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## Summary of Consolidated Financial Statements for the Fiscal Year Ended March 31, 2013 [Japan GAAP]

May 15, 2013

Stock Exchange Listing: Tokyo, Osaka (First Sections)

### Company Name: GSI Creos Corporation

Code Number: 8101 URL <http://www.gsi.co.jp>

Representative: Yoshihiro Fukase, President

Inquiries: Fumihiro Onishi, General Manager, Corporate Planning Department Tel: +81-3-5211-1802

Scheduled Date of Annual General Meeting of Shareholders: June 27, 2013

Scheduled Date of Dividend Payments Commencement: June 28, 2013

Scheduled Date of Securities Report Filing: June 27, 2013

Supplementary Documents: No

Holding of Financial Results Meeting: No

(Note: Amounts less than one million of yen have been rounded down.)

### 1. Consolidated Results for the Fiscal Year Ended March 31, 2013 (April 1, 2012 to March 31, 2013)

(1) Consolidated Operating Results (Percentage figures represent changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2013	130,686	7.4	1,458	(25.1)	1,290	(22.9)	916	(18.7)
Fiscal year ended March 31, 2012	121,728	4.9	1,948	3.0	1,674	17.3	1,126	36.1

(Note) Comprehensive income Fiscal year ended March 31, 2013: 1,440 millions of yen 54.9%

Fiscal year ended March 31, 2012: 929 millions of yen 91.8%

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2013	14.24	-	7.4	2.2	1.1
Fiscal year ended March 31, 2012	17.51	-	10.0	3.0	1.6

(Reference) Equity in earnings of affiliates Fiscal year ended March 31, 2013: 9 millions of yen

Fiscal year ended March 31, 2012: 12 millions of yen

### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2013	59,906	13,000	21.6	201.50
March 31, 2012	57,094	11,832	20.6	183.12

(Reference) Equity capital March 31, 2013: 12,950 millions of yen

March 31, 2012: 11,783 millions of yen

### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2013	711	(514)	(802)	7,970
Fiscal year ended March 31, 2012	112	(710)	(386)	8,435

### 2. Dividends

	Annual dividend per share					Total cash dividends	Payout ratio (Consolidated)	Dividend rate to net assets (Consolidated)
	1Q	2Q	3Q	Fiscal year end	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2012	-	-	-	2.00	2.00	128	11.4	1.1
Fiscal year ended March 31, 2013	-	-	-	2.00	2.00	128	14.0	1.0
Fiscal year ending March 31, 2014 (Forecast)	-	-	-	2.00	2.00		12.9	

### 3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2014 (April 1, 2013 to March 31, 2014)

(Percentage figures represent changes from the same period of the previous year.)

	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-month period	70,000	13.9	750	(10.3)	650	(14.3)	500	(19.1)	7.78
Full fiscal year	135,000	3.3	1,600	9.7	1,400	8.5	1,000	9.1	15.56



**Consolidated Financial Statements**  
**(1) Consolidated Balance Sheets**

(Millions of yen)

	Previous fiscal year (March 31, 2012)	Current fiscal year (March 31, 2013)
<b>Assets</b>		
Current assets		
Cash and deposits	8,435	7,970
Notes and accounts receivable-trade	27,640	30,281
Merchandise	9,236	9,206
Goods in transit	124	33
Deferred tax assets	339	365
Other	909	943
Allowance for doubtful accounts	(523)	(516)
Total current assets	46,163	48,283
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	4,532	4,600
Accumulated depreciation	(3,056)	(3,128)
Buildings and structures, net	1,475	1,472
Machinery, equipment and vehicles	2,590	2,697
Accumulated depreciation	(2,421)	(2,487)
Machinery, equipment and vehicles, net	169	210
Tools, furniture and fixtures	1,245	1,314
Accumulated depreciation	(1,112)	(1,172)
Tools, furniture and fixtures, net	133	141
Land	3,537	3,526
Lease assets	160	194
Accumulated depreciation	(74)	(98)
Lease assets, net	85	95
Total property, plant and equipment	5,402	5,446
Intangible assets		
Lease assets	41	389
Other	279	163
Total intangible assets	321	553
Investments and other assets		
Investment securities	2,165	2,878
Investments in capital	1,934	1,802
Long-term loans receivable	133	327
Deferred tax assets	51	29
Other	1,275	1,023
Allowance for doubtful accounts	(353)	(437)
Total investments and other assets	5,207	5,624
Total noncurrent assets	10,931	11,623
Total assets	57,094	59,906

(Millions of yen)

