

**Consolidated Financial Results for third quarter of the fiscal year ending March 31, 2017
(April 1, 2016 – December 31, 2016)**

Summary of Consolidated Financial Results (Nine months ended December 31, 2016)

1. Summary of consolidated statements of operations

	Millions of yen		Change(%) (A)/(B)	Millions of U.S. dollars
	3Q FY2016 (A)	3Q FY2015 (B)		3Q FY2016
Net sales	555,284	536,071	103.6%	4,787
Operating income	10,716	11,487	93.3%	92
Ordinary income	11,044	12,505	88.3%	95
Net income attributable to owners of parent	4,920	8,212	59.9%	42
	Yen			U.S. dollars
Net income per share	6.89	11.50	59.9%	0.06

2. Summary of consolidated financial position

	Millions of yen		Millions of U.S. dollars
	12/31/2016	3/31/2016	12/31/2016
Total assets	878,109	845,378	7,570
Net assets	283,011	260,980	2,440
Equity ratio (%)	28.7%	27.3%	-

Note: U.S. dollar amounts in this financial report are translated, for convenience only, at the rate of ¥116=U.S.\$1

**3. Forecast of consolidated earnings for the fiscal year ending March 31, 2017
(April 1, 2016 - March 31, 2017)**

	Millions of yen
	FY2016
Net sales	820,000
Operating income	45,000
Ordinary income	43,000
Net income attributable to owners of parent	27,000
	FY2016
Net income per share	37.80

< Cautionary Statements With Respect to Forward-Looking Statements >

Statements made in this financial report with respect to Fuji Electric's future performance are forward-looking statements based on management's assumptions and beliefs in light of the information currently available to it. Accordingly, actual results could differ from those contained in any forward-looking statements. Potential risks and uncertainties include :

- Sudden changes in general economic conditions in Fuji Electric's markets and changes in its operating environment such as those resulting from changes in trade regulations
- Exchange rate, particularly between the yen and the U.S. dollar and Asian and European currencies
- The ability of Fuji Electric and its subsidiaries to develop and introduce products that incorporate new technology in a timely manner and to manufacture them in a cost-effective way
- The rapid pace of technological innovation, especially in the field of electronics
- Sudden changes in the supply and demand balance in the markets Fuji Electric serves
- Problems involving the intellectual property of Fuji Electric and other companies
- Stock market conditions in Japan

Consolidated Balance Sheets

	Millions of yen		<i>Millions of U.S. dollars</i>
	<u>12/31/2016</u>	<u>3/31/2016</u>	<u>12/31/2016</u>
Assets			
Current assets:			
Cash and deposits	32,889	31,000	284
Notes and accounts receivable-trade	216,780	258,378	1,869
Merchandise and finished goods	63,643	56,290	549
Work in process	79,233	52,410	683
Raw materials and supplies	35,431	36,437	305
Other	63,864	60,582	551
Allowance for doubtful accounts	(1,312)	(1,167)	(11)
Total Current assets	<u>490,528</u>	<u>493,932</u>	<u>4,229</u>
Noncurrent assets:			
Net Property, plant and equipment	175,075	176,476	1,509
Intangible assets	20,962	20,369	181
Investments and other assets			
Investment securities	155,964	125,265	1,345
Net defined benefit asset	23,141	17,623	199
Other	13,189	12,504	114
Allowance for doubtful accounts	(897)	(911)	(8)
Total Investments and other assets	<u>191,397</u>	<u>154,481</u>	<u>1,650</u>
Total Noncurrent assets	<u>387,436</u>	<u>351,327</u>	<u>3,340</u>
Deferred assets	<u>144</u>	<u>117</u>	<u>1</u>
Total Assets	<u><u>878,109</u></u>	<u><u>845,378</u></u>	<u><u>7,570</u></u>

