

Consolidated Financial Results for 1st half of YR 2015

SIIX Corp.

(1st section; Tokyo Stock Exchange : 7613)

August 10, 2015

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Consolidated Financial Results for 1H, YR 2015

- Profit and Loss

(Unit: Million JPY)		1H, YR2014		1H, YR2015		Change (1H, YR2014 vs. 1H, YR2015)	
		amount	%	amount	%	amount	%
Sales	1	98,141	100.0	112,669	100.0	14,528	14.8
Gross profit	2	6,527	6.7	9,116	8.1	2,589	39.7
Selling, general and administrative expenses	3	4,191	4.3	5,150	4.6	959	22.9
Operating income	4	2,336	2.4	3,965	3.5	1,630	69.8
Non-operating income/expenses	5	69	0.1	178	0.2	109	156.1
Ordinary income	6	2,405	2.5	4,144	3.7	1,738	72.3
Extraordinary income/loss	7	-	-	-	-	-	-
Income tax	8	688	0.7	1,137	1.0	449	65.3
Minority interests	9	-20	-0.0	-14	-0.0	6	-
Net income	10	1,737	1.8	3,021	2.7	1,284	73.9

Consolidated Financial Results for 1H, YR 2015

- Consolidation Scope

		End of 1H, YR 2014	Changes		End of 1H, YR 2015
			Increase	Decrease	
Consolidated Subsidiary	1	18	-	-	18
Equity Method Affiliate	2	1	-	-	1

* Guangdong Midea-SIIX Electronics Co., Ltd. (hereinafter called "GMSE") is affiliated company not accounted for by equity method as of end of June, 2015

Consolidated Financial Results for 1H, YR 2015

- Exchange rate

(Unit: JPY)		1H, YR2014 Average	Full year, YR2014 Average	1H, YR2015 Average	Full year, YR2015 Average (forecast)
USD	1	102.52	106.04	120.34	110.00
THB	2	3.15	3.27	3.65	3.35
EUR	3	140.61	140.53	134.51	138.00
HKD	4	13.22	13.67	15.52	14.10
RMB	5	16.65	17.22	19.35	18.00

The influence of exchange rate (y/y)

Sales: 11.5bil. JPY increase

Operating income: 0.4bil. JPY increase

Influence breakdown (Sales) by currency

THB: 4.7bil. JPY increase

USD: 3.8bil. JPY increase

RMB: 1.8bil. JPY increase

HKD: 1.4bil. JPY increase

EUR: 0.2bil. JPY decrease

Consolidated Financial Forecast for YR 2015

- Sales by market sector

(Unit: Million JPY, %)		YR2013		YR2014		YR2015		YR2013		YR2014	
		1st half		1st half		1st half		full year		full year	
Automotive-related equipments	1	25,324	25.7	34,396	35.0	48,022	42.6	55,211	26.7	76,260	36.4
Home appliances	2	37,940	38.5	26,702	27.2	25,259	22.4	75,721	36.4	54,945	26.2
Industrial equipments	3	14,673	14.9	16,267	16.6	18,353	16.3	32,036	15.5	34,227	16.3
Information equipments	4	11,180	11.3	11,681	11.9	13,397	11.9	23,356	11.3	25,116	12.0
Communication equipments	5	763	0.8	734	0.7	1,495	1.3	1,744	0.8	2,261	1.1
Electronics others	6	1,491	1.5	2,640	2.7	1,168	1.0	4,482	2.2	5,564	2.7
Machinery and others	7	7,152	7.3	5,721	5.8	4,975	4.4	14,908	7.2	11,383	5.4
Total	8	98,523	100.0	98,142	100.0	112,669	100.0	207,009	100.0	209,755	100.0

Consolidated Financial Forecast for YR 2015

- Sales Administrative Expense

(Unit: Million JPY)		1H, YR2014		1H, YR2015		Changes	
		amount	%	amount	%	amount	%
Personnel expenses	1	2,259	2.3	2,587	2.3	328	14.5
Traveling and communication	2	202	0.2	242	0.2	40	19.6
Freightage and packing expenses	3	323	0.3	470	0.4	147	45.5
Commission fee	4	270	0.3	280	0.3	11	3.9
Rent expenses on real estates	5	182	0.2	240	0.2	58	31.7
Depreciation	6	302	0.3	368	0.3	66	21.8
Other expense	7	650	0.7	960	0.9	310	47.7
Total	8	4,191	4.3	5,150	4.6	959	22.9

