

Financial Summary for the Fiscal Year Ended March 31, 2017

May 10, 2017

Name of listed company: FURUKAWA ELECTRIC CO., LTD. Tokyo, Osaka

Listings:

Code No.: 5801 URL http://www.furukawa.co.jp/

Company Representative: (Title) President (Name) Keiichi Kobayashi

Inquiries: (Title) Head of Investor and Public Relations Department

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Planned date of general meeting of shareholders: June 22, 2017 Scheduled day of commencing dividend: June 23, 2017

Planned date for submission of financial reports: June 22, 2017

Supplementary documents for financial result: Yes

Financial results briefing: Yes (for institutional investors, analysts, and the media)

(Figures are rounded down to the nearest one million yen.)

1. Consolidated earnings for the fiscal year 2016 ended March 31, 2017 (April 1, 2016 through March 31, 2017)

(1) Consolidated business results (Figures in percentages denote the year-on-year change.)

					Ordinary income		Net income		
	Net sa	les	Operating in	come			attributable to owners of the parent		
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							compa	ny	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	
Ended March 31, 2017	843,344	-3.6	38,623	42.4	36,024	92.5	17,570	75.6	
Ended March 31, 2016	874,879	0.8	27,116	51.7	18,710	0.6	10,007	36.1	

Note: Comprehensive income: FY2016 41,750 Million yen (- %) FY2015 -12,670 Million yen (- %)

	Net income per share	Fully diluted net income per share	Return on equity	Ordinary income margin on total assets	Operating income margin on sales
	Yen	Yen	%	%	%
Ended March 31, 2017	249.17	_	9.3	4.9	4.6
Ended March 31, 2016	141.74	_	5.5	2.6	3.1

(Reference) Investment profit and loss on equity method

FY2016 102 Million yen

FY2015 -5,684 Million yen

The Company executed a one-for-ten reverse stock split of its common shares effective October 1, 2016. Net income per share is calculated on the assumption that the reverse stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial status

	Total assets	Net assets	Capital ratio	Net assets per share
	Million yen	Million yen	%	Yen
Ended March 31, 2017	750,126	237,051	27.6	2,933.21
Ended March 31, 2016	705,725	198,587	24.5	2,452.58

(Reference) Shareholders' equity

FY2016 206,712 Million yen

FY2015 173,163 Million yen

The Company executed a one-for-ten reverse stock split of its common shares effective October 1, 2016. Net assets per share is calculated on the assumption that the reverse stock split was conducted at the beginning of the previous fiscal year.

(3) Consolidated cash flows

(-)				
	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Balance of cash and cash equivalents at end of fiscal year
	Million yen	Million yen	Million yen	Million yen
Ended March 31, 2017	40,402	-36,361	-10,378	46,147
Ended March 31, 2016	41,569	1,947	-20,942	51,659

2. Dividends

		Dividend per share			Total cash	Dividends	Net assets	
	First quarter dividend	Interim dividend	Third quarter dividend	Year-end dividend	Yearly dividend	dividends	payout	dividend ratio (consolidated)
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Ended March 31, 2016	_	0.00	_	4.00	4.00	2,824	28.2	1.6
Ended March 31, 2017	_	0.00	_	55.00	55.00	3,884	22.1	2.0
Ending March 31, 2018 (forecast)	I	0.00	ı	60.00	60.00		21.1	

(Note) The Company executed a one-for-ten reverse stock split of its common shares effective October 1, 2016. If the reverse stock split is taken into account, the estimated year-end dividend per share for the year ended March 31, 2016 is 40.00 yen per share. For more information, please refer to "Explanation about the proper use of financial forecasts and other special remarks."