	Previous fiscal year (March 31, 2012)	Current fiscal year (March 31, 2013)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	20,056	21,923
Short-term loans payable	16,073	16,300
Current portion of long-term loans payable	1,269	1,357
Lease obligations	38	120
Income taxes payable	185	300
Provision for bonuses	355	368
Provision for directors' bonuses	34	34
Provision for extraordinary loss on business liquidation	43	—
Other	2,425	2,322
Total current liabilities	40,481	42,727
Noncurrent liabilities		
Long-term loans payable	3,572	2,865
Lease obligations	102	338
Deferred tax liabilities	11	14
Provision for retirement benefits	1,086	950
Asset retirement obligations	6	10
Negative goodwill	0	—
Total noncurrent liabilities	4,779	4,178
<b>Total liabilities</b>	<b>45,261</b>	<b>46,906</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	7,186	7,186
Capital surplus	908	908
Retained earnings	5,219	5,873
Treasury stock	(55)	(65)
Total shareholders' equity	13,259	13,903
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(663)	(345)
Deferred gains or losses on hedges	(36)	(102)
Foreign currency translation adjustment	(775)	(504)
Total accumulated other comprehensive income	(1,475)	(952)
Minority interests	48	49
<b>Total net assets</b>	<b>11,832</b>	<b>13,000</b>
<b>Total liabilities and net assets</b>	<b>57,094</b>	<b>59,906</b>

**(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income****Consolidated Statements of Income**

	(Millions of yen)	
	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
Net sales	121,728	130,686
Cost of sales	108,568	117,214
Gross profit	13,159	13,471
Selling, general and administrative expenses		
Haulage and warehousing expenses	1,777	1,885
Sales related expenses	1,939	2,168
Provision of allowance for doubtful accounts	125	57
Directors' compensations, salaries and allowances	2,429	2,552
Employees' bonuses	318	342
Provision for bonuses	368	372
Retirement benefit expenses	131	116
Other salaries	859	987
Depreciation	114	160
Other	3,148	3,369
Total selling, general and administrative expenses	11,211	12,012
Operating income	1,948	1,458
Non-operating income		
Interest income	23	100
Dividends income	44	54
Land and house rent received	8	9
Equity in earnings of affiliates	12	9
Foreign exchange gains	71	76
Amortization of negative goodwill	0	0
Other	50	155
Total non-operating income	211	405
Non-operating expenses		
Interest expenses	405	365
Provision of allowance for doubtful accounts	—	123
Other	79	84
Total non-operating expenses	484	572
Ordinary income	1,674	1,290

	(Millions of yen)	
	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
<b>Extraordinary income</b>		
Gain on sales of noncurrent assets	3	19
Gain on sales of investment securities	—	6
<b>Total extraordinary income</b>	<b>3</b>	<b>25</b>
<b>Extraordinary loss</b>		
Loss on sales of noncurrent assets	0	4
Loss on retirement of noncurrent assets	15	1
Loss on sales of investment securities	—	88
Loss on sales of investments in affiliates	—	2
Impairment loss	77	—
Loss on valuation of investment securities and investments in capital	31	1
Extraordinary loss on business liquidation	56	—
<b>Total extraordinary loss</b>	<b>181</b>	<b>98</b>
Income before income taxes and minority interests	1,496	1,217
Income taxes-current	253	303
Income taxes-deferred	115	(2)
<b>Total income taxes</b>	<b>368</b>	<b>300</b>
Income before minority interests	1,127	917
Minority interests in income	0	0
<b>Net income</b>	<b>1,126</b>	<b>916</b>

**Consolidated Statements of Comprehensive Income**

(Millions of yen)

	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
Income before minority interests	1,127	917
Other comprehensive income		
Valuation difference on available-for-sale securities	(105)	317
Deferred gains or losses on hedges	(19)	(66)
Foreign currency translation adjustment	(72)	271
Total other comprehensive income	(198)	522
Comprehensive income	929	1,440
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	928	1,439
Comprehensive income attributable to minority interests	0	0

**(3) Consolidated Statements of Change in Shareholders' Equity**

(Millions of yen)

	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
<b>Shareholders' equity</b>		
<b>Capital stock</b>		
Balance at the beginning of period	7,186	7,186
Balance at the end of period	7,186	7,186
<b>Capital surplus</b>		
Balance at the beginning of period	908	908
Balance at the end of period	908	908
<b>Retained earnings</b>		
Balance at the beginning of period	4,092	5,219
Changes of items during the period		
Dividends from surplus	—	(128)
Net income	1,126	916
Change of scope of consolidation	—	(133)
Total changes of items during the period	1,126	654
Balance at the end of period	5,219	5,873
<b>Treasury stock</b>		
Balance at the beginning of period	(54)	(55)
Changes of items during the period		
Purchase of treasury stock	(0)	(10)
Total changes of items during the period	(0)	(10)
Balance at the end of period	(55)	(65)
<b>Total shareholders' equity</b>		
Balance at the beginning of period	12,133	13,259
Changes of items during the period		
Dividends from surplus	—	(128)
Net income	1,126	916
Purchase of treasury stock	(0)	(10)
Change of scope of consolidation	—	(133)
Total changes of items during the period	1,125	643
Balance at the end of period	13,259	13,903



