

(Translation)

Summary of Consolidated Financial Results for the First Half of the Fiscal Year Ending March 31, 2017 (J-GAAP)

October 28, 2016

Listed Company Name: Oki Electric Industry Co., Ltd.

Securities Code: 6703

Stock Exchange Listing: Tokyo Stock Exchange

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Filing of Quarterly Securities Report (Scheduled): November 11, 2016

Commencement of Dividend Payment (Scheduled): December 5, 2016

Supplementary Document on Quarterly Financial Results: Yes

Quarterly Financial Results Briefing: Yes (for institutional investors)

(Amounts less than one million yen have been truncated)

1. Consolidated Financial Results for the Six Months Ended September 30, 2016

(from April 1, 2016 to September 30, 2016)

(1) Consolidated operating results (cumulative)

(Percentage figures indicate year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2016	199,255	(10.6)	(647)	—	(8,946)	—	(13,528)	—
September 30, 2015	223,001	(2.5)	3,594	(45.3)	2,676	(72.1)	895	(91.3)

(Note) Comprehensive income Six months ended September 30, 2016: ¥(12,136) million (—%)
Six months ended September 30, 2015: ¥(5,189) million (—%)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2016	(155.79)	—
September 30, 2015	10.31	—

* With an effective date of October 1, 2016, a 10:1 share consolidation of common stock was implemented. Accordingly, basic earnings per share has been calculated on the assumption that this consolidation of shares was carried out at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2016	371,949	93,082	24.9
As of March 31, 2016	411,776	107,384	25.9

(Reference) Shareholders' equity As of September 30, 2016: ¥92,569 million
As of March 31, 2016: ¥106,733 million

2. Dividends

	Dividend per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2016	—	2.00	—	3.00	5.00
Fiscal year ending March 31, 2017	—	2.00			
Fiscal year ending March 31, 2017 (Projection)			—	30.00	—

(Note) Revisions to dividend projection most recently announced: None

* With regard to the year-end dividend per share (projection) for the fiscal year ending March 31, 2017, the amount presented factors in the consolidation of shares and a “—” is used to indicate the total amount. The year-end dividend per share (projection) for the fiscal year ending March 31, 2017 calculated without factoring in the consolidation of shares would be ¥3 and the total amount would be ¥5. For the details, please refer to “Explanation regarding appropriate use of results projection and other special notes.”

3. Consolidated Results Projection for the Fiscal Year Ending March 31, 2017 (from April 1, 2016 to March 31, 2017)

(Percentage figures indicate year-on-year change)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	465,000	(5.2)	15,000	(19.3)	6,000	(47.2)	3,000	(54.6)	34.55

(Note) Revisions to operating results projection most recently announced: Yes

* The basic earnings per share in the consolidated results projection for the fiscal year ending March 31, 2017 factors in the impact of the consolidation of shares. For the details, please refer to “Explanation regarding appropriate use of results projection and other special notes.”

Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in the scope of consolidation): None
- (2) Application of accounting procedures specific to quarterly consolidated financial statements: None
- (3) Changes in accounting policies, changes in accounting estimates and restatements
 - 1) Changes in accounting policies in accordance with revision of accounting standards, etc.: Yes
 - 2) Any changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Restatements: None
- (4) Number of shares issued (common stock)
 - 1) Number of shares issued at the end of the period (including treasury shares)

As of September 30, 2016	87,217,602 shares
As of March 31, 2016	87,217,602 shares
 - 2) Number of treasury shares at the end of the period

As of September 30, 2016	379,900 shares
As of March 31, 2016	378,283 shares
 - 3) Average number of shares during the period

Six months ended September 30, 2016	86,838,620 shares
Six months ended September 30, 2015	86,845,132 shares

* The numbers of shares given above are calculated on the assumption that the consolidation of shares was carried out at the beginning of the previous fiscal year.

Implementation status for quarterly review procedure

The review procedure for quarterly financial statements based on the Financial Instruments and Exchange Act has not been completed as of the release of this document.

