

**Consolidated Financial Results for first quarter of the fiscal year ending March 31, 2018  
(April 1, 2017 – Jun 30, 2017)**

**Summary of Consolidated Financial Results (Three months ended Jun 30, 2017)**

**1. Summary of consolidated statements of operations**

	Millions of yen		Change(%) (A)/(B)	Millions of U.S. dollars
	1QFY2017 (A)	1QFY2016 (B)		1QFY2017
Net sales	173,460	165,055	105.1%	1,549
Operating income	2,820	2,288	123.3%	25
Ordinary income	2,793	296	943.6%	25
Net income attributable to owners of parent	1,132	(721)	-	10
	Yen			U.S. dollars
Net income per share	1.59	(1.01)	-	0.01

**2. Summary of consolidated financial position**

	Millions of yen		Millions of U.S. dollars
	6/30/2017	3/31/2017	6/30/2017
Total assets	864,655	886,663	7,720
Net assets	329,553	323,863	2,942
Equity ratio (%)	34.4%	32.8%	-

Note: U.S. dollar amounts in this financial report are translated, for convenience only, at the rate of ¥112=U.S.\$1

**3. Forecast of consolidated earnings for the fiscal year ending March 31, 2018  
(April 1, 2017 - March 31, 2018)**

	Millions of yen	
	1H FY2017	FY2017
Net sales	370,000	850,000
Operating income	7,000	48,000
Ordinary income	4,500	47,000
Net income attributable to owners of parent	1,100	29,000
	Yen	
Net income per share	1.54	40.60

< 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		Millions of U.S. dollars
	<u>6/30/2017</u>	<u>3/31/2017</u>	<u>6/30/2017</u>
<b>Assets</b>			
<b>Current assets:</b>			
Cash and deposits	28,810	42,045	257
Notes and accounts receivable-trade	223,590	269,676	1,996
Merchandise and finished goods	62,712	56,873	560
Work in process	64,836	48,395	579
Raw materials and supplies	37,610	37,143	336
Other	66,960	59,562	598
Allowance for doubtful accounts	(1,232)	(1,226)	(11)
<b>Total Current assets</b>	<u>483,288</u>	<u>512,470</u>	<u>4,315</u>
<b>Noncurrent assets:</b>			
Net Property, plant and equipment	171,863	173,517	1,534
Intangible assets	19,855	20,528	177
Investments and other assets			
Investment securities	138,111	127,585	1,233
Net defined benefit asset	38,487	38,452	344
Other	13,608	14,862	122
Allowance for doubtful accounts	(732)	(884)	(7)
<b>Total Investments and other assets</b>	<u>189,475</u>	<u>180,014</u>	<u>1,692</u>
<b>Total Noncurrent assets</b>	<u>381,194</u>	<u>374,060</u>	<u>3,404</u>
<b>Deferred assets</b>	<u>173</u>	<u>132</u>	<u>2</u>
<b>Total Assets</b>	<u><u>864,655</u></u>	<u><u>886,663</u></u>	<u><u>7,720</u></u>

**Consolidated Balance Sheets**

	Millions of yen		<i>Millions of U.S. dollars</i>
	<u>6/30/2017</u>	<u>3/31/2017</u>	<u>6/30/2017</u>
<b>Liabilities</b>			
<b>Current liabilities:</b>			
Notes and accounts payable-trade	148,133	165,306	1,323
Short-term loans payable	55,683	62,008	497
Commercial papers	26,000	-	232
Current portion of bonds	20,000	5,000	179
Income taxes payable	2,243	31,051	20
Advances received	49,601	45,092	443
Other	91,069	103,945	813
<b>Total Current liabilities</b>	<u>392,731</u>	<u>412,404</u>	<u>3,507</u>
<b>Noncurrent liabilities:</b>			
Bonds payable	40,000	50,000	357
Long-term loans payable	33,931	34,208	303
Provision for directors' retirement benefits	172	189	2
Net defined benefit liability	41,177	40,883	368
Other	27,089	25,114	242
<b>Total Noncurrent liabilities</b>	<u>142,371</u>	<u>150,396</u>	<u>1,271</u>
<b>Total Liabilities</b>	<u>535,102</u>	<u>562,800</u>	<u>4,778</u>
<b>Net Assets</b>			
<b>Shareholders' equity:</b>			
Capital stock	47,586	47,586	425
Capital surplus	45,985	45,985	411
Retained earnings	163,172	166,289	1,457
Treasury stock	(7,247)	(7,241)	(65)
<b>Total Shareholders' equity</b>	<u>249,497</u>	<u>252,619</u>	<u>2,228</u>
<b>Accumulated other comprehensive income:</b>			
Valuation difference on available-for-sale securities	50,430	42,751	450
Deferred gains or losses on hedges	(627)	(1,600)	(6)
Foreign currency translation adjustments	722	175	6
Remeasurements of defined benefit plans	(2,391)	(2,730)	(21)
<b>Total Accumulated other comprehensive income</b>	<u>48,134</u>	<u>38,596</u>	<u>430</u>
<b>Non-controlling interests</b>	<u>31,920</u>	<u>32,647</u>	<u>285</u>
<b>Total Net assets</b>	<u>329,553</u>	<u>323,863</u>	<u>2,942</u>
<b>Total Liabilities and Net assets</b>	<u>864,655</u>	<u>886,663</u>	<u>7,720</u>

