

**Consolidated Quarterly Financial Results (based on Japanese standards)**  
**For the six months ended September 30, 2015**

October 27, 2015

Company name: FANUC CORPORATION	Stock exchange listing: Tokyo Stock Exchange
Stock code: 6954	URL <a href="http://www.fanuc.co.jp">http://www.fanuc.co.jp</a>
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**1. Consolidated Financial Results for the Six months Ended September 30, 2015 (April 1, 2015 – September 30, 2015)**

**(1) Consolidated Results of Operations**

(% represents change from the corresponding previous six months period)

Six months ended September 30	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of parent company	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2015	349,969	2.1	127,341	(7.9)	136,829	(5.6)	91,903	(2.6)
2014	342,815	58.6	138,319	84.8	145,002	83.3	94,366	88.4

Note: Comprehensive income April-September 2015 ¥81,257 million (23.1)%  
 April-September 2014 ¥105,656 million 55.1%

Six months ended September 30	Net income per share basic	Diluted net income per share
	Yen	Yen
2015	469.76	—
2014	482.28	—

**(2) Consolidated Financial Position**

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
September 30, 2015	1,541,909	1,370,821	88.5
March 31, 2015	1,611,626	1,386,695	85.6

Ref.: Equity: September 30, 2015 ¥1,363,935 million March 31, 2015 ¥1,379,177 million

**2. Dividends**

	Dividends per share				
	June 30	Sept. 30	Dec. 31	Mar. 31 (Year end)	Full year
	Yen	Yen	Yen	Yen	Yen
2014	—	144.69	—	491.93	636.62
2015	—	281.86	—	—	—
2015 (forecast)	—	—	—	—	—

Note: We have changed the forecasts of dividends from the latest ones.

Note: With regard to the forecasts of the year-end dividends for the year ending March 31, 2016, we expect to disclose them promptly after we become able to disclose them.

**3. Consolidated Financial Results Forecasts for the Year Ending March 31, 2016 (April 1, 2015 – March 31, 2016)**

(% represents change from the previous year.)

Fiscal period	Net sales		Operating income		Ordinary income		Net income attributable to shareholders of parent company		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
2015	630,900	(13.5)	218,400	(26.7)	236,300	(24.3)	162,500	(21.7)	830.61

Note: We have changed the forecasts of financial results from the latest ones.

#### 4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2015  
(Changes in certain subsidiaries requiring changes in scope of consolidation) : No

(2) Application of the accounting method specific to quarterly consolidated  
financial statements : No

(3) Changes in accounting principles, changes in accounting estimates, and revisions/restatements

① Changes associated with changes in accounting standards : Applicable

② Changes in accounting principles other than ① : No

③ Changes in accounting estimates : No

④ Revisions/restatements : No

Note: For details, please see "3. Other Information (3) Changes in accounting principles, changes in accounting estimates, and revisions/restatements" on Page 8 in Attachment.

(4) Number of shares outstanding (Common share)

① Number of shares outstanding at the end of the period (including treasury stocks)				
	September 30, 2015	205,942,215 shares	March 31, 2015	239,508,317 shares

② Number of treasury stocks				
	September 30, 2015	10,307,752 shares	March 31, 2015	43,863,212 shares

③ Average number of shares during the period				
	April-September 2015	195,638,606 shares	April-September 2014	195,667,597 shares

\* Status of quarterly review

These quarterly financial results are not subject to the quarterly review based on the Financial Instruments and Exchange Law. The review process for the quarterly financial statements based on the Financial Instruments and Exchange Law has not been completed at the time of the disclosure of these results.

\* Statements on the proper use of financial forecasts and other special notes

Any forecasts described in this report are subject to uncertain factors such as supply and demand trends, industry competition, economic conditions, and others in major markets. Actual results may differ from these forecasts. With regard to the forecasts of the year-end dividends for the year ending March 31, 2016, we expect to disclose them promptly after we become able to disclose them.