3. Financial forecast of consolidated operating results for fiscal year ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(Percentages indicate the rate of increase or decrease from the previous year for the full year and from the first half of the previous year for the first half)

	Net sale	es	Operating income Ordinary income		Net inc attributable of the parent	Net income per share			
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	420,000	5.6	14,500	9.2	14,000	37.6	14,000	109.8	198.68
Full year	885,000	4.9	37,000	-4.2	37,500	4.1	20,000	13.8	283.80

* Noted items

(1) Important changes of subsidiaries during the term (changes of specified subsidiaries that lead to a change in the scope of consolidation): No

New: -- company (company name:) Eliminated: -- company (company name:)

(2) Any changes in accounting policy or accounting estimates, and restatements

1) Changes in accounting policy associated with revisions to accounting standards:

No
2) Changes in accounting policy other than the changes in item 1):

No
3) Changes in accounting estimates:

No
4) Restatements:

No

(3) Number of shares issued (common stock)

1) Number of shares issued at the end of the term (including treasury shares)

Ended March 31, 2017: 70,666,917 shares
Ended March 31, 2016: 70,666,917 shares

2) Number of treasury shares at the end of the term

Ended March 31, 2017: 193,803 shares Ended March 31, 2016: 62,262 shares

3) Average number of shares during the year

Ended March 31, 2017: 70,517,397 shares Ended March 31, 2016: 70,604,931 shares

*The Company executed a one-for-ten reverse stock split of its common shares effective October 1, 2016. The number of shares issued at the end of the term, number of treasury shares at the end of the term, and average number of shares during the year are calculated on the assumption that the reverse stock split was conducted at the beginning of the previous fiscal year.

*The number of treasury shares at the end of the term and the number of treasury shares deducted in calculating the average number of shares during the year include 129,500 shares of the Company's stock (the number of shares after the reverse stock split) held in the trust account relating to Board Benefit Trust (BBT).

(Reference) Summary of non-consolidated financial results

- 1. Non-consolidated earnings for the fiscal year 2016 ended March 31, 2017 (April 1, 2016 through March 31, 2017)
- (1) Non-consolidated business results (Figures in percentages denote the year-on-year change)

	Net sale	es	Operating in	ncome	Ordinary	income	Net inco	me
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Ended March 31, 2017	398,777	-0.0	6,209	13.6	21,191	73.8	10,909	_
Ended March 31, 2016	398,851	-4.4	5,467	_	12,192	157.0	-5,527	_

	Net income per share	Fully diluted net income per share
	Yen	Yen
Ended March 31, 2017	154.68	_
Ended March 31, 2016	-78.27	_

^{*} The Company executed a one-for-ten reverse stock split of its common shares effective October 1, 2016. Net assets per share are calculated on the assumption that the reverse stock split was conducted at the beginning of the previous fiscal year.

(2) Non-consolidated financial status

	Total assets	Net assets	Capital ratio	Net assets per share	
	Million yen	Million yen	%	Yen	
Ended March 31, 2017	431,148	134,832	31.3	1,912.81	
Ended March 31, 2016	415,388	119,915	28.9	1,698.03	

(Reference) Shareholders' equity

FY2016 134,832 Million yen

FY2015 119,915 Million yen

- * The Company executed a one-for-ten reverse stock split of its common shares effective October 1, 2016. Net assets per share are calculated on the assumption that the reverse stock split was conducted at the beginning of the previous fiscal year.
- * This financial summary is not subject to auditing procedures.
- * Explanation about the proper use of financial forecasts and other special remarks
- 1. The above forecasts have been prepared based on information available at the time of the announcement and assumptions at the time of the announcement associated with uncertain factors that may affect the Company's performance in the future. Actual results may differ materially from the forecasts presented in this document, depending on various factors in the future.

2. The reverse stock split

The reverse stock split and the partial amendment to the Articles of Incorporation, including the change to the share trading unit, were approved at the Company's 194th Annual General Meeting of Shareholders on June 27, 2016. Consequently, the Company executed a one-for-ten reverse stock split of its common shares and changed the number of shares constituting one unit to 100 shares from 1,000 shares effective October 1, 2016.