**Consolidated Statements of Income**

	Millions of yen		Millions of U.S. dollars
	1Q FY2017	1Q FY2016	1Q FY2017
<b>Net sales</b>	173,460	165,055	1,549
<b>Cost of sales</b>	129,763	122,985	1,159
<b>Gross profit</b>	43,697	42,069	390
<b>Selling, general and administrative expenses</b>	40,877	39,781	365
<b>Operating income</b>	2,820	2,288	25
<b>Non-operating income</b>			
Interest income	54	61	0
Dividends income	970	1,134	9
Other	146	96	1
<b>Total Non-operating income</b>	1,171	1,292	10
<b>Non-operating expenses</b>			
Interest expense	411	472	4
Equity in losses of affiliates	440	527	4
Foreign exchange losses	255	2,187	2
Other	90	96	1
<b>Total Non-operating expenses</b>	1,197	3,284	11
<b>Ordinary income</b>	2,793	296	25
<b>Extraordinary income</b>			
Gain on sales of noncurrent assets	168	16	2
<b>Total Extraordinary income</b>	168	16	2
<b>Extraordinary loss</b>			
Loss on disposal of noncurrent assets	92	40	1
<b>Total Extraordinary loss</b>	92	40	1
<b>Income before income taxes</b>	2,869	272	26
<b>Income taxes</b>	1,234	257	11
<b>Net income</b>	1,635	15	15
<b>Net income attributable to non-controlling interests</b>	502	737	4
<b>Net income attributable to owners of parent</b>	1,132	(721)	10

**Consolidated Statements of Comprehensive Income**

	Millions of yen		<i>Millions of U.S. dollars</i>
	<b>1Q FY2017</b>	1Q FY2016	<i>1Q FY2017</i>
<b>Net income</b>	1,635	15	15
<b>Other comprehensive income</b>			
Valuation difference on available-for-sale securities	7,709	(6,397)	69
Deferred gains or losses on hedges	972	(1,428)	9
Foreign currency translation adjustments	622	(7,582)	6
Remeasurements of defined benefit plans	313	1,185	3
Share of other comprehensive income of associates accounted for using equity method	41	(15)	0
<b>Total other comprehensive Income</b>	9,659	(14,237)	86
<b>Comprehensive income</b>	11,294	(14,222)	101
<b>Comprehensive income attributable to:</b>			
Comprehensive income attributable to owners of parent	10,671	(14,118)	95
Comprehensive income attributable to non-controlling interests	623	(103)	6

## Consolidated Segment Information

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

As of April 1, 2017, reflecting change of organization structure, the reporting segments were reclassified from Power and Social Infrastructure, Industrial Infrastructure, Power Electronics, Electronic Devices and Food and Beverage Distribution, to Power Electronics Systems - Energy Solutions, Power Electronics Systems - Industry Solutions, Power and New Energy, Electronic Devices, Food and Beverage Distribution. The reporting segment information for first quarter of the fiscal year ended March 31, 2017 has been reclassified to reflect this change.