Explanation regarding appropriate use of results projection and other special notes

(Warning on forward-looking statements)

The forward-looking statements including the projection for the financial results contained in this document are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable, and actual results may differ from such statements due to a variety of factors. For the conditions assumed for the results projection and notes on the use of such projections, please refer to “(3) Forward-Looking Statements Including Projection for Consolidated Operating Results and Other” of “1. Qualitative Information on Financial Results for the Period” on page 4 of the Attachment.

(Regarding the dividend and results projection after consolidation of shares)

At the 92nd ordinary general meeting of shareholders held on June 24, 2016, approval was obtained for a consolidation of shares and a change in the number of shares constituting one unit. With an effective date of October 1, 2016, a 10:1 share consolidation of common stock was implemented and the number of shares constituting one unit was changed from 1,000 to 100 shares. Dividend projection and consolidated results projections for the fiscal year ending March 31, 2017 calculated without factoring in the consolidation of shares are as follows.

1. Dividend projection for the fiscal year ending March 31, 2017

Year-end dividend per share: ¥3.00

2. Consolidated results projection for the fiscal year ending March 31, 2017

Basic earnings per share (full year): ¥3.45

(How to obtain supplementary document on quarterly financial results)

The Company is scheduled to hold a financial results briefing for institutional investors on October 28, 2016 (Friday). The document on financial results is disclosed on TDNet at the same time as this Summary of Consolidated Financial Results and is also made available on the Company's website on the same day.

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1. Qualitative Information on Financial Results for the Period

(1) Operating Results

1) Overview of the first half of the fiscal year ending March 31, 2017 (April 1, 2016 to September 30, 2016)

With regard to the global economy during the period under review, overall the economies of the United States and Europe trended towards recovery but, due to the decision of the UK to leave the EU, the outlook for European economies has become uncertain. In emerging countries, China's economy has been decelerating gently. In the Japanese economy, where there has been a sustained tone of recovery, there are fears of a downturn caused by the impact of events in the world economy.

Under this business environment, the OKI Group's businesses in Japan such as ICT business were generally steady, but there were changes in market environments in the overseas business, and net sales came to ¥199.3 billion (a year-on-year decrease of 10.6% or ¥23.7 billion). Operating loss was ¥0.6 billion (a year-on-year deterioration of ¥4.2 billion) due to factors such as a decline in sales volume.

Ordinary loss was ¥8.9 billion (a year-on-year deterioration of ¥11.6 billion) due to foreign exchange losses of ¥8.1 billion in non-operating expenses. In addition, due to the posting of extraordinary losses in anticipation of losses in relation to products and services for digitalizing wireless communication systems for firefighting and emergency use, which had been under investigation by the Japan Fair Trade Commission, loss attributable to owners of parent was ¥13.5 billion (a year-on-year deterioration of ¥14.4 billion).

(Billions of yen)	Six months ended September 30, 2016	Six months ended September 30, 2015	Year-on-year change rate
Net sales	199.3	223.0	(10.6)%
Operating income (loss)	(0.6)	3.6	—
Ordinary income (loss)	(8.9)	2.7	—
Profit (loss) attributable to owners of parent	(13.5)	0.9	—

Net sales and operating income to external customers by business segment were as follows.

2) Results by business segment

<ICT>

Net sales came to ¥66.9 billion (a year-on-year decrease of 15.3% or ¥12.0 billion). Sales decreased due to sales of existing network systems for telecom carriers coming to an end in the first quarter of the previous fiscal year and a lull in a cycle of demand for digitizing firefighting wireless systems, as well as the presence of large projects for public sector in the same period of the previous fiscal year.

Operating loss came to ¥0.3 billion (a year-on-year deterioration of ¥1.1 billion) due to the decreased sales volume.

(Billions of yen)	Six months ended September 30, 2016	Six months ended September 30, 2015	Year-on-year change rate
Net sales	66.9	78.9	(15.3)%
Operating income (loss)	(0.3)	0.8	—

* In line with the revision in segmentation, the figures for the six months ended September 30, 2015 have been restated.

<Mechatronics Systems>

Net sales came to ¥49.0 billion (a year-on-year decrease of 10.9% or ¥6.0 billion). Domestic businesses, including sales of cash handling equipment, have remained robust, while Brazil and other overseas businesses are nearly in line with expectations. On the other hand, due to there having been sales of ATMs to our business partner in China for two months during the same period of the previous fiscal year, the fact that sales to major customers of the OKI brand were heavily weighted in the first quarter of the previous fiscal year, and the impact of a slowdown in the market as a whole, sales decreased.