Consolidated Balance Sheets

	Millions of yen		<i>Millions of U.S. dollars</i>
	<u>12/31/2016</u>	<u>3/31/2016</u>	<u>12/31/2016</u>
Liabilities			
Current liabilities:			
Notes and accounts payable-trade	148,902	160,416	1,284
Short-term loans payable	75,497	53,795	651
Commercial papers	49,000	22,000	422
Current portion of bonds	5,000	20,500	43
Income taxes payable	1,758	6,390	15
Advances received	50,688	40,247	437
Other	96,206	114,469	829
Total Current liabilities	<u>427,054</u>	<u>417,819</u>	<u>3,682</u>
Noncurrent liabilities:			
Bonds payable	50,000	40,000	431
Long-term loans payable	31,847	48,449	275
Provision for directors' retirement benefits	178	195	2
Net defined benefit liability	50,228	50,729	433
Other	35,789	27,203	309
Total Noncurrent liabilities	<u>168,043</u>	<u>166,578</u>	<u>1,449</u>
Total Liabilities	<u>595,097</u>	<u>584,397</u>	<u>5,130</u>
Net Assets			
Shareholders' equity:			
Capital stock	47,586	47,586	410
Capital surplus	45,985	46,736	396
Retained earnings	130,230	132,111	1,123
Treasury stock	(7,231)	(7,212)	(62)
Total Shareholders' equity	<u>216,571</u>	<u>219,221</u>	<u>1,867</u>
Accumulated other comprehensive income:			
Valuation difference on available-for-sale securities	53,959	30,254	465
Deferred gains or losses on hedges	(1,511)	(1,132)	(13)
Foreign currency translation adjustments	491	3,377	4
Remeasurements of defined benefit plans	(17,782)	(21,321)	(153)
Total Accumulated other comprehensive income	<u>35,156</u>	<u>11,177</u>	<u>303</u>
Non-controlling interests	<u>31,283</u>	<u>30,581</u>	<u>270</u>
Total Net assets	<u>283,011</u>	<u>260,980</u>	<u>2,440</u>
Total Liabilities and Net assets	<u>878,109</u>	<u>845,378</u>	<u>7,570</u>

Consolidated Statements of Income

	Millions of yen		<i>Millions of U.S. dollars</i>
	3Q FY2016	3Q FY2015	<i>3Q FY2016</i>
Net sales	555,284	536,071	4,787
Cost of sales	419,904	400,797	3,620
Gross profit	135,379	135,273	1,167
Selling, general and administrative expenses	124,663	123,785	1,075
Operating income	10,716	11,487	92
Non-operating income			
Interest income	227	197	2
Dividends income	2,142	2,547	18
Foreign exchange income	131	1,305	1
Other	437	520	4
Total Non-operating income	2,938	4,571	25
Non-operating expenses			
Interest expense	1,393	1,665	12
Equity in losses of affiliates	801	998	7
Other	416	889	4
Total Non-operating expenses	2,611	3,553	23
Ordinary income	11,044	12,505	95
Extraordinary income			
Gain on sales of noncurrent assets	35	109	0
Gain on sales of investment securities	157	1,427	1
Total Extraordinary income	192	1,536	2
Extraordinary loss			
Loss on disposal of noncurrent assets	285	273	2
Special retirement expenses	80	-	1
Loss on devaluation of investment securities	-	71	-
Loss on sales of investment securities	-	51	-
Impairment loss	-	201	-
Total Extraordinary loss	365	598	3
Income before income taxes	10,871	13,444	94
Income taxes	3,350	3,311	29
Net income	7,520	10,132	65
Net income attributable to non-controlling interests	2,600	1,920	22
Net income attributable to owners of parent	4,920	8,212	42

Consolidated Statements of Comprehensive Income

	Millions of yen		<i>Millions of U.S. dollars</i>
	3Q FY2016	3Q FY2015	<i>3Q FY2016</i>
Net income	7,520	10,132	65
Other comprehensive income			
Valuation difference on available-for-sale securities	23,780	(18,606)	205
Deferred gains or losses on hedges	(375)	(125)	(3)
Foreign currency translation adjustments	(3,012)	(4,892)	(26)
Remeasurements of defined benefit plans	3,475	2,195	30
Share of other comprehensive income of associates accounted for using equity method	(32)	(74)	(0)
Total other comprehensive Income	23,834	(21,503)	205
Comprehensive income	31,355	(11,371)	270
Comprehensive income attributable to:			
Comprehensive income attributable to owners of parent	28,899	(12,912)	249
Comprehensive income attributable to non-controlling interests	2,455	1,540	21

Consolidated Segment Information

Information on net sales, and profit or loss by each reporting segment

As of April 1, 2016, reflecting change of organization structure, the reporting segments were reclassified in Industrial Infrastructure, Power Electronics, Electronic Devices and Food and Beverage Distribution.