Consolidated Financial Forecast for YR 2015

- Balance sheet

(Unit: Million JPY)		End of 1H, YR2014	End of YR2014	End of 1H, YR2015	Changes (1H, YR2014 vs. 1H, YR2015)		Changes (YR2014 vs. 1H, YR2015)	
					amount	%	amount	%
Current assets	1	67,239	78,855	81,016	13,778	20.5	2,161	2.7
Notes and accounts receivable-trade	2	39,270	44,516	43,746	4,477	11.4	-770	-1.7
Inventories	3	18,847	25,555	28,328	9,481	50.3	2,773	10.9
Noncurrent assets	4	21,715	24,574	25,442	3,727	17.2	868	3.5
Total asset	5	88,954	103,429	106,459	17,504	19.7	3,030	2.9
Current liabilities	6	46,771	53,398	53,647	6,875	14.7	248	0.5
Accounts payable-trade	7	29,602	33,575	33,766	4,164	14.1	191	0.6
Short-term loans payable	8	12,192	14,119	12,924	733	6.0	-1,195	-8.5
Noncurrent liabilities	9	8,900	8,533	8,317	-583	-6.6	-216	-2.5
Long-term loans payable	10	5,952	4,717	4,573	-1,379	-23.2	-144	-3.1
Total liability	11	55,672	61,932	61,964	6,292	11.3	32	0.1
Net assets	12	33,282	41,497	44,494	11,212	33.7	2,997	7.2
Minority interests	13	169	187	176	7	4.0	-11	-5.9
Total asset and liability	14	88,954	103,429	106,459	17,504	19.7	3,030	2.9

Consolidated Financial Forecast for YR 2015

- Cash flow

(Unit: Million JPY)		1H, YR2014	1H, YR2015	Changes
Cash flows from operating activities	1	1,477	2,970	1,492
Cash flows from investing activities	2	-1,286	-2,064	-777
Free cash flow	3	191	906	715
Cash flows from financing activities	4	-299	-1,723	-1,424
Effect of exchange rate change on cash and cash equivalents	5	-279	35	315
Increase in cash and cash equivalents from newly consolidated subsidiary	6	26	-	-26
Cash and cash equivalents	7	7,156	5,716	-1,440

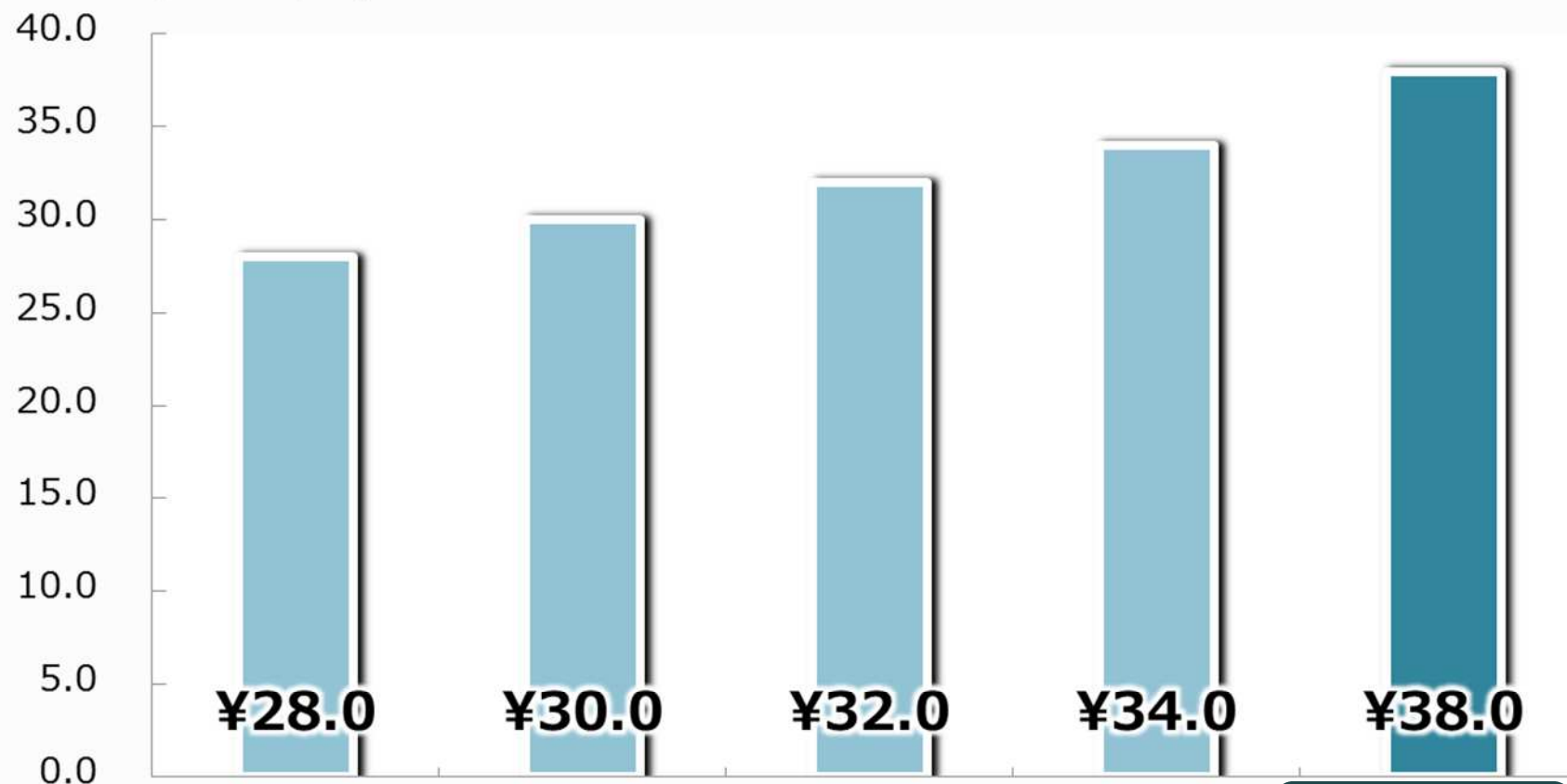
Consolidated Financial Forecast for YR 2015