#### 1Q FY2017

	Millions of yen								
	Power Electronics Systems - Energy Solutions	Power Electronics Systems - Industry Solutions	Power and New Energy	Electronic Devices	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
<b>Net Sales</b>									
Sales to third parties	41,989	51,409	16,998	29,733	25,761	7,567	173,460	-	173,460
Inter-segment sales and transfers	574	1,699	4	717	60	6,786	9,843	(9,843)	-
<b>Total sales</b>	<b>42,563</b>	<b>53,109</b>	<b>17,003</b>	<b>30,451</b>	<b>25,822</b>	<b>14,353</b>	<b>183,304</b>	<b>(9,843)</b>	<b>173,460</b>
<b>Segment profits (losses)</b>	<b>1,488</b>	<b>(2,825)</b>	<b>758</b>	<b>2,799</b>	<b>1,181</b>	<b>817</b>	<b>4,220</b>	<b>(1,400)</b>	<b>2,820</b>

#### 1Q FY2016

	Millions of yen								
	Power Electronics Systems - Energy Solutions	Power Electronics Systems - Industry Solutions	Power and New Energy	Electronic Devices	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
<b>Net Sales</b>									
Sales to third parties	45,600	44,672	14,011	27,728	25,655	7,386	165,055	-	165,055
Inter-segment sales and transfers	889	1,712	30	723	71	6,664	10,092	(10,092)	-
<b>Total sales</b>	<b>46,489</b>	<b>46,385</b>	<b>14,042</b>	<b>28,452</b>	<b>25,726</b>	<b>14,050</b>	<b>175,147</b>	<b>(10,092)</b>	<b>165,055</b>
<b>Segment profits (losses)</b>	<b>1,264</b>	<b>(2,558)</b>	<b>974</b>	<b>1,608</b>	<b>1,738</b>	<b>611</b>	<b>3,638</b>	<b>(1,350)</b>	<b>2,288</b>

#### 1Q FY2017

	Millions of U.S. dollars								
	Power Electronics Systems - Energy Solutions	Power Electronics Systems - Industry Solutions	Power and New Energy	Electronic Devices	Food and Beverage Distribution	Others	Total	Adjustments	Consolidated
<b>Net Sales</b>									
Sales to third parties	375	459	152	265	230	68	1,549	-	1,549
Inter-segment sales and transfers	5	15	0	6	1	61	88	(88)	-
<b>Total sales</b>	<b>380</b>	<b>474</b>	<b>152</b>	<b>272</b>	<b>231</b>	<b>128</b>	<b>1,637</b>	<b>(88)</b>	<b>1,549</b>
<b>Segment profits (losses)</b>	<b>13</b>	<b>(25)</b>	<b>7</b>	<b>25</b>	<b>11</b>	<b>7</b>	<b>38</b>	<b>(13)</b>	<b>25</b>

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

	Billions of yen			
	<b>1Q FY2017</b>	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Net sales	173.5	370.0	165.1	351.6
Operating income	2.8	7.0	2.3	5.9
Ordinary income	2.8	4.5	0.3	2.7
Net income attributable to owners of parent	1.1	1.1	(0.7)	0.0

**2. Number of consolidated subsidiaries**

	<b>1Q FY2017</b>	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Number of consolidated subsidiaries	70	70	69	69
Japan	23	23	23	23
Overseas	47	47	46	46
Number of equity-method associates	5	5	5	5

**3. Net income per share**

	Yen			
	<b>1Q FY2017</b>	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Net income per share	1.59	1.54	(1.01)	0.03

**4. Sales exchange rate (Yen)**

	Yen			
	<b>1Q FY2017</b>	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
US\$	111.09	108.05	108.14	105.29
EURO	122.19	118.60	122.02	118.15

**5. Net sales by reporting segment**

	Billions of yen			
	<b>1Q FY2017</b>	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Power Electronics Systems - Energy Solutions	42.6	92.6	46.5	94.6
Power Electronics Systems - Industry Solutions	53.1	121.2	46.4	112.5
Power and New Energy	17.0	37.7	14.0	30.8
Electronic Devices	30.5	61.5	28.5	57.6
Food and Beverage Distribution	25.8	52.5	25.7	49.5
Others	14.4	27.7	14.1	28.3
Subtotal	183.3	393.1	175.1	373.3
Elimination	(9.8)	(23.1)	(10.1)	(21.7)
<b>Total</b>	<b>173.5</b>	<b>370.0</b>	<b>165.1</b>	<b>351.6</b>

Note : Net sales include inter-segment transactions.