The reporting segment information for the third quarter of the fiscal year ended March 31, 2016 has been reclassified to reflect this change.

3Q FY2016

	Millions of yen								
	Power and Social Infrastructure	Industrial Infrastructure	Power Electronics	Electronic Devices	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
Net Sales									
Sales to third parties	115,204	124,528	129,678	89,163	73,521	23,188	555,284	-	555,284
Inter-segment sales and transfers	949	1,994	15,706	2,341	240	20,104	41,336	(41,336)	-
Total sales	116,153	126,522	145,384	91,504	73,761	43,293	596,621	(41,336)	555,284
Segment profits (losses)	3,379	618	2,023	5,782	1,718	1,478	15,002	(4,285)	10,716

3Q FY2015

	Millions of yen								
	Power and Social Infrastructure	Industrial Infrastructure	Power Electronics	Electronic Devices	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
Net Sales									
Sales to third parties	105,547	105,390	130,334	91,698	76,915	26,185	536,071	-	536,071
Inter-segment sales and transfers	1,075	1,261	18,983	2,225	205	20,717	44,469	(44,469)	-
Total sales	106,622	106,651	149,318	93,924	77,121	46,902	580,541	(44,469)	536,071
Segment profits (losses)	2,597	(4,337)	4,363	7,406	3,886	1,768	15,683	(4,195)	11,487

3Q FY2016

	Millions of U.S. dollars								
	Power and Social Infrastructure	Industrial Infrastructure	Power Electronics	Electronic Devices	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
Net Sales									
Sales to third parties	993	1,074	1,118	769	634	200	4,787	-	4,787
Inter-segment sales and transfers	8	17	135	20	2	173	356	(356)	-
Total sales	1,001	1,091	1,253	789	636	373	5,143	(356)	4,787
Segment profits (losses)	29	5	17	50	15	13	129	(37)	92

Supplemental Consolidated Financial Materials**1. Financial summary**

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Net sales	555.3	820.0	536.1	813.6
Operating income	10.7	45.0	11.5	45.0
Ordinary income	11.0	43.0	12.5	45.6
Net income attributable to owners of parent	4.9	27.0	8.2	30.6

2. Number of consolidated subsidiaries

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Number of consolidated subsidiaries	69	68	69	69
Japan	23	23	22	22
Overseas	46	45	47	47
Number of equity-method associates	5	5	5	5

3. Net income per share

	Yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Net income per share	6.89	37.80	11.50	42.90

4. Sales exchange rate (Yen)

	Yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
US\$	106.63	104.97	121.70	120.14
EURO	118.02	116.02	134.36	132.58

5. Net sales by reporting segment

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Power and Social Infrastructure	116.2	183.5	106.6	175.5
Industrial Infrastructure	126.5	218.0	106.7	199.4
Power Electronics	145.4	204.1	149.3	208.8
Electronic Devices	91.5	111.6	93.9	120.2
Food and Beverage Distribution	73.8	110.2	77.1	110.0
Others	43.3	58.5	46.9	62.6
Subtotal	596.6	885.9	580.5	876.5
Elimination	(41.3)	(65.9)	(44.5)	(62.9)
Total	555.3	820.0	536.1	813.6

Note : Net sales include inter-segment transactions.

6. Operating income by reporting segment

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Power and Social Infrastructure	3.4	11.1	2.6	9.7
Industrial Infrastructure	0.6	15.1	(4.3)	11.2
Power Electronics	2.0	8.9	4.4	9.4
Electronic Devices	5.8	6.6	7.4	9.8
Food and Beverage Distribution	1.7	7.0	3.9	8.0
Others	1.5	2.3	1.8	2.3
Subtotal	15.0	51.0	15.7	50.5
Elimination	(4.3)	(6.0)	(4.2)	(5.5)
Total	10.7	45.0	11.5	45.0

7. Net overseas sales

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Asia (except for China)	75.3	-	71.4	103.9
China	53.2	-	66.1	82.6
Europe	12.4	-	12.2	16.7
America	10.2	-	9.5	12.6
Total	151.1	-	159.2	215.8