- Results and forecast

(Unit: Million JPY)		YR 2013	YR 2014	YR 2015 (forecast)	Changes	
					YR2014 vs. YR2015	%
Sales	1	207,009	209,755	220,000	10,245	4.9
Operating income	2	5,011	6,233	7,300	1,067	17.1
Ordinary income	3	5,427	6,460	7,400	940	14.6
Net income	4	3,321	4,131	4,800	669	16.2
Net income per share (JPY)	5	140.73	175.06	203.39	28.33	16.2
CAPEX	6	1,134	2,857	3,900	1,043	36.5
Depreciation	7	2,916	3,166	3,600	434	13.7
USD		¥97.69	¥106.04	¥110.00	+ ¥3.96	3.7%
THB		¥3.18	¥3.27	¥3.35	+ ¥0.08	2.4%
EUR		¥129.89	¥140.53	¥138.00	- ¥2.53	-1.8%
HKD		¥12.59	¥13.67	¥14.10	+ ¥0.43	3.1%
RMB		¥15.92	¥17.22	¥18.00	+ ¥0.78	4.5%

Shareholder Return

Dividends per share(JPY)



		YR2011	YR2012	YR2013	YR2014	YR2015 (forecast)
Dividends per share(JPY)	1	28.0	30.0	32.0	34.0	38.0
Dividends ratio(%)	2	24.3	23.0	22.7	19.4	18.7
Treasury Stock Acquisition(%)	3	-	-	-	-	-

(Appendix)

• Capital structure

(Unit: Million JPY)		YR2011	YR2012	YR2013	YR2014	YR2015 1st half
Total asset	1	59,471	74,703	89,204	103,429	106,459
Liability	2	39,344	49,249	56,019	61,932	61,964
interest-bearing debt	3	16,865	16,511	18,546	19,124	17,670
Net asset	4	20,126	25,453	33,185	41,497	44,494
Capital-to-asset ratio (%)	5	33.1	33.8	37.0	39.9	41.6
Closing stock price (JPY)	6	980	998	1,277	2,549	3,210
Capital-to-asset ratio at market value (%)	7	38.9	31.5	33.8	58.2	71.2
Issued stock (thousand)	8	25,200	25,200	25,200	25,200	25,200
BPS	9	834.77	1,071.09	1,397.73	1,750.47	1,877.95

(Appendix)

- Management benchmark

			YR2013 1st half	YR2014 1st half	YR2015 1st half	YR2013	YR2014
ROE	(%)	1	-	-	-	11.4	11.1
ROA	(%)	2	-	-	-	6.6	6.7
Total asset turnover		3	1.3	1.1	1.1	2.5	2.2
Net interest-bearing debts/Net asset	(%)	4	38.0	33.8	26.9	33.2	30.5
Current ratio	(%)	5	140.8	143.8	151.0	141.9	147.7
Accounts receivable turnover ratio	(day)	6	62.5	73.3	71.5	63.4	73.1
Inventory turnover ratio	(day)	7	31.3	34.8	43.6	30.0	38.4
PBR	(X)	8	0.9	1.3	1.7	0.9	1.5
PER	(X)	9	-	-	-	9.1	14.6