## Table of Contents of Accompanying Documents

1. Results of Operations and Financial Position	2
(1) Results of Operations	2
(2) Financial Position	2
(3) Financial Results Forecasts	3
2. Consolidated Financial Statements	4
(1) Consolidated Quarterly Balance Sheet	4
(2) Consolidated Quarterly Statement of Income and Consolidated Quarterly Statement of Comprehensive Income	5
Consolidated Quarterly Statement of Income	5
Consolidated Quarterly Statement of Comprehensive Income	6
(3) Consolidated Quarterly Statement of Cash Flow	7
3. Other Information	8
(1) Changes in Significant Subsidiaries during the Six Months Ended September 30, 2015	8
(2) Application of the Accounting Method Specific to Quarterly Consolidated Financial Statements	8
(3) Changes in Accounting principles, Changes in Accounting Estimates, and Revisions/Restatements	8
(4) Note on Premise of a Going Concern	9
(5) Note on the Substantial Change in the Shareholders' Equity	9
Supplement to Consolidated Financial Results	

## 1. Results of Operations and Financial Position

### (1) Results of Operations

Regarding the FANUC Group's results for the first half of the current fiscal year (April to September 2015), for the FA Group, sales to the machine tool industry—the primary market for our FA products—remained largely unchanged in Japan and Europe. However, sales in China slowed considerably from the middle of the period. Likewise, sales in Taiwan and South Korea were sluggish in the latter half of the period due to factors such as the effects of slowdown in the Chinese market. Under these circumstances, overall net sales for the FA Group decreased compared with the corresponding period of the previous fiscal year. In the Robot Group, demands were steady in Japan, and high in both the automotive industry and general industries in the Americas and Europe. Similarly, demands were robust in Asia (including China). On the whole, results for the Robot Group were favorable. In the Robomachine Group, affected by short-term demands from a sector in the IT industry terminating earlier than expected, net sales of ROBODRILL (small machining center) dropped significantly in the latter half of the period. Nevertheless, sales of ROBODRILL to the automotive industry, as well as sales of ROBOSHOT (electric injection molding machine) and ROBOCUT (wire-cut electric discharge machine) all remained steady.

Under these circumstances, the FANUC Group strived to make customers trust our products and services to an even greater extent, by becoming united as one group under the slogans: "Reliable, Predictable, Easy to repair", "Service First" and "one FANUC", so that we can achieve stability and further development in our business.

As a result, during the first half of the current fiscal year, FANUC posted consolidated net sales totaling ¥349,969 million, up 2.1%, consolidated ordinary income totaling ¥136,829 million, down 5.6%, and consolidated net income totaling ¥91,903 million, down 2.6%, compared with the corresponding period of the previous fiscal year.

Looking at the performance by business group, the FA Group posted consolidated sales totaling ¥96,657 million, down 10.1%, the Robot Group posted consolidated sales totaling ¥92,391 million, up 24.0%, the Robomachine Group posted consolidated sales totaling ¥119,622 million, down 3.6%, and the Service Group posted consolidated sales totaling ¥41,299 million, up 12.8%, compared with the corresponding period of the previous fiscal year.

※ "Net income" in "Results of Operations and Financial Position" means "Net income attributable to shareholders of parent company" in the Statement of Income.

### (2) Financial Position

#### ① Assets, Liabilities and Net Assets

Total assets decreased ¥69,717 million to ¥1,541,909 million compared with the end of the previous fiscal year. The main decrease is ¥80,582 million in cash and deposits.

Total liabilities decreased ¥53,843 million to ¥171,088 million compared with the end of the previous fiscal year.

Total net assets decreased ¥15,874 million to ¥1,370,821 million from the end of the previous fiscal year.

We cancelled our treasury stock exceeding 5% of the total number of issued shares on June 10, 2015 (33,566,102 shares, ¥239,471 million) based on the new shareholder return policy we announced on April 27, 2015. (There was no effect on the amount of total net assets.)

## ② Cash Flow

Consolidated cash flow for the six months ended September 30, 2015 amounted to minus ¥55,582 million, down ¥111,935 million from the same period of the previous fiscal year. This amount is derived from the increase/decrease in the cash flow described below, and a deduction of ¥7,738 million due to losses from currency exchange. As a result, the balance of cash and cash equivalents at the end of the six months ended September 30, 2015 amounted to ¥935,654 million.

### (Cash Flow in Operating Activities)

Cash provided by operating activities during the six months ended September 30, 2015 amounted to ¥80,494 million, up ¥2,246 million compared with the same period of the previous fiscal year. This is mainly due to the decrease in notes and accounts receivable - trade.

### (Cash Flow in Investing Activities)

Cash used in investing activities during the six months ended September 30, 2015 amounted to ¥31,354 million, up ¥19,965 million compared with the same period of the previous fiscal year. This is mainly due to the increase in the purchase of property, plant and equipment.