**6. Operating income by reporting segment**

	Billions of yen			
	<b>1Q FY2017</b>	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Power Electronics Systems - Energy Solutions	1.5	3.1	1.3	2.4
Power Electronics Systems - Industry Solutions	(2.8)	(1.6)	(2.6)	(2.2)
Power and New Energy	0.8	1.0	1.0	2.1
Electronic Devices	2.8	5.2	1.6	3.2
Food and Beverage Distribution	1.2	1.7	1.7	2.0
Others	0.8	0.8	0.6	1.1
Subtotal	4.2	10.1	3.6	8.7
Elimination	(1.4)	(3.1)	(1.4)	(2.8)
<b>Total</b>	<b>2.8</b>	<b>7.0</b>	<b>2.3</b>	<b>5.9</b>

## 7. Net overseas sales

	Billions of yen			
	1Q FY2017	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Asia (except for China)	22.3	-	25.5	47.5
China	16.8	-	17.4	33.4
Europe	4.3	-	4.0	7.6
America	4.3	-	3.0	6.2
<b>Total</b>	<b>47.6</b>	<b>-</b>	<b>49.9</b>	<b>94.7</b>

## 8. R&D expenditures

	Billions of yen			
	1Q FY2017	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Power Electronics Systems - Energy Solutions	1.7	-	1.8	3.8
Power Electronics Systems - Industry Solutions	1.8	-	1.6	3.9
Power and New Energy	0.5	-	0.6	1.5
Electronic Devices	2.4	-	2.4	4.9
Food and Beverage Distribution	0.9	-	0.9	2.0
Others	0.0	-	0.0	0.0
<b>Total</b>	<b>7.3</b>	<b>-</b>	<b>7.3</b>	<b>16.1</b>
Ratio to net sales (%)	4.2%	-	4.4%	4.6%

## 9. Plant and equipment investment (including leases)

	Billions of yen			
	1Q FY2017	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Power Electronics Systems - Energy Solutions	0.6	-	1.0	2.4
Power Electronics Systems - Industry Solutions	0.3	-	2.1	4.2
Power and New Energy	0.2	-	0.1	0.3
Electronic Devices	2.8	-	1.6	4.3
Food and Beverage Distribution	0.6	-	0.3	1.8
Others	0.3	-	0.1	0.4
<b>Total</b>	<b>4.8</b>	<b>-</b>	<b>5.2</b>	<b>13.4</b>
(Leases)	2.3	-	1.7	5.2

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

## 10. Depreciation, Leases paid

	Billions of yen			
	1Q FY2017	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Power Electronics Systems - Energy Solutions	1.2	-	1.1	2.3
Power Electronics Systems - Industry Solutions	1.0	-	0.9	1.8
Power and New Energy	0.3	-	0.3	0.5
Electronic Devices	3.1	-	3.1	6.1
Food and Beverage Distribution	0.5	-	0.5	1.0
Others	0.3	-	0.3	0.6
<b>Total</b>	<b>6.3</b>	<b>-</b>	<b>6.2</b>	<b>12.4</b>
(Leases)	0.3	-	0.3	0.6

## 11. Number of employees

	Billions of yen			
	1Q FY2017	1H FY2017 [Forecast]	1Q FY2016	1H FY2016
Power Electronics Systems - Energy Solutions	6,894	-	6,886	6,863
Power Electronics Systems - Industry Solutions	7,691	-	7,475	7,499
Power and New Energy	1,384	-	1,327	1,331
Electronic Devices	6,337	-	6,485	6,424
Food and Beverage Distribution	2,582	-	2,567	2,566
Others	1,959	-	2,056	2,033
<b>Total</b>	<b>26,847</b>	<b>-</b>	<b>26,796</b>	<b>26,716</b>
Japan	17,994	-	18,023	17,947
Overseas	8,853	-	8,773	8,769



## Financial Performance

### (1) Qualitative Information regarding Consolidated Results of Operations

In the three-month period ended June 30, 2017, an overall trend toward gradual recovery was seen in the overseas economy centered on China as well as on principal developed countries such as Europe and the United States. This recovery trend came regardless of the sense of opacity resulted from political uncertainty in Europe and the United States. In Japan, the economy recovered on the back of relatively stable foreign exchange rates and improvements in capital investment levels.

In this environment, we moved ahead with 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 strengthening the power electronics systems business and further enhancing manufacturing capabilities while also pursuing improved profitability by re-energizing the Pro-7 Activities that entail reviewing all costs associated with business activities.

Consolidated net sales in the three-month period ended June 30, 2017, increased ¥8.4 billion year on year, to ¥173.5 billion, due to higher demand and the sales-heightening benefits of favorable foreign exchange influences. By business segment, Power Electronics Systems—Industry Solutions, Power and New Energy, Electronic Devices, Food and Beverage Distribution, and Others saw increased net sales, while Power Electronics Systems—Energy Solutions saw net sales decline as a result of the absence of large-scale orders recorded in the previous equivalent period.

