



Consolidated Financial Highlights

First Half Financial Results of Fiscal 2016

Disclaimer Regarding Forward-looking Statements

Any statements in this document, other than those of historical fact, are forward-looking statements about the future performance of EIZO and its group companies, which are based on management's assumptions and beliefs in light of information currently available, and involve risks and uncertainties. Actual results may differ materially from these forecasts.

Note: "16F1" appearing in this presentation means "First Half Fiscal Year 2016".

11.2016

EIZO Corporation (6737)

Consolidated Statements of Income

(JPY Millions)

	15F1		16F1		15F1 to 16F1 change	
	Amount	(%)	Amount	(%)	Amount	(%)
Net Sales	34,754	100.0	39,532	100.0	+4,778	+13.7
Cost of Goods Sold	24,675	71.0	26,808	67.8	+2,133	+8.6
Gross Profit	10,078	29.0	12,724	32.2	+2,645	+26.2
Selling, general and administrative expenses	8,340	24.0	8,252	20.9	- 88	- 1.1
Operating Income	1,738	5.0	4,471	11.3	+2,733	+157.2
Non-operating income/expenses	671	1.9	- 502	- 1.3	- 1,173	-
Ordinary Income	2,409	6.9	3,969	10.0	+1,559	+64.7
Income before income taxes	2,409	6.9	3,969	10.0	+1,559	+64.7
Net income attributable to EIZO Corporation's stockholders	1,742	5.0	3,112	7.9	+1,370	+78.6
Average of exchange rate: USD	JPY121.88		JPY105.20		- JPY16.68	
Average of exchange rate: EUR	JPY135.11		JPY118.04		- JPY17.07	

Foreign exchange sensitivity (impact on Operating Income by Yen appreciation)

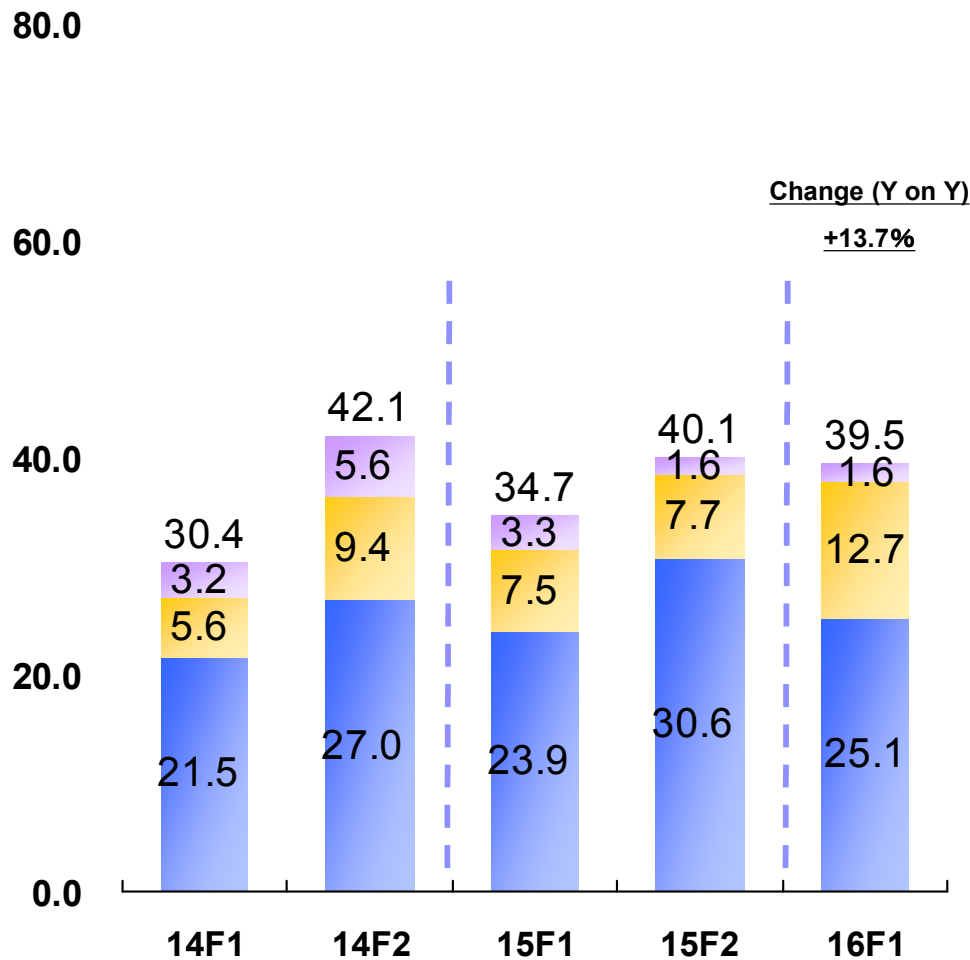
:USD JPY90 million (Positive) , EUR JPY160 million (Negative)