Operating income came to ¥1.3 billion (a year-on-year decrease of ¥2.2 billion) due mainly to the decline in sales volume.

(Billions of yen)	Six months ended September 30, 2016	Six months ended September 30, 2015	Year-on-year change rate
Net sales	49.0	55.0	(10.9)%
Operating income	1.3	3.5	(61.8)%

* In line with the revision in segmentation, the figures for the six months ended September 30, 2015 have been restated.

<Printers>

Net sales came to ¥54.3 billion (a year-on-year decrease of 8.2% or ¥4.8 billion). Despite a positive effect from the consolidation of the wide format printer company established in October 2015, sales decreased due to the shrinking market for existing products, intensifying competition and the impact of the stronger yen in color and monochrome LED printers business, in addition to which dot-impact printers were also affected by the shrinking market.

Operating loss came to ¥0.8 billion (a year-on-year deterioration of ¥0.3 billion) due to the stronger yen and lower sales volumes.

(Billions of yen)	Six months ended September 30, 2016	Six months ended September 30, 2015	Year-on-year change rate
Net sales	54.3	59.1	(8.2)%
Operating loss	(0.8)	(0.5)	—

<EMS>

Net sales came to ¥20.9 billion (a year-on-year increase of 1.4% or ¥0.3 billion) due to the acquisition of new customers. Operating income came to ¥0.7 billion (a year-on-year decrease of ¥0.1 billion).

(Billions of yen)	Six months ended September 30, 2016	Six months ended September 30, 2015	Year-on-year change rate
Net sales	20.9	20.6	1.4%
Operating income	0.7	0.8	(10.4)%

<Others>

Net sales came to ¥8.3 billion (a year-on-year decrease of 12.1%, or ¥1.2 billion) due to a pause in demand for components, which has been strong up until the previous year. Operating income came to ¥1.5 billion (a year-on-year decrease of ¥0.7 billion) due to the decreased sales volume.

(Billions of yen)	Six months ended September 30, 2016	Six months ended September 30, 2015	Year-on-year change rate
Net sales	8.3	9.5	(12.1)%
Operating income	1.5	2.2	(32.2)%

(2) Financial Position

1) Assets, liabilities, net assets, etc., at the end of the first half of the fiscal year ending March 31, 2017

At the end of the period under review, total assets decreased by ¥39.9 billion from the end of the previous fiscal year to ¥371.9 billion. Shareholders' equity decreased by ¥14.1 billion from the end of the previous fiscal year to ¥92.6 billion mainly due to recording of ¥13.5 billion in loss attributable to owners of parent and the distribution of ordinary dividends of ¥2.6 billion during the first half of the fiscal year ending March 31, 2017. As a result, shareholders' equity ratio stood at 24.9%.

With respect to major decreases in assets, there was a decrease of ¥38.4 billion in notes and accounts receivable - trade.

With respect to major decreases in liabilities, there was a decrease of 12.0 billion in notes and accounts

payable - trade. Loans payable decreased by ¥14.3 billion from ¥122.1 billion at the end of the previous fiscal year to ¥107.8 billion.

2) Cash flows for the first half of the fiscal year ending March 31, 2017

For the period under review, net cash provided by operating activities amounted to ¥21.0 billion (¥3.5 billion in net cash used for the same period of the previous fiscal year), due mainly to an improvement in working capital.

Net cash used in investing activities amounted to ¥8.2 billion (¥9.2 billion for the same period of the previous fiscal year), due mainly to purchase of property, plant and equipment.

As a result, free cash flow, which is the sum of cash flows from operating activities and cash flows from investing activities, resulted in a net inflow of ¥12.8 billion (a net outflow of ¥12.7 billion for the same period of the previous fiscal year).

Net cash used in financing activities amounted to ¥15.9 billion (¥3.7 billion in net cash provided for the same period of the previous fiscal year), due mainly to repayments of loans payable and the distribution of ordinary dividends.

As a result, cash and cash equivalents at the end of the period under review decreased from ¥46.3 billion at the end of the previous fiscal year to ¥43.0 billion.