Operating income increased ¥0.5 billion year on year, to ¥2.8 billion, due to the benefits of higher demand and cost reduction efforts. Ordinary income was up ¥2.5 billion, to ¥2.8 billion, following a decline in foreign exchange loss. Net income attributable to owners of parent of ¥1.1 billion was recorded, compared with net loss attributable to owners of parent of ¥0.7 billion in the three-month period ended June 30, 2016.

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

	(¥ billion)		
	Three-month period ended June 30, 2016	Three-month period ended June 30, 2017	Change
Net sales	165.1	173.5	8.4
Operating income	2.3	2.8	0.5
Ordinary income	0.3	2.8	2.5
Net income (loss) attributable to owners of parent	(0.7)	1.1	1.9

## Results by Segment

### **Power Electronics Systems—Energy Solutions**

**Net sales: ¥42.6 billion (down 8% year on year)**

**Operating income: ¥1.5 billion (up ¥0.2 billion year on year)**

In the energy management business, net sales decreased and operating results worsened year on year primarily due to a decline in smart meter sales volumes. In the transmission and distribution business, net sales decreased and operating results worsened year on year, despite strong performance resulted from a rise in capital investment demand, due to the absence of large-scale orders from the industrial field that were recorded in the previous equivalent period. In the power supply systems business, net sales decreased year on year following lower overseas demand in switchgear and controlgear operations. Regardless, operating results improved year on year due to the benefits of cost reduction efforts. In the ED&C components business, net sales and operating results improved year on year as a result of strong demand seen overseas and from machine tool and other machinery manufacturers.

### **Power Electronics Systems—Industry Solutions**

**Net sales: ¥53.1 billion (up 14% year on year)**

**Operating loss: ¥2.8 billion (down ¥0.3 billion year on year)**

In the factory automation business, net sales and operating results improved year on year due to strong conditions in Japan and China centered on markets for inverters, factory automation components, and industrial motors. In the process automation business, net sales and operating results improved year on year because of the brisk replacement demand seen in the Japanese market. In the environmental and social solutions business, net sales improved year on year as a result of higher demand in radiation-related equipment and system and environment-related operations. However, operating results worsened following a decrease in overseas sales of electrical equipment for railcars. In the equipment construction business, net sales decreased and operating results worsened year on year as the rebound from large-scale orders recorded in the previous equivalent period offset the benefits of strong performance in plant and air-conditioning equipment operations. In the IT solutions business, net sales and operating results improved year on year due to an increase in orders from the public sector and the academic sector.

### **Power and New Energy**

**Net sales: ¥17.0 billion (up 21% year on year)**

**Operating income: ¥0.8 billion (down ¥0.2 billion year on year)**

In the power and new energy business, net sales were up year on year thanks to increases in large-scale orders for solar power generation systems, but operating results worsened year on year as a result of a less favorable sales mix.

### **Electronic Devices**

**Net sales: ¥30.5 billion (up 7% year on year)**

**Operating income: ¥2.8 billion (up ¥1.2 billion year on year)**

In the electronic devices business, net sales and operating results improved year on year following a rise in demand for semiconductors for the industrial field.

### **Food and Beverage Distribution**

**Net sales: ¥25.8 billion (unchanged year on year)**

**Operating income: ¥1.2 billion (down ¥0.6 billion year on year)**

In the vending machine business, net sales decreased and operating results worsened year on year as a result of the impacts of a temporary decline in investment stemming from the revision of the expansion plans of customers in the Chinese market, which outweighed the benefits of the brisk demand seen in the domestic market. In the store distribution business, net sales increased year on year due to a rise in demand for store equipment for convenience stores, but operating results worsened year on year as a result of a less favorable sales mix.

### **Others**

**Net sales: ¥14.4 billion (up 2% year on year)**

**Operating income: ¥0.8 billion (up ¥0.2 billion year on year)**

Note: Effective April 1, 2017, the Company reorganized its reportable segments in conjunction with a change in organizational structure. Accordingly, the prior segments of Power and Social Infrastructure, Industrial Infrastructure, Power Electronics, Electronic Devices, and Food and Beverage Distribution were rearranged into the new segments of Power Electronics Systems—Energy Solutions, Power Electronics Systems—Industry Solutions, Power and New Energy, Electronic Devices, and Food and Beverage Distribution. Year-on-year comparison use figures for the three-month period ended June 30, 2016, that have been restated to reflect this change in reportable segments.