Net Sales

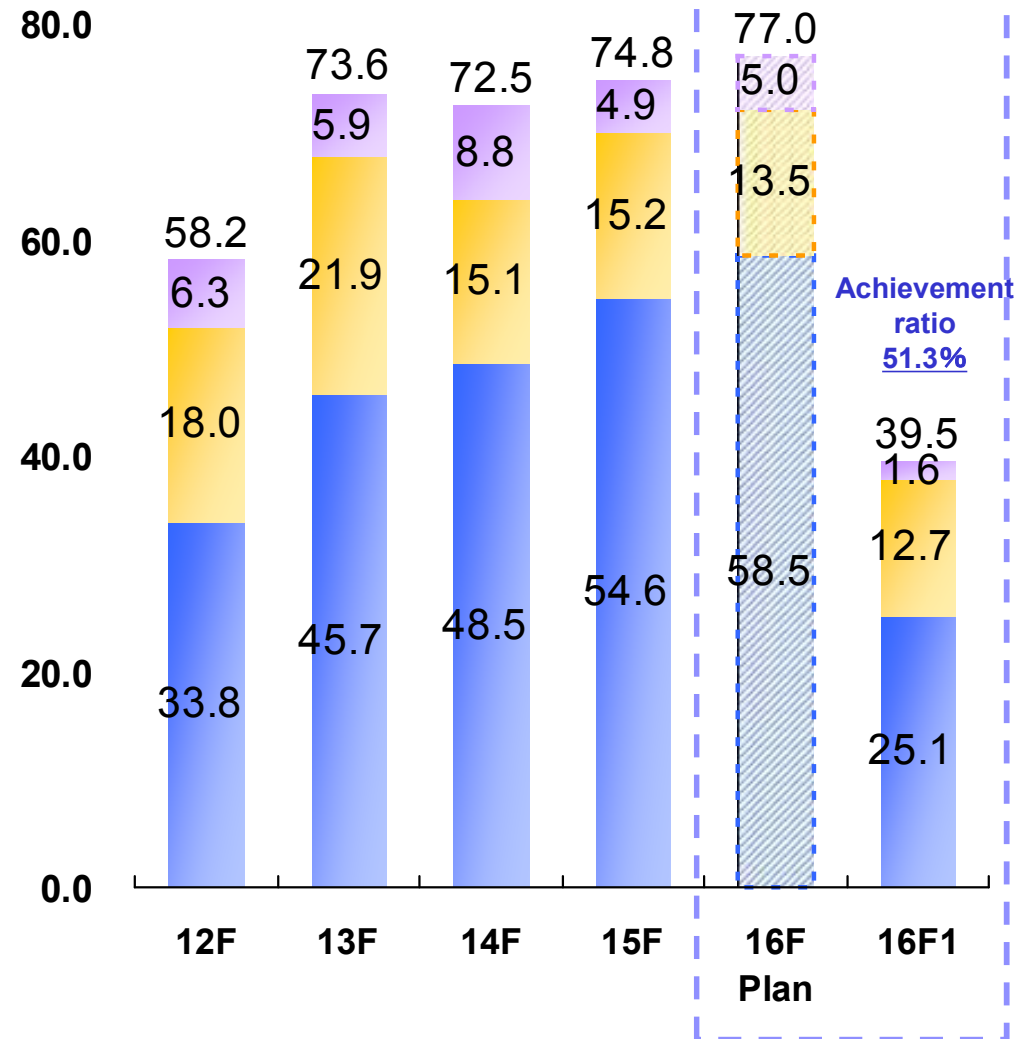
(JPY Billion) Results per half year

Visual Display Systems Amusement Monitors Others



Results by year

