority interests	2,025	2,388
Depreciation	1,119	1,199
Impairment loss	30	293
Goodwill amortization	144	144
Increase/ (decrease) in allowance for doubtful accounts	(56)	6
Increase / (decrease) of employees retirement benefits	68	87
Interest and dividends income	(49)	(60)
Interest expenses	325	251
(Increase) / decrease in accounts receivable	(317)	(691)
(Increase) / decrease in inventories	801	(99)
Increase / (decrease) in accounts payable	531	(264)
Others	31	160
Sub total	4,654	3,416
Interest and dividend received	48	60
Interest paid	(321)	(250)
Income taxes paid	(579)	(839)
Net cash generated by operating activities	3,801	2,386
Cash flows from investing activities		
Payments into time deposits	(140)	(30)
Proceeds from withdrawal of time deposits	149	37
Purchase of property, plant and equipment	(716)	(1,186)
Proceeds from sales of property, plant and equipment	611	100
Purchase of intangible assets	(508)	(560)
Others	(49)	(25)
Net cash generated by investing activities	(654)	(1,664)
Cash flows from financing activities		
Net increase / (decrease) in short-term borrowings	2,111	1,485
Outflow from repayment of long-term debts	(4,086)	(2,819)
Cash dividends paid to minority shareholders	(24)	(26)
Others	(60)	(45)
Net cash used for financing activities	(2,059)	(1,406)
Effect of exchange rate changes on cash and cash equivalents	428	300
Increase / (decrease) in cash and cash equivalents	1,516	(383)
Cash and cash equivalents at beginning of year	4,785	6,301
Cash and cash equivalents at end of year	6,301	5,918

Note: Amounts less than one million yen are rounded down.

6. Notes to consolidated financial statement

Consolidated Segment Information a. Operational results by segment

Previous Fiscal Year (April 1, 2013 through March 31, 2014)

Currency unit: million yen

	Reportable segments			Other	Total
	Home hold equipment	Industrial equipment	Total		
Net sales					
Net sales to external customers	37,175	4,866	42,041	2,654	44,696
Intersegment sales or transfers	45	927	972	1,256	2,228
Total	37,220	5,793	43,014	3,911	46,925
Segment profit	2,481	400	2,881	49	2,931
Segment assets	31,766	7,381	39,148	6,407	45,555
Other items					
Depreciation	679	258	938	181	1,119
Amortization of goodwill	144	--	144	--	144
Impairment loss	--	--	--	26	26
Increase in property, plant and equipment, and intangible assets	999	208	1,207	17	1,225

Note*: "Other" is not categorized in the reportable business segment and includes IT software/electronic data processing services and real estate, etc.

Current Fiscal Year (April 1, 2014 through March 31, 2015)

Currency unit: million yen

	Reportable segments			Other	Total
	Home hold equipment	Industrial equipment	Total		
Net sales					
Net sales to external customers	37,301	5,956	43,258	2,761	46,019
Intersegment sales or transfers	37	1,003	1,041	1,349	2,391
Total	37,339	6,960	44,300	4,110	48,410
Segment profit	2,357	561	2,918	111	3,030
Segment assets	32,653	9,284	41,938	6,503	48,441
Other items					
Depreciation	715	301	1,016	182	1,199
Amortization of goodwill	144	--	144	--	144
Impairment loss	207	--	207	86	293
Increase in property, plant and equipment, and intangible assets	1,091	616	1,707	38	1,746

Note*: "Other" is not categorized in the reportable business segment and includes IT software/electronic data processing services and real estate, etc.

Difference between total amounts for reportable segments and amounts in the consolidated statement of income and main details of these differences (matters relating to difference adjustment)

Currency unit: million yen

Net Sales	Previous Fiscal Year	Current Fiscal Year
Reportable segment total	43,014	44,300
Other net sales	3,911	4,110
Elimination of intersegment transactions	(2,228)	(2,391)
Net sales on consolidated financial statement	44,696	46,019

Currency unit: million yen Currency unit: million yen

Profit	Previous Fiscal Year	Current Fiscal Year
Reportable segment total	2,881	2,918
Other profit	49	111
Elimination of intersegment transactions	(26)	(69)
Operating income on consolidated financial statement	2,905	2,961