## (2) Quantitative Information regarding Consolidated Financial Position

	March 31, 2017	Breakdown (%)	June 30, 2017	Breakdown (%)	Change
Total assets	886.7	100.0	864.7	100.0	(22.0)
Interest-bearing debt	151.2	17.1	175.6	20.3	24.4
Shareholder's equity*1	291.2	32.8	297.6	34.4	6.4
Debt-equity ratio*2 (times)	0.5		0.9		0.1

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

\*2 D/E ratio = Interest-bearing debt/ Shareholders' equity

Total assets on June 30, 2017, stood at ¥864.7 billion, a decrease of ¥22.0 billion from the end of the previous fiscal year. Total current assets decreased ¥29.2 billion, as the decline in notes and accounts receivable-trade counteracted the rise in inventories. Total noncurrent assets were up ¥7.1 billion, due to an increase stemming from valuation difference on available-for-sale securities.

Interest-bearing debt as of June 30, 2017, amounted to ¥175.6 billion, up ¥5.7 billion from the previous fiscal year-end. Further, net interest-bearing debt—interest-bearing debt net of cash and cash equivalents—increased ¥6.4 billion from the previous fiscal year-end, amounting to ¥297.6 billion on June 30, 2017.

Net assets on June 30, 2017, stood at ¥329.6 billion, up ¥5.7 billion from the previous fiscal year-end. This was because of an increase stemming from valuation difference on available-for-sale securities. In addition, shareholders' equity—total net assets net of non-controlling interests—was up ¥6.4 billion from the previous fiscal year-end, standing at ¥297.6 billion on June 30, 2017. The debt-to-equity ratio (interest-bearing debt ÷ shareholders' equity) was 0.1 times, up 0.1 times from the previous fiscal year-end. Also, the net debt-to-equity ratio (net interest-bearing debt ÷ shareholders' equity) was 0.5 times, up 0.1 times.

### (3) Qualitative Information regarding Consolidated Forecasts and Forecast Information

In light of the business result trends seen in the three-month period ended June 30, 2017, Fuji Electric has chosen to revise the consolidated forecast for business results for the six-month period ending September 30, 2017, that was announced together with financial results for the fiscal year ended March 31, 2017, on April 27, 2017.

The forecast assumes exchange rates of US\$1 = ¥105 and € 1 = ¥115 for the period from July 1, 2017, onward.

(Consolidated Forecasts for the Six Months Ending September 30, 2017) (¥ billion)

	Previous announcement	Revised announcement	Change
Net sales	368.9	370.0	1.1
Operating income	6.1	7.0	0.9
Ordinary income	3.2	4.5	1.3
Net income attributable to owners of parent	0.0	1.1	1.1

Despite the following disparity between the performance and forecasts for individual segments, Fuji Electric has chosen not to revise the consolidated forecast for business results for the fiscal year ending March 31, 2018, that was announced together with financial results for the fiscal year ended March 31, 2017, on April 27, 2017.

(Consolidated Forecasts for the Fiscal Year Ending March 31, 2018) (¥ billion)

	Previous announcement	Revised announcement	Change
Net sales	850.0	850.0	0.0
Operating income	48.0	48.0	0.0
Ordinary income	47.0	47.0	0.0
Net income attributable to owners of parent	29.0	29.0	0.0

(Reference: Consolidated Forecasts for the Fiscal Year Ending March 31, 2018, by Segment)(¥billion)

	Net sales			Operating income (loss)		
	Previous announcement	Revised announcement	Change	Previous announcement	Revised announcement	Change
Power Electronics Systems – Energy Solutions	219.3	219.9	0.6	14.0	14.6	0.6
Power Electronics Systems – Industry Solutions	294.7	295.9	1.2	15.9	16.5	0.6
Power and New Energy	100.5	100.0	(0.5)	6.5	5.8	(0.7)
Electronic Devices	112.7	117.1	4.4	8.3	9.8	1.5
Food and Beverage Distribution	118.4	114.0	(4.4)	8.0	6.5	(1.5)
Others	57.4	57.4	0.0	1.7	1.7	0.0
Elimination and Corporate	(53.2)	(54.5)	(1.3)	(6.4)	(6.9)	(0.5)
Total	850.0	850.0	0.0	48.0	48.0	0.0