Visual Display Systems Amusement Monitors Others

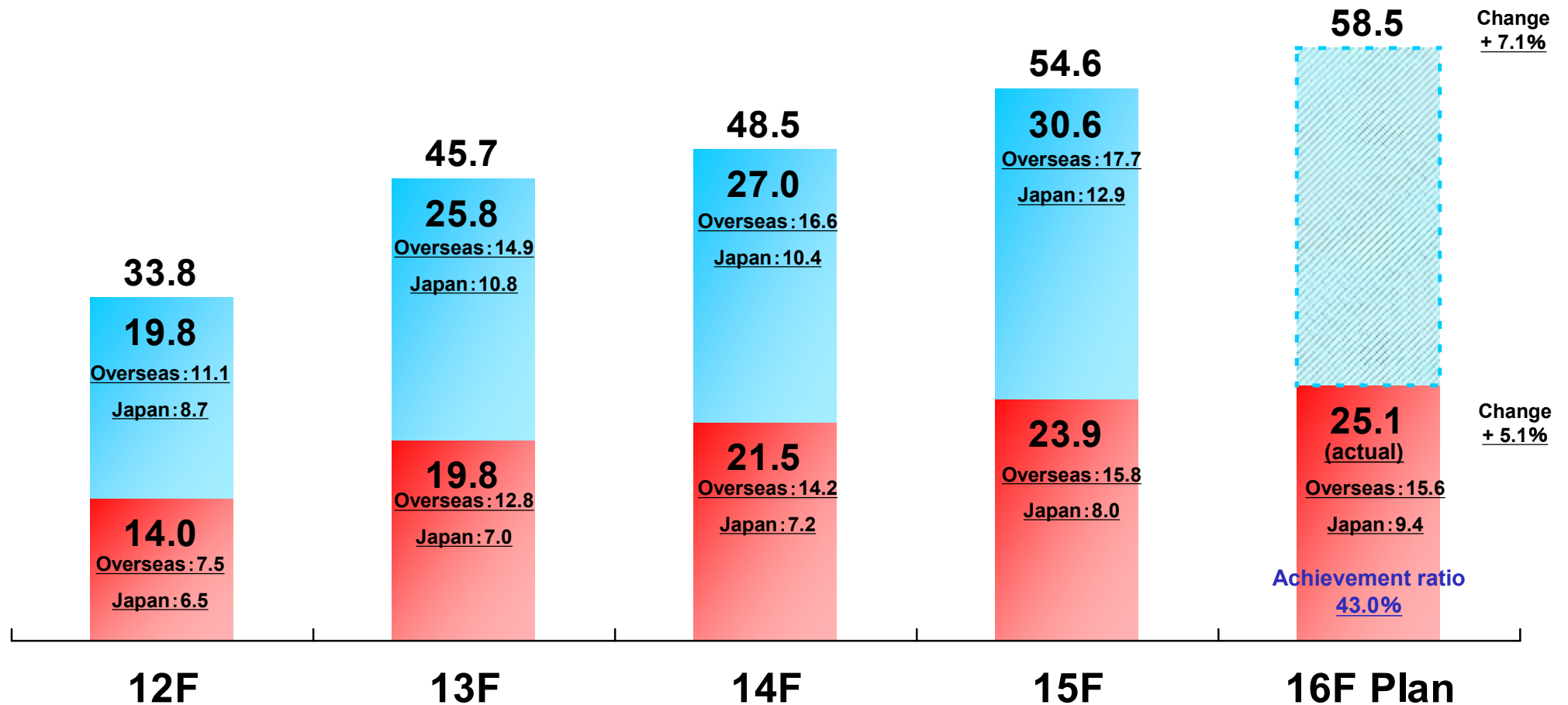


Net Sales: Visual Display Systems - Total -

(JPY Billion)