### (Cash Flow in Financing Activities)

Cash used in financing activities during the six months ended September 30, 2015 amounted to ¥96,984 million, up ¥78,388 million compared with the same period of the previous fiscal year. This is mainly due to the increase in cash dividends paid.

## (3) Financial Results Forecasts

There is increasing uncertainty about the prospects of the business environment surrounding the FANUC Group. Our financial forecasts at present for the fiscal year 2015 (April 1, 2015 through March 31, 2016) are set out below.

For the fiscal year 2015 (April 1, 2015 through March 31, 2016)

(Millions of yen)

	Previous forecast (released on July 28, 2015)	New forecast	Comparison with Previous forecast (%)
Net sales	628,300	630,900	0.4
Operating income	218,200	218,400	0.1
Ordinary income	233,100	236,300	1.4
Net income	159,500	162,500	1.9

Note: The currency rate applied to the period from October 2015 to March 2016 is estimated at 115 yen/US dollar and 125 yen/euro on average.

**2. Consolidated Financial Statements**  
**(1) Consolidated Quarterly Balance Sheet**

(Millions of Yen)

	March 31, 2015	September 30, 2015
<b>Assets</b>		
Current assets:		
Cash and deposits	871,236	790,654
Notes and accounts receivable – trade	135,127	104,828
Securities	120,000	145,000
Merchandise and finished goods	54,280	55,242
Work in process	42,859	42,019
Raw materials and supplies	11,662	14,356
Deferred income tax	26,686	25,727
Others	13,669	9,546
Allowance for doubtful accounts	(2,164)	(1,664)
Total current assets	1,273,355	1,185,708
Noncurrent assets		
Property, plant and equipment		
Land	125,893	129,065
Other, net	140,032	152,851
Total property, plant and equipment	265,925	281,916
Intangible assets	950	3,144
Investments and other assets		
Investment securities	59,753	57,196
Others	11,643	13,945
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	71,396	71,141
Total noncurrent assets	338,271	356,201
Total Assets	1,611,626	1,541,909
<b>Liabilities</b>		
Current liabilities:		
Notes and accounts payable – trade	40,572	25,569
Income taxes payable	72,219	35,247
Warranty reserves	6,546	6,991
Others	53,274	50,350
Total current liabilities	172,611	118,157
Noncurrent liabilities		
Liability related to retirement benefits	47,534	49,768
Others	4,786	3,163
Total noncurrent liabilities	52,320	52,931
Total Liabilities	224,931	171,088
<b>Net Assets</b>		
Shareholders' equity		
Capital stock	69,014	69,014
Capital surplus	96,277	96,211
Retained earnings	1,500,635	1,256,895
Treasury stocks	(312,855)	(73,649)
Total shareholders' equity	1,353,071	1,348,471
Accumulated other comprehensive income (loss)		
Valuation difference on available-for-sale securities	7,482	4,794
Foreign currency translation adjustment	29,372	22,630
Accumulated adjustment to retirement benefits	(10,748)	(11,960)
Total accumulated other comprehensive income (loss)	26,106	15,464
Non-Controlling Interests in Consolidated Subsidiaries	7,518	6,886
Total Net Assets	1,386,695	1,370,821
Total Liabilities and Net Assets	1,611,626	1,541,909

(2) Consolidated Quarterly Statement of Income and  
Consolidated Quarterly Statement of Comprehensive Income

Consolidated Quarterly Statement of Income

(Millions of Yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Net sales	342,815	349,969
Cost of goods sold	166,165	180,378
Gross profit	176,650	169,591
Selling, general and administrative expenses	38,331	42,250
Operating income	138,319	127,341
Non-operating income		
Interest income	1,377	1,206
Dividend income	207	865
Equity method income	4,323	6,030
Miscellaneous income	1,076	2,102
Total non-operating income	6,983	10,203
Non-operating expenses		
Loss on sales and retirement of noncurrent assets	56	318
Donation	16	209
Miscellaneous expenses	228	188
Total non-operating expenses	300	715
Ordinary income	145,002	136,829
Income before income taxes and minority interests	145,002	136,829
Income taxes-current	52,977	45,859
Income taxes-deferred	(2,698)	(1,373)
Total taxes and others	50,279	44,486
Net income	94,723	92,343
Minority interests in income	357	440
Net income attributable to shareholders of parent company	94,366	91,903