8. R&D expenditures

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Power and Social Infrastructure	3.4	-	3.8	5.7
Industrial Infrastructure	4.0	-	4.3	6.2
Power Electronics	7.0	-	7.1	9.6
Electronic Devices	7.7	-	7.2	9.2
Food and Beverage Distribution	3.2	-	3.7	5.3
Others	0.0	-	0.0	0.0
Total	25.3	-	26.1	35.9
Ratio to net sales (%)	4.6%	-	4.9%	4.4%

9. Plant and equipment investment (including leases)

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Power and Social Infrastructure	1.3	-	1.5	2.2
Industrial Infrastructure	1.4	-	1.1	2.1
Power Electronics	7.6	-	4.5	8.1
Electronic Devices	6.8	-	6.1	7.4
Food and Beverage Distribution	2.9	-	1.5	2.0
Others	0.6	-	5.0	5.9
Total	20.6	-	19.6	27.7
(Leases)	7.8	-	6.7	9.2

Note: Leases are included in total plant and equipment investment.

10. Depreciation, Leases paid

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Power and Social Infrastructure	1.4	-	1.3	1.8
Industrial Infrastructure	1.7	-	1.5	2.1
Power Electronics	4.3	-	4.4	5.7
Electronic Devices	9.6	-	10.8	14.1
Food and Beverage Distribution	1.6	-	1.7	2.3
Others	0.9	-	1.0	1.4
Total	19.4	-	20.6	27.3
(Leases)	0.8	-	0.9	1.2

11. Number of employees

	Billions of yen			
	3Q FY2016	FY2016 [Forecast]	3Q FY2015	FY2015
Power and Social Infrastructure	2,554	-	2,486	2,478
Industrial Infrastructure	5,268	-	5,385	5,348
Power Electronics	7,830	-	7,848	7,795
Electronic Devices	6,341	-	6,565	6,481
Food and Beverage Distribution	2,587	-	2,330	2,369
Others	2,020	-	2,036	2,037
Total	26,600	-	26,650	26,508
Japan	17,817	-	17,725	17,635
Overseas	8,783	-	8,925	8,873

Financial Performance

(1) Qualitative Information regarding Consolidated Results of Operations

In the nine-month period ended December 31, 2016, an overall trend toward modest recovery was seen overseas driven by principal developed countries, including the United States and European countries. However, the outlook grew increasingly opaque due to factors such as the risk of economic downturn in Asia, most apparent in China, and uncertainty regarding government policy in Europe and the United States. In the domestic economy, the general trend was that of gentle recovery, despite the sluggish conditions seen in certain sectors as the strong yen proceeded to depreciated.

In this environment, we unveiled the FY2018 Medium-Term Management Plan, Renovation 2018. Acting in accordance with the plan's basic policy of "further renovation of Fuji Electric," we are implementing growth strategies including reforming operating processes in social engineering system, industrial infrastructure, and power electronics businesses; expanding overseas operations; and creating high-value-added products while also improving profitability.

During the nine-month period ended December 31, 2016, although operations felt the impacts of foreign exchange rate fluctuations, we advanced the various measures of our growth strategies, and demand grew. As a result, net sales increased ¥19.2 billion year on year, to ¥555.3 billion. By business segment, Power and Social Infrastructure and Industrial Infrastructure saw increased net sales, while Power Electronics, Electronic Devices, Food and Beverage Distribution, and Others saw net sales decline. Operating income decreased ¥0.8 billion year on year, to ¥10.7 billion, and ordinary income declined ¥1.5 billion, to ¥11.0 billion, as the impacts of foreign exchange rate fluctuations outweighed the benefits of cost reduction efforts. At the same time, profit attributable to owners of parent was down ¥3.3 billion, to ¥4.9 billion.

Furthermore, during the third quarter, consolidated net sales increased ¥22.0 billion year on year, to ¥203.7 billion, as a result of sales growth seen in all business segments except the Others segment. Despite the impacts of unfavorable foreign exchange rate fluctuations, operating income was up ¥0.2 billion, to ¥4.8 billion, following a rise in demand.

Consolidated results of operations for the nine-month period were as follows.