(Millions of yen)

	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities		
Balance at the beginning of period	(557)	(663)
Changes of items during the period		
Net changes of items other than shareholders' equity	(105)	317
Total changes of items during the period	(105)	317
Balance at the end of period	(663)	(345)
Deferred gains or losses on hedges		
Balance at the beginning of period	(16)	(36)
Changes of items during the period		
Net changes of items other than shareholders' equity	(19)	(66)
Total changes of items during the period	(19)	(66)
Balance at the end of period	(36)	(102)
Foreign currency translation adjustment		
Balance at the beginning of period	(702)	(775)
Changes of items during the period		
Net changes of items other than shareholders' equity	(72)	271
Total changes of items during the period	(72)	271
Balance at the end of period	(775)	(504)
Total accumulated other comprehensive income		
Balance at the beginning of period	(1,277)	(1,475)
Changes of items during the period		
Net changes of items other than shareholders' equity	(198)	522
Total changes of items during the period	(198)	522
Balance at the end of period	(1,475)	(952)
Minority interests		
Balance at the beginning of period	72	48
Changes of items during the period		
Net changes of items other than shareholders' equity	(23)	0
Total changes of items during the period	(23)	0
Balance at the end of period	48	49
Total net assets		
Balance at the beginning of period	10,928	11,832
Changes of items during the period		
Dividends from surplus	—	(128)
Net income	1,126	916
Purchase of treasury stock	(0)	(10)
Change of scope of consolidation	—	(133)
Net changes of items other than shareholders' equity	(221)	523
Total changes of items during the period	904	1,167
Balance at the end of period	11,832	13,000

**(4) Consolidated Statements of Cash Flows**

(Millions of yen)

	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
<b>Cash flows from operating activities</b>		
Income before income taxes and minority interests	1,496	1,217
Depreciation	229	273
Amortization of goodwill	(0)	(0)
Impairment loss	77	—
Increase (decrease) in allowance for doubtful accounts	29	80
Increase (decrease) in provision for retirement benefits	(119)	(135)
Increase (decrease) in provision for extraordinary loss on business liquidation	(251)	(43)
Interest and dividends income	(67)	(154)
Interest expenses	405	365
Foreign exchange losses (gains)	(0)	(0)
Loss (gain) on sales of property, plant and equipment	(2)	(15)
Loss on retirement of property, plant and equipment	15	1
Loss (gain) on sales of investment securities	—	82
Loss on valuation of investment securities and investments in capital	31	1
Loss (gain) on sales of investments in affiliates	—	2
Decrease (increase) in notes and accounts receivable-trade	(2,078)	(1,599)
Decrease (increase) in inventories	(1,063)	250
Decrease (increase) in other assets	(47)	132
Increase (decrease) in notes and accounts payable-trade	1,482	1,054
Increase (decrease) in other liabilities	528	(149)
Other, net	(21)	(164)
Subtotal	643	1,198
Interest and dividends income received	68	81
Interest expenses paid	(400)	(368)
Income taxes paid	(199)	(200)
Cash flows from operating activities	112	711
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(70)	(146)
Proceeds from sales of property, plant and equipment	5	27
Proceeds from sales of intangible assets	—	140
Purchase of investment securities	(353)	(208)
Proceeds from sales of investment securities	5	181
Purchase of investments in subsidiaries	(16)	—
Payments for investments in capital	(117)	(122)
Payments of loans receivable	(99)	(405)
Collection of loans receivable	97	73
Other, net	(160)	(55)
Cash flows from investing activities	(710)	(514)

	(Millions of yen)	
	Previous fiscal year (April 1, 2011- March 31, 2012)	Current fiscal year (April 1, 2012- March 31, 2013)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term loans payable	425	73
Proceeds from long-term loans payable	420	632
Repayment of long-term loans payable	(1,180)	(1,251)
Cash dividends paid	—	(128)
Cash dividends paid to minority shareholders	—	(0)
Other, net	(51)	(127)
Cash flows from financing activities	(386)	(802)
Effect of exchange rate change on cash and cash equivalents	(5)	90
Net increase (decrease) in cash and cash equivalents	(989)	(515)
Cash and cash equivalents at the beginning of period	9,425	8,435
Increase in cash and cash equivalents from newly consolidated subsidiary	—	50
Cash and cash equivalents at the end of period	8,435	7,970