■ F1 ■ F2

- Overseas sales maintained year-on-year. Sales volume successfully increased, which offset negative foreign currency impacts.
- Japanese domestic sales increased by 17.1% year-on-year. System integration business for Healthcare system contributed.

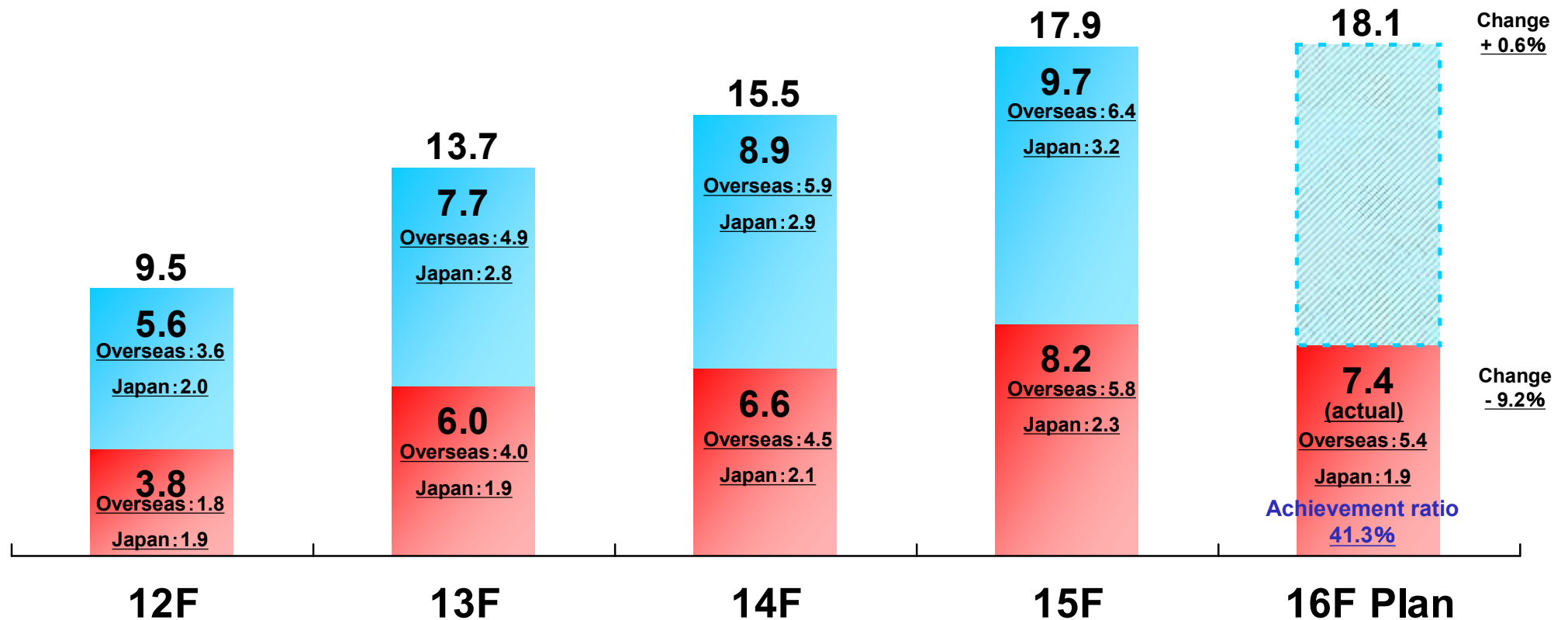


Net Sales: Visual Display Systems - B&P -

(JPY Billion)

■ F1 ■ F2

- Overseas sales decreased by 6.3% year-on-year. This was due to negative foreign currency movement, despite a strong sales momentum of ultra-slim monitors.
- Japanese domestic sales decreased by 16.3% year-on-year due to the decreasing sales for office-use, partially offset by increasing sales of large screen monitors.