	(¥ billion)		
	Nine-month period ended December 31, 2015	Nine-month period ended December 31, 2016	Change
Net sales	536.1	555.3	19.2
Operating income	11.5	10.7	(0.8)
Ordinary income	12.5	11.0	(1.5)
Profit (loss) attributable to owners of parent	8.2	4.9	(3.3)

Results by Segment

[Power and Social Infrastructure]

YoY: Net sales increased 9%, operating income increased ¥0.8 billion

Net sales increased 9% year on year, to ¥116.2 billion, and operating income increased ¥0.8 billion year on year, to ¥3.4 billion.

In the power plant business, net sales were down and operating results worsened year on year

as the increase in orders for large-scale hydraulic power generation facilities was outweighed by the decrease in orders for solar power generation systems. In the social engineering systems business, net sales were up and operating results improved year on year due to higher sales of smart meters. In the social information business, net sales were up and operating results improved year on year following a rise in large-scale orders from the public sector and higher sales in the academic sector.

[Industrial Infrastructure]

YoY: Net sales increased 19%, operating income recorded

Net sales increased 19% year on year, to ¥126.5 billion, and operating income of ¥0.6 billion was recorded, compared with operating loss of ¥4.3 billion in the nine-month period ended December 31, 2015.

In the transmission and distribution business, net sales were up and operating results improved year on year due to contributions from large-scale orders from domestic industries. In the industrial plant business, net sales were up and operating results improved year on year as a result of strong energy saving and replacement demand in Japan as well as increased sales in new solutions businesses targeting data centers in Japan and overseas. In the industrial and instrumentation equipment business, net sales were up and operating results improved year on year due to the robust replacement demand seen in Japan. The equipment construction business saw a year-on-year increase in net sales and improved operating results following contributions from large-scale domestic orders for installation of electrical equipment.

[Power Electronics]

YoY: Net sales decreased 3%, operating income decreased ¥2.3 billion

Net sales decreased 3% year on year, to ¥145.4 billion, and operating income decreased ¥2.3 billion year on year, to ¥2.0 billion.

In the drive business, net sales decreased year on year due to a decline in large-scale overseas orders for electrical equipment for railcars and the impacts of unfavorable foreign exchange rates, and operating results worsened as a result of the lower sales as well as increased upfront investment and R&D expenditures at overseas bases. In the power supply business, net sales were down year on year as the decline in demand for power conditioning sub-systems for megasolar power generation systems and the impacts of unfavorable foreign exchange rates offset the strong performance of switchgear and controlgear operations overseas. Regardless, operating results were relatively unchanged year on year due to the benefits of cost reduction efforts. In the ED&C components business, net sales decreased and operating results worsened year on year, despite the benefits of cost reduction efforts, following reduced demand from machine tools and other machinery manufacturers and the impacts of unfavorable foreign exchange rates.

[Electronic Devices]

YoY: Net sales decreased 3%, operating income decreased ¥1.6 billion

Net sales decreased 3% year on year, to ¥91.5 billion, and operating income decreased ¥1.6 billion year on year, to ¥5.8 billion.

In the semiconductors business, net sales increased year on year due to the continuation of firm performance in the automotive field and the recovery of demand in the industrial and power supply application fields, while operating results worsened as a result of the impacts of unfavorable foreign exchange rates. In the magnetic disks business, net sales were down and operating results worsened year on year because of the declines in demand following deteriorating market conditions and the impacts of unfavorable foreign exchange rates.

[Food and Beverage Distribution]

YoY: Net sales decreased 4%, operating income decreased ¥2.2 billion

Net sales decreased 4% year on year, to ¥73.8 billion, and operating income decreased ¥2.2 billion year on year, to ¥1.7 billion.

In the vending machine business, net sales decreased and operating results worsened year on year because of the impacts of the decline in demand stemming from industry reorganizations in the domestic market as well as the delayed start of anticipated growth in the Chinese market. In the store distribution business, net sales increased year on year due to a rise in demand for convenience store equipment, but operating results worsened year on year as a result of a less favorable sales mix.

[Others]

YoY: Net sales decreased 8%, operating income decreased ¥0.3 billion

Net sales decreased 8% year on year, to ¥43.3 billion, and operating income decreased ¥0.3 billion year on year, to ¥1.5 billion.