(3) Forward-Looking Statements Including Projection for Consolidated Operating Results and Other

As for full-year consolidated results projection, the Company revised the projected figures announced on May 10, 2016, taking into account the performance trends and other factors for the first half of the fiscal year ending March 31, 2017.

In Mechatronics Systems business, the growth potential of the Chinese ATM market, such as further diffusion of products inland, remains unchanged, but the Company projects that the current lull in demand will last for some time yet. With regard to the Printer business, the impact of declining demand for office-use printers is offsetting the effects of growth in the high-value-added area. Moreover, in view of the currency volatility that occurred during the early stages of the fiscal year, the Company assumes that the trend towards a stronger yen will continue for the time being.

As a result, operating results for the fiscal year ending March 31, 2017 are expected to be ¥465.0 billion in net sales (¥35.0 billion decrease from previous announcement), ¥15.0 billion in operating income (¥5.0 billion decrease from previous announcement), ¥6.0 billion in ordinary income (¥12.0 billion decrease from previous announcement), and ¥3.0 billion in profit attributable to owners of parent (¥9.0 billion decrease from previous announcement).

The exchange rates for the second half of the fiscal year ending March 31, 2017 used in the full-year consolidated results projection are ¥105.0 to the U.S. dollar and ¥115.0 to the euro.

(Reference)

Full-year consolidated results projection for the fiscal year ending March 31, 2017

(from April 1, 2016 to March 31, 2017)

	(Millions of yen)			
	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent
Previous projection (A)	500,000	20,000	18,000	12,000
Current projection (B)	465,000	15,000	6,000	3,000
Amount change (B – A)	(35,000)	(5,000)	(12,000)	(9,000)
Percentage change (%)	(7.0)	(25.0)	(66.7)	(75.0)
(Reference) Actual results for the fiscal year ended March 31, 2016	490,314	18,594	11,366	6,609

(Warning on forward-looking statements)

The forward-looking statements including the projection for the financial results contained in this document are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable, and actual results may differ from such statements due to a variety of factors. Major factors that may affect actual results include market trends, a sharp rise in raw material prices, abrupt currency fluctuations and disasters. It should be noted, however, that factors that may affect actual results are not limited to these items.

2. Summary Information (Notes)

- (1) Changes in Significant Subsidiaries during the Period
Not applicable

- (2) Application of Accounting Procedures Specific to Quarterly Consolidated Financial Statements
Not applicable

- (3) Changes in Accounting Policies, Changes in Accounting Estimates and Restatements
(Changes in Accounting Policies)

Following the revision to the Corporation Tax Act, some domestic consolidated subsidiaries have adopted the “Practical Solution on a Change in Depreciation Method Due to Tax Reform 2016” (ASBJ PITF No. 32, June 17, 2016) from the first quarter of the fiscal year ending March 31, 2017, and changed the depreciation method for annexed structures and structures acquired on or after April 1, 2016 from the declining-balance method to the straight-line method.

The impact of this change on profit and loss for the first half of the fiscal year ending March 31, 2017 was immaterial.

- (4) Additional Information

(Application of ASBJ Guidance on Recoverability of Deferred Tax Assets)

Effective from the first quarter of the fiscal year ending March 31, 2017, the Company has adopted the “Guidance on Recoverability of Deferred Tax Assets” (ASBJ Guidance No. 26, March 28, 2016).