(Appendix) SIIX Global Network

(As of June, 2015)

- Headquarters
- EMS Factory
- Trading / Logistics Subsidiary
- EMS Factory (Joint Venture)
- Injection molding Factory



(Appendix) SIIX Global Network

(As of June, 2015)

NOTE

- Total Floor Area(m²)
- Employees
- Production Item
- ISO

Japan / China Area

- Headquarters
- EMS Factory
- Trading / Logistics Subsidiary
- EMS Factory (Joint Venture)



China (Panyu) / PKS



China (Shanghai) / SKE



China (Shanghai) / TSE



China (Dalian) / SXD
(SX Dalian Branch)



China (Shanghai) / SX



China (Dong Guan) / SED
 · 25,293m²
 · 2,490 employees
 · Scanner, Air Conditioner
 Automobile-related
 Equipment, etc.
 · ISO9001, ISO14001, TS16949



China (Shanghai) / SJC
 · 12,366m²
 · 443 employees
 · Industrial Devices,
 Home Appliances,
 Automobile-related
 equipment etc.
 · ISO9001, ISO14001,
 TS16949



China (Dong Guan) / SDC



Hong Kong / SH



China (shunde)
 Guangdong Midea-SIIX
 Electronics Co.,Ltd. **New**
 /GMSE



Japan (Kanagawa) / SEJ

- 5,914m²
- 66 employees
- Industrial equipment, Automobile-related Equipment, Medical Equipment etc.
- ISO9001, ISO14001, ISO13485, TS16949 certificate of Pharmaceutical Affairs Law



Taiwan / SP

(Appendix) SIIX Global Network

ASEAN Area (Thailand, Indonesia)

- EMS Factory
- Trading / Logistics Subsidiary
- EMS Factory (Joint Venture)

(As of June, 2015)
NOTE

- Total Floor Area(m²)
- Employees
- Production Item
- ISO

Singapore/SS



Indonesia(Batam)/SEI

- 12,239m²
- 1,999 employees
- Scanner, Automobile-related Equipment, Toy etc
- ISO9001, ISO14001, TS16949



Indonesia(Batam)/GPI



Thailand(Ayutthaya)/STARS



Thailand(Bangkok)/ST



Thailand(Samut Prakan)/SET

- 26,958m²
- 2,108employees
- Digital Home Appliances, Car Audio, Automobile-related Equipment, etc.
- ISO9001, ISO14001, TS16949, AS9100



Indonesia(Jakarta)/SEK

- 10,924m²
- 1,488 employees
- Automobile-related Equipment, Home Appliances.
- ISO9001, ISO14001, TS16949



Indonesia(Jakarta)/SI

(Appendix) SIIX Global Network

(As of June, 2015)
NOTE

- Total Floor Area(m²)
- Employees
- Production Item
- ISO

ASEAN Area (Philippines)

- EMS Factory
- Trading / Logistics Subsidiary
- EMS Factory (Joint Venture)
- Injection molding Factory



Philippines/SLP



Philippines/SM



Philippines/SEP

- 21,476 m²
- 469 employees
- Automobile-related Equipment, Industrial Equipment, Information Equipment etc.
- ISO9001, ISO14001, TS16949



Philippines/IMI



Philippines/SCP

- started mass production on Nov. 2014
- 5,983m²
- 126 employees(plan)
- Mold Manufacturing and injection molding

(Appendix) SIIX Global Network

Europe/America Area

(As of June, 2015)

NOTE

- Total Floor Area(m²)
- Employees
- Production Item
- ISO

- EMS Factory
- Trading / Logistics Subsidiary
- EMS Factory (Joint Venture)

USA(Irvine)/SJ



USA(Chicago)/SC



Mexico(Monterrey)/SMX



Mexico(San Luis Potosi)/SEM

- started mass production on Nov. 2014
- 5,542m²
- 128 employees
- Automobile-related Equipment, Industrial Equipment etc.

Brazil(Sao Paulo)/CLIPTECH



Brazil(Sao Paulo)/SB



Slovakia(Nitra)/SES

- 8,216m²
- 481 employees
- Automobile-related Equipment, Industrial Equipment etc.
- ISO9001, ISO14001, TS16949

Slovakia(Nitra)/SDL (SD Logistics Center)

Germany(Dusseldorf)/SD



Note

- The consolidated business performance forecasts given above are based on the information available at the current time and assumptions of supposable market trends, etc., and thus may greatly differ from future performance for a variety of future reasons, such as economic, market, exchange rate, taxation, sovereign risk, etc..

S **i** **!** **X**
We care.

Thank you for your attention!