## Consolidated Quarterly Statement of Comprehensive Income

(Millions of Yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Net income	94,723	92,343
Other comprehensive income		
Valuation difference on available-for-sale securities	853	(2,688)
Foreign currency translation adjustment	11,431	(8,404)
Adjustment to retirement benefit	206	(1,212)
Share of other comprehensive income of affiliates accounted for using equity method	(1,557)	1,218
Total other comprehensive income	10,933	(11,086)
Comprehensive income for the six months ended September 30	105,656	81,257
Comprehensive income attributable to:		
Owners of parent	104,946	81,260
Minority interests	710	(3)



### (3) Consolidated Quarterly Statement of Cash Flow

(Millions of Yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	145,002	136,829
Depreciation and amortization	10,312	10,248
Increase (decrease) in allowance for doubtful accounts	186	(513)
Increase (decrease) in liability related to retirement benefits	1,169	2,085
Interest and dividend income	(1,584)	(2,071)
Equity method (income) loss	(4,323)	(6,030)
Decrease (increase) in notes and accounts receivable – trade	(40,713)	29,429
Decrease (increase) in inventories	(9,333)	(2,791)
Increase (decrease) in notes and accounts payable – trade	3,671	(14,632)
Other, net	4,810	1,626
Subtotal	109,197	154,180
Interest and dividend income received	4,261	8,253
Income taxes paid	(35,869)	(82,472)
Other, net	659	533
Net cash provided by (used in) operating activities	78,248	80,494
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(11,430)	(27,913)
Other, net	41	(3,441)
Net cash provided by (used in) investing activities	(11,389)	(31,354)
Net cash provided by (used in) financing activities		
Purchase of treasury stock	(162)	(260)
Cash dividends paid	(18,260)	(96,108)
Other, net	(174)	(616)
Net cash provided by (used in) financing activities	(18,596)	(96,984)
Effect of exchange rate change on cash and cash equivalents	8,090	(7,738)
Net increase (decrease) in cash and cash equivalents	56,353	(55,582)
Cash and cash equivalents at beginning of period	823,669	991,236
Net increase in cash and cash equivalents due to new consolidation	470	–
Cash and cash equivalents at end of period	880,492	935,654

### 3. Other Information

- (1) Changes in Significant Subsidiaries during the Six Months ended September 30, 2015 : (changes in specific subsidiaries requiring changes in scope of consolidation): None
- (2) Application of the Accounting Method Specific to Quarterly Consolidated Financial Statements : None
- (3) Changes in Accounting Principles, Changes in Accounting Estimates, and Revisions/Restatements :

Changes in accounting principles  
(Application of Accounting Standard for Business Combinations and other standards)

FANUC CORPORATION has adopted the “Accounting Standard for Business Combinations” (ASBJ Statement No. 21, September 13, 2013, hereinafter the “Business Combinations Standard”), the “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, September 13, 2013, hereinafter the “Consolidated Financial Statements Standard”), the “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, September 13, 2013, hereinafter the “Business Divestitures Standard”) and others effective from the first quarter of the consolidated fiscal year. Accordingly, the Company’s accounting policies have been changed: the difference arising from a change in the Company’s ownership interest in a subsidiary over which the Company continues to have control are being recorded as capital surplus, and acquisition costs are being expensed in the consolidated fiscal year in which they are incurred. In addition, for business combinations to be performed at and after the beginning of the first quarter of the consolidated fiscal year, the method has been changed to reflect adjustments to the provisional amount arising from the finalization of the tentative accounting treatment relating to the purchase price allocation in the consolidated financial statements for the quarter to which the date of business combination belongs.

In addition, the expression for quarterly net income, etc. has been changed, and “minority interests” has been changed to “non-controlling interests.” In order to reflect these changes, the consolidated financial statements for the six-month period of the previous fiscal year, as well as the full-year period of the previous fiscal year have been reclassified.

The Business Combinations Standard and others were adopted in accordance with transitional treatments stipulated in Paragraph 58-2 (4) of the Business Combinations Standard, Paragraph 44-5 (4) of the Consolidated Financial Statements Standard and Paragraph 57-4 (4) of the Business Divestitures Standard, and they have been prospectively adopted from the beginning of the first quarter of the consolidated fiscal year.

This change has no impact on the consolidated financial

statements of the second quarter of the current fiscal year.