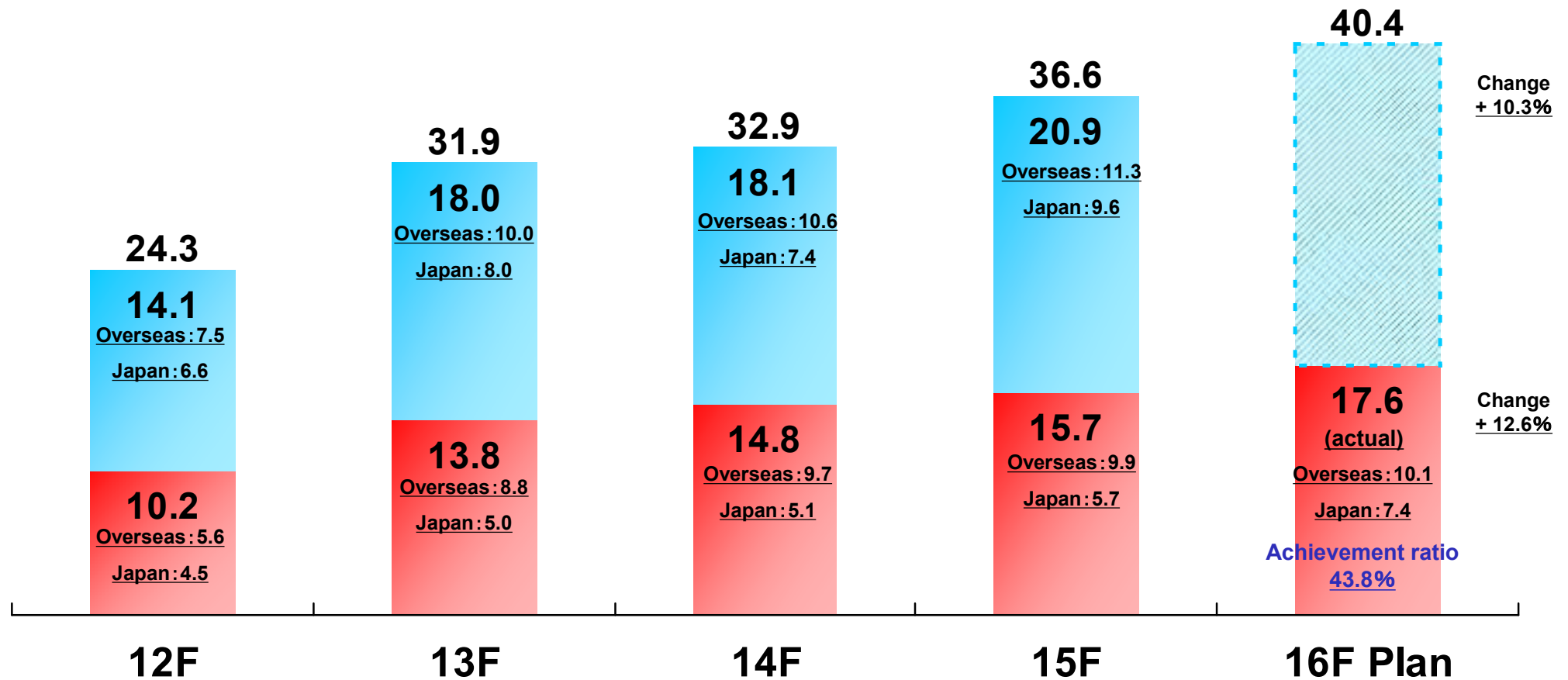


Net Sales: Visual Display Systems - V&S Total -

(JPY Billion)