(2) Quantitative Information regarding Consolidated Financial Position

	(¥ billion)				
	March 31, 2016	Breakdown (%)	December 31, 2016	Breakdown (%)	Change
Total assets	845.4	100.0	878.1	100.0	32.7
Interest-bearing debt	184.7	21.9	211.3	24.1	26.6
Shareholder's equity*1	230.4	27.3	251.7	28.7	21.3
Debt-equity ratio*2 (time)	0.8		0.8		0.0

*1 Shareholders' equity = Total net assets - Non-controlling interests

*2 Debt-equity ratio = Interest-bearing debt / Shareholders' equity

Total assets on December 31, 2016, stood at ¥878.1 billion, an increase of ¥32.7 billion from the end of the previous fiscal year-end. Total current assets decreased ¥3.4 billion, as the decline in notes and accounts receivable-trade counteracted the rise in inventories. Total noncurrent assets were up ¥36.1 billion, due to an increase stemming from valuation difference on available-for-sale securities.

Interest-bearing debt as of December 31, 2016, amounted to ¥211.3 billion, up ¥26.6 billion from the previous fiscal year-end. Further, net interest-bearing debt—interest-bearing debt net of cash and cash equivalents—increased ¥24.7 billion from the previous fiscal year-end, amounting to ¥178.6 billion on December 31, 2016.

Net assets on December 31, 2016, stood at ¥283.0 billion, up ¥22.0 billion from the previous fiscal year-end due to an increase in valuation difference on available-for-sale securities. In addition, shareholders' equity—total net assets net of non-controlling interests—was up ¥21.3 billion from the previous fiscal year-end, standing at ¥251.7 billion on December 31, 2016. The debt-to-equity ratio (interest-bearing debt ÷ shareholders' equity) was 0.8 times, the same as at the previous fiscal year-end. Also, the net debt-to-equity ratio (net interest-bearing debt ÷ shareholders' equity) was unchanged from the previous fiscal year-end at 0.7 times.

(3) Qualitative Information regarding Consolidated Forecasts and Forecast Information

In light of the business result trends seen in the nine-month period ended December 31, 2016, Fuji Electric has chosen not to revise the consolidated forecast for business results for the fiscal year ending March 31, 2017, that was announced together with financial results for the six-month period ended September 30, 2016, on October 27, 2016. This decision was made despite the following disparity between the performance and forecasts for individual segments.

The forecast for the fiscal year ending March 31, 2017, assumes exchange rates of US\$1 = ¥100 and € 1 = ¥110 for the period from January 1, 2017, onward.

(Consolidated Forecasts for the Fiscal Year Ending March 31, 2017) (¥ billion)

	Previous announcement	Revised announcement	Change
Net sales	820.0	820.0	0.0
Operating income	45.0	45.0	0.0
Ordinary income	43.0	43.0	0.0
Profit attributable to owners of parent	27.0	27.0	0.0

(Reference: Consolidated Forecasts for the Fiscal Year Ending March 31, 2017, by Segment)

(¥billion)

	Net sales			Operating income (loss)		
	Previous announcement	Revised announcement	Change	Previous announcement	Revised announcement	Change
Power and Social Infrastructure	183.5	183.5	0.0	11.1	11.1	0.0
Industrial Infrastructure	218.0	218.0	0.0	15.1	15.1	0.0
Power Electronics	204.1	204.1	0.0	8.9	8.9	0.0
Electronic Devices	111.0	111.6	0.6	5.9	6.6	0.8
Food and Beverage Distribution	112.9	110.2	(2.7)	8.0	7.0	(1.0)
Others	57.6	58.5	0.9	2.2	2.3	0.1
Elimination and Corporate	(67.2)	(65.9)	1.3	(6.1)	(6.0)	0.1
Total	820.0	820.0	0.0	45.0	45.0	0.0

Net sales are expected to fall below the previously released forecasts in the Food and Beverage Distribution segment due to the adverse impacts on the vending machine business of the decline in demand stemming from industry reorganizations in the domestic market as well as the delayed start of anticipated growth in the Chinese market. Meanwhile, net sales are anticipated to exceed these forecasts in the Electronic Devices and Others segments following higher demand. As a result, consolidated net sales are projected to be in line with the previously released forecasts.

Meanwhile, the decreased net sales in the Food and Beverage Distribution segment will lead this segment's operating income to be lower than expected. However, operating income in the Electronic Devices and Others segments will be higher than anticipated due to the benefits of increased net sales and reduced costs. As a result, consolidated operating income is projected to be in line with the previously released forecasts.