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2016	As of September 30, 2016
Assets		
Current assets		
Cash and deposits	47,829	44,344
Notes and accounts receivable - trade	135,910	97,510
Finished goods	36,599	30,969
Work in process	19,496	28,655
Raw materials and supplies	23,373	23,669
Other	22,734	19,721
Allowance for doubtful accounts	(8,314)	(7,491)
Total current assets	277,630	237,378
Non-current assets		
Property, plant and equipment	56,691	55,955
Intangible assets	9,637	10,307
Investments and other assets	67,816	68,307
Total non-current assets	134,145	134,570
Total assets	411,776	371,949
Liabilities		
Current liabilities		
Notes and accounts payable - trade	65,477	53,524
Short-term loans payable	72,692	68,589
Provision	3,260	6,147
Other	57,731	54,509
Total current liabilities	199,162	182,771
Non-current liabilities		
Long-term loans payable	49,391	39,247
Provision for directors' retirement benefits	462	534
Net defined benefit liability	24,841	25,360
Other	30,532	30,952
Total non-current liabilities	105,228	96,095
Total liabilities	304,391	278,866
Net assets		
Shareholders' equity		
Capital stock	44,000	44,000
Capital surplus	21,673	21,668
Retained earnings	44,255	27,951
Treasury shares	(468)	(470)
Total shareholders' equity	109,460	93,149
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,642	4,422
Deferred gains or losses on hedges	(562)	(437)
Foreign currency translation adjustment	(12,835)	(9,728)
Remeasurements of defined benefit plans	6,028	5,164
Total accumulated other comprehensive income	(2,726)	(579)
Subscription rights to shares	79	70
Non-controlling interests	572	442
Total net assets	107,384	93,082
Total liabilities and net assets	411,776	371,949

(2) Consolidated Statements of Income and Comprehensive Income
(Consolidated Statements of Income)
(For the Six Months Ended September 30, 2015 and 2016)

(Millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Net sales	223,001	199,255
Cost of sales	164,766	150,515
Gross profit	58,234	48,740
Selling, general and administrative expenses	54,640	49,387
Operating income (loss)	3,594	(647)
Non-operating income		
Interest income	175	224
Dividend income	535	482
Miscellaneous income	793	522
Total non-operating income	1,504	1,228
Non-operating expenses		
Interest expenses	1,008	921
Foreign exchange losses	1,067	8,057
Miscellaneous expenses	346	549
Total non-operating expenses	2,422	9,528
Ordinary income (loss)	2,676	(8,946)
Extraordinary income		
Gain on sales of non-current assets	190	–
Total extraordinary income	190	–
Extraordinary losses		
Loss on disposal of non-current assets	138	92
Loss on Anti-Monopoly Act	–	2,477
Total extraordinary losses	138	2,570
Profit (loss) before income taxes	2,728	(11,516)
Income taxes - current	949	644
Income taxes - deferred	1,714	1,485
Total income taxes	2,663	2,130
Profit (loss)	64	(13,647)
Loss attributable to non-controlling interests	(830)	(118)
Profit (loss) attributable to owners of parent	895	(13,528)

(Consolidated Statements of Comprehensive Income)
(For the Six Months Ended September 30, 2015 and 2016)

(Millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Profit (loss)	64	(13,647)
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,197)	(215)
Deferred gains or losses on hedges	22	124
Foreign currency translation adjustment	(3,440)	2,470
Remeasurements of defined benefit plans, net of tax	(835)	(880)
Share of other comprehensive income of entities accounted for using equity method	197	12
Total other comprehensive income	(5,253)	1,510
Comprehensive income	(5,189)	(12,136)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(4,196)	(11,954)
Comprehensive income attributable to non- controlling interests	(992)	(181)

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Cash flows from operating activities		
Profit (loss) before income taxes	2,728	(11,516)
Depreciation	6,899	6,767
Increase (decrease) in provision	181	3,278
Interest and dividend income	(711)	(706)
Interest expenses	1,008	921
Loss (gain) on disposal of non-current assets	(51)	83
Decrease (increase) in notes and accounts receivable - trade	29,889	25,740
Decrease (increase) in inventories	(14,622)	(9,699)
Increase (decrease) in notes and accounts payable - trade	(15,789)	1,053
Increase (decrease) in accrued expenses	(1,904)	(2,299)
Other, net	(4,925)	8,177
Subtotal	2,702	21,800
Interest and dividend income received	704	923
Interest expenses paid	(1,002)	(938)
Income taxes paid	(5,857)	(748)
Net cash provided by (used in) operating activities	(3,453)	21,036
Cash flows from investing activities		
Purchase of property, plant and equipment	(6,539)	(5,898)
Purchase of intangible assets	(739)	(2,000)
Payments for transfer of business	(1,973)	-
Other payments	(658)	(724)
Other proceeds	670	413
Net cash provided by (used in) investing activities	(9,240)	(8,210)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	9,352	(117)
Proceeds from long-term loans payable	6,886	-
Repayments of long-term loans payable	(8,905)	(11,978)
Proceeds from sales and leasebacks	331	255
Repayments of lease obligations	(1,317)	(1,407)
Cash dividends paid	(2,585)	(2,587)
Other, net	(17)	(39)
Net cash provided by (used in) financing activities	3,742	(15,875)
Effect of exchange rate change on cash and cash equivalents	(134)	(480)
Net increase (decrease) in cash and cash equivalents	(9,085)	(3,530)
Cash and cash equivalents at beginning of period	53,598	46,322
Increase in cash and cash equivalents from newly consolidated subsidiary	-	205
Cash and cash equivalents at end of period	44,513	42,997