V&S: Healthcare, Creative Work and Industry markets.
(More information on Pages 6 to 8)

■ F1 ■ F2

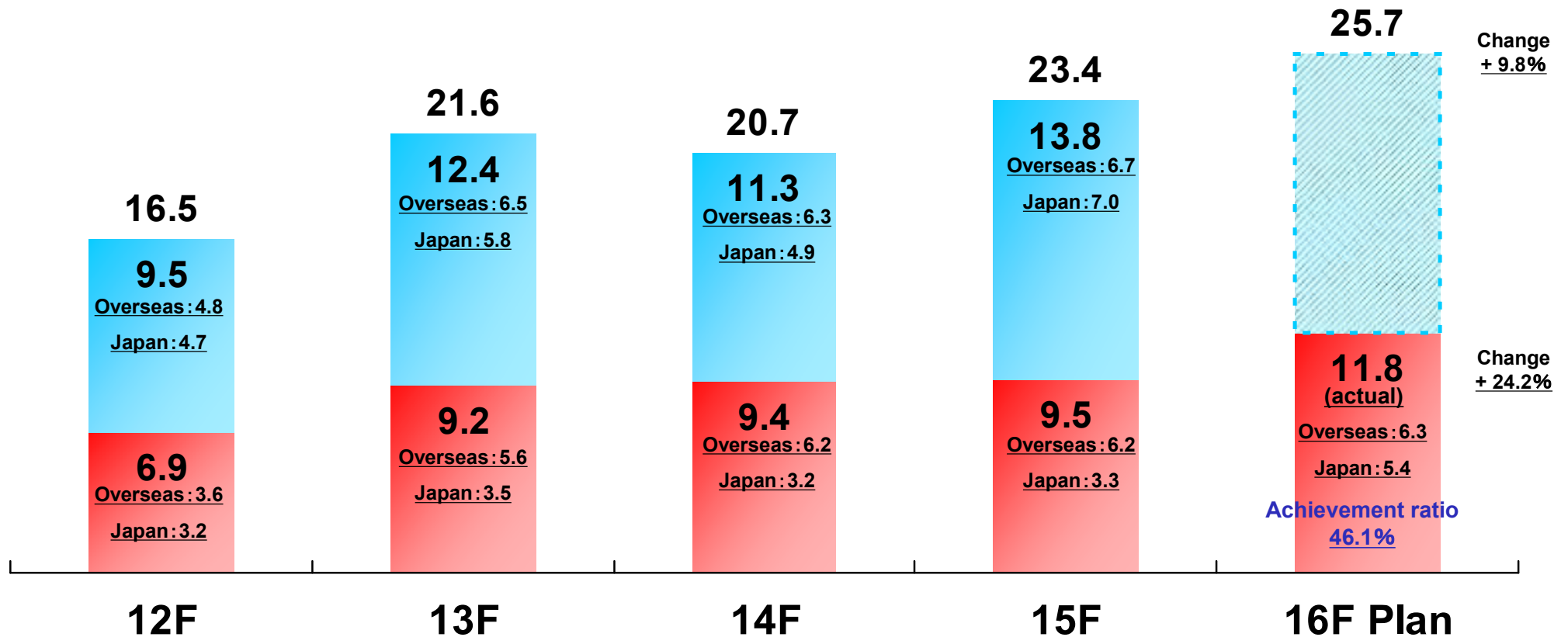


Net Sales: V&S - Healthcare -

(JPY Billion)

■ F1 ■ F2

- Overseas sales increased by 1.9% year-on-year. This was driven by continued sales growth in diagnosis and operating rooms in the US and gain in replacement projects for diagnosis applications in Europe.
- Japanese domestic sales increased by 66.1% year-on-year. This was driven by the contribution of system integration business for healthcare systems, in addition to increasing sales for operating rooms.