(4) Note on Premise of a Going Concern:

None

(5) Note on the Substantial Change in the Shareholders' Equity:

Based on a resolution approved at a meeting of the Board of Directors held on May 29, 2015, the Company cancelled 33,566,102 shares of treasury stock on June 10, 2015. As a result, capital surplus decreased by ¥71 million, retained earnings decreased by ¥239,400 million, and treasury stock decreased by ¥239,471 million, for the six months ended September 30, 2015.

## Supplement to Consolidated Financial Results

### 1. Consolidated Results (April~September, 2015)

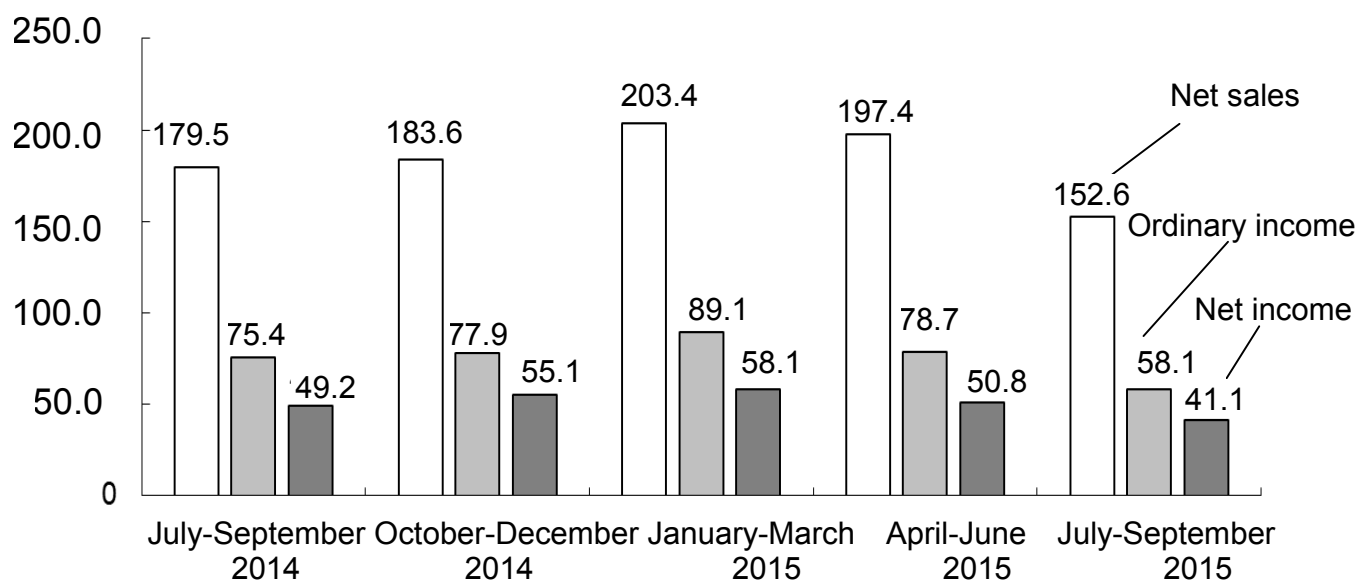
1) Net income	91.9 billion yen (3% down from the same period of last year)
2) Net sales	350.0 billion yen (2% up from the same period of last year)
3) Operating income	127.3 billion yen (8% down from the same period of last year)
Ordinary income	136.8 billion yen (6% down from the same period of last year)
<b>Ordinary income to net sales ratio 39.1%</b>	
4) Sales by Group	
FA	96.7 billion yen (10% down from the same period of last year)
Robot	92.4 billion yen (24% up from the same period of last year)
Robomachine	119.6 billion yen (4% down from the same period of last year)
Service	41.3 billion yen (13% up from the same period of last year)
5) Orders	313.3 billion yen (12% down from the same period of last year)

### 2. Consolidated Results Forecast for the Year ending March 31, 2016

(April 1, 2015 ~ March 31, 2016)

Net sales	630.9 billion yen (14% down from the same period of last year)
Operating income	218.4 billion yen (27% down from the same period of last year)
Ordinary income	236.3 billion yen (24% down from the same period of last year)
Net income	162.5 billion yen (22% down from the same period of last year)

### 3. Quarterly Changes of Consolidated Financial Results (Billions of yen)



※ “Net income” in this Supplement means “Net income attributable to shareholders of parent company.”