(4) Notes to Consolidated Financial Statements

(Going Concern Assumption)
Not applicable

(Significant Changes in Shareholders' Equity)
Not applicable

(Segment Information)

I First half of the fiscal year ended March 31, 2016 (from April 1, 2015 to September 30, 2015)
Information about amounts of net sales, income and loss by reportable segment

(Millions of yen)

	Reportable segments					Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in consolidated statements of income (Note 3)
	ICT	Mechatronics systems	Printers	EMS	Total				
Net sales									
Net sales to external customers	78,911	54,979	59,084	20,572	213,547	9,454	223,001	–	223,001
Intersegment net sales or transfers	2,279	869	2,640	175	5,964	12,390	18,355	(18,355)	–
Total	81,190	55,848	61,724	20,747	219,511	21,844	241,356	(18,355)	223,001
Segment income (loss)	847	3,462	(492)	801	4,619	2,224	6,843	(3,248)	3,594

- (Notes)
1. "Others" consists of businesses not included in the reportable segments, such as provision of services, and manufacturing and sales of other equipment products.
 2. The adjustment to segment income or loss of ¥(3,248) million includes the elimination of intersegment transactions of ¥34 million, corporate expenses not allocated to each reportable segment of ¥(3,222) million, and an adjustment to non-current assets of ¥(59) million. Corporate expenses are mainly general and administrative expenses and research and development expenses that are not attributable to the reportable segments.
 3. Segment income or loss is adjusted with operating income in the consolidated statements of income.

II First half of the fiscal year ending March 31, 2017 (from April 1, 2016 to September 30, 2016)

1. Information about amounts of net sales, income and loss by reportable segment

(Millions of yen)

	Reportable segments					Others (Note 1)	Total	Adjustment (Note 2)	Amount recorded in consolidated statements of income (Note 3)
	ICT	Mechatronics systems	Printers	EMS	Total				
Net sales									
Net sales to external customers	66,863	48,963	54,255	20,864	190,946	8,309	199,255	–	199,255
Intersegment net sales or transfers	2,089	779	2,665	139	5,674	9,605	15,279	(15,279)	–
Total	68,952	49,743	56,920	21,003	196,620	17,914	214,535	(15,279)	199,255
Segment income (loss)	(291)	1,323	(773)	717	976	1,507	2,484	(3,131)	(647)

- (Notes)
1. "Others" consists of businesses not included in the reportable segments, such as provision of services, and manufacturing and sales of other equipment products.
 2. The adjustment to segment income or loss of ¥(3,131) million includes the elimination of intersegment transactions of ¥117 million, corporate expenses not allocated to each reportable segment of ¥(3,288) million, and an adjustment to non-current assets of ¥39 million. Corporate expenses are mainly general and administrative expenses and research and development expenses that are not attributable to the reportable segments.
 3. Segment income or loss is adjusted with operating income in the consolidated statements of income.

2. Matters related to changes of reportable segments

From the first quarter of the fiscal year ending March 31, 2017, following the organizational reforms put into effect on April 1, 2016, the business that offered products centered around mechatronics technology, and which had been included in the Info-telecom Systems, was established as an independent reportable segment called Mechatronics Systems. The segment previously called Info-Telecom Systems is now called ICT.

As a result, the reportable segments have changed from the three previous Info-telecom Systems, Printers, and EMS to the four segments of ICT, Mechatronics Systems, Printers, and EMS.

Furthermore, disclosure of segment information for the first half of the fiscal year ended March 31, 2016, is based on the reportable segments after the implementation of the organizational reforms.