Currency unit: million yen

Assets	Previous Fiscal Year	Current Fiscal Year
Reportable segment total	39,148	41,938
Other Assets	6,407	6,503
Companywide asset	6,550	6,391
Elimination of intersegment transactions	(696)	(778)
Total assets on consolidated financial statement	51,409	54,054

Currency unit: million yen

Other	Reportable segment total		Other		Adjustment		Amount recorded in consolidated financial statement	
	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year	Previous consolidated fiscal year	Current consolidated fiscal year
Depreciation	938	1,016	181	182	--	--	1,119	1,199
Amortization of goodwill	144	144	--	--	--	--	144	144
Impairment loss	--	207	26	86	4	--	30	293
Increase in fixed assets	1,207	1,707	17	38	--	--	1,225	1,746

b. Additional information

Previous Fiscal Year (April 1, 2013 through March 31, 2014)

1. Geographic segmentation

Currency unit: million yen

	Japan	North America	South East Asia	Other	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	29,388	7,430	674	7,202	44,696	--	44,696
(2) Intersegment sales or transfers	8,991	--	19,752	12	28,757	(28,757)	--
Total	38,380	7,430	20,427	7,215	73,453	(28,757)	44,696
Operating income/(loss)	1,323	573	607	520	3,025	(119)	2,905

Note:

(1) Countries or regional analyses presented are based on geographic proximity.

(2) Major countries or regions are as follows:

- (i) North America U.S.A., Canada
- (ii) South East Asia R.O.C. (Taiwan), Thailand
- (iii) Other regions U.K., Netherlands, Switzerland, Australia, New Zealand, Chile

2 Information by region

(1)Net Sales

Currency unit: million yen

Japan	North America		Europe		Other	Total
	USA	Canada	Russia	Other		
13,592	6,461	1,244	6,256	6,522	10,620	44,696

(2)Tangible fixed assets

Currency unit: million yen

Japan	Asia	Other	Total
20,576	3,133	191	23,900

Current Fiscal Year (April 1, 2014 through March 31, 2015)

1.Geographic segmentation

Currency unit: million yen

	Japan	North America	South East Asia	Other	Total	Elimination / Corporate	Consolidated
Net sales							
(1) Net sales to external customers	28,916	8,523	707	7,872	46,019	--	46,019
(2) Intersegment sales or transfers	10,762	--	20,205	10	30,979	(30,979)	--
Total	39,678	8,523	20,913	7,883	76,998	(30,979)	46,019
Operating income/(loss)	1,697	505	567	441	3,212	(250)	2,961

Note:

(1) Countries or regional analyses presented are based on geographic proximity.

(2) Major countries or regions are as follows:

- (i) North America ······ U.S.A., Canada
- (ii) South East Asia ······ R.O.C. (Taiwan), Thailand
- (iii) Other regions ······ U.K., Netherlands, Switzerland, Australia, New Zealand, Chile

2 Information by region

(1)Net Sales

Currency unit: million yen

Japan	North America		Europe		Other	Total
	USA	Canada	Russia	Other		
13,360	7,587	1,226	4,126	7,665	12,053	46,019

(2)Tangible fixed assets

Currency unit: million yen

Japan	Asia	Other	Total
20,658	3,681	230	24,570

c.Information on impairment loss in noncurrent assets by reported segment

Previous Fiscal Year (April 1, 2013 through March 31, 2014)

Currency unit: million yen

	Home hold equipment	Industrial equipment	Other	Elimination / Corporate	Total
Impairment loss	--	--	26	4	30

Current Fiscal Year (April 1, 2014 through March 31, 2015)

Currency unit: million yen

	Home hold equipment	Industrial equipment	Other	Elimination / Corporate	Total
Impairment loss	207	--	86	--	293

d.Information on amortization of goodwill and amortized balance by reported segment

Previous Fiscal Year (April 1, 2013 through March 31, 2014)

Currency unit: million yen

	Home hold equipment	Industrial equipment	Other
Amortization in fiscal year	144	--	144
Current year ending balance	361	--	361

Current Fiscal Year (April 1, 2014 through March 31, 2015)

Currency unit: million yen

	Home hold equipment	Industrial equipment	Other
Amortization in fiscal year	144	--	144
Current year ending balance	216	--	216