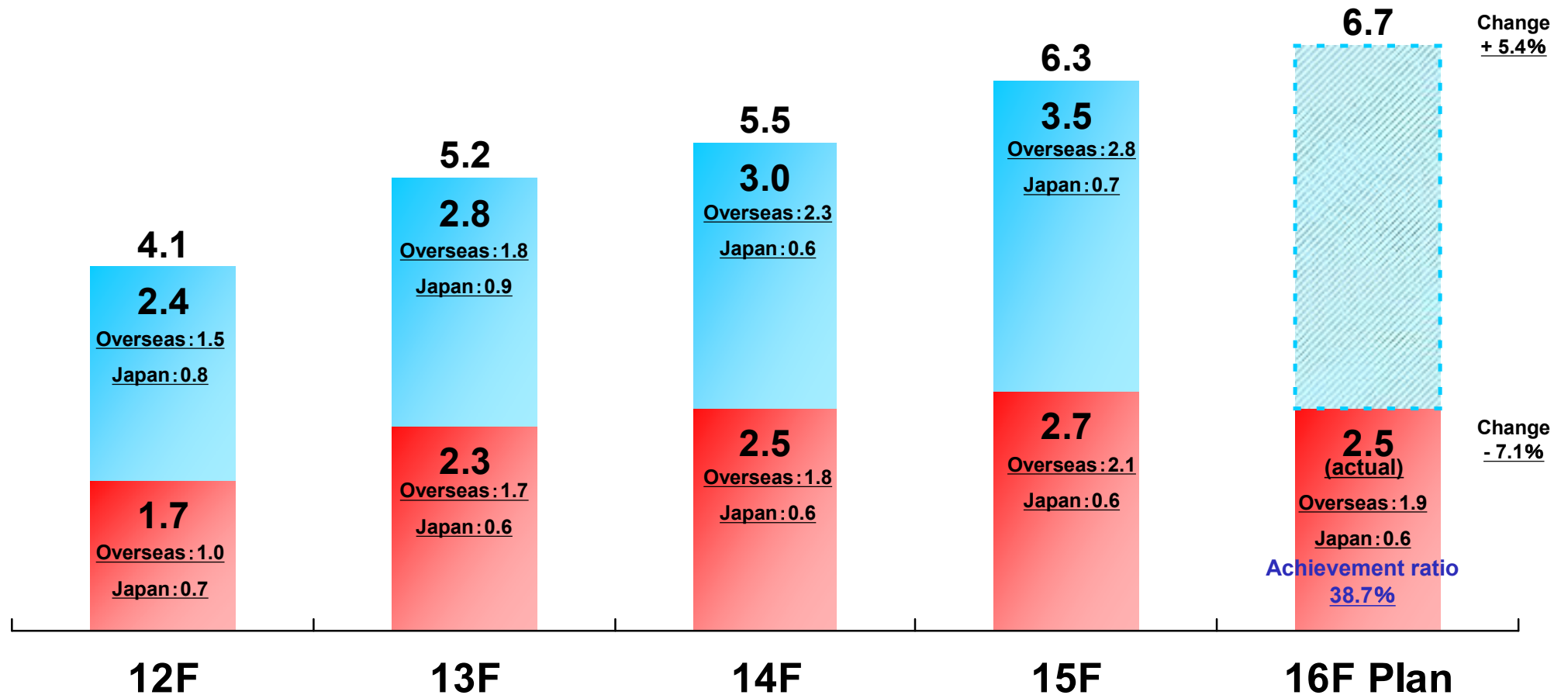
Net Sales: V&S - Creative Work -

(JPY Billion)

■ F1 ■ F2

- Overseas sales decreased by 8.5% year-on-year. This was due to negative foreign currency impacts despite increasing sales volumes in particular of 4k monitors for professional use.

- Japanese domestic sales were flat due to decreasing sales for entry-level users while there were increasing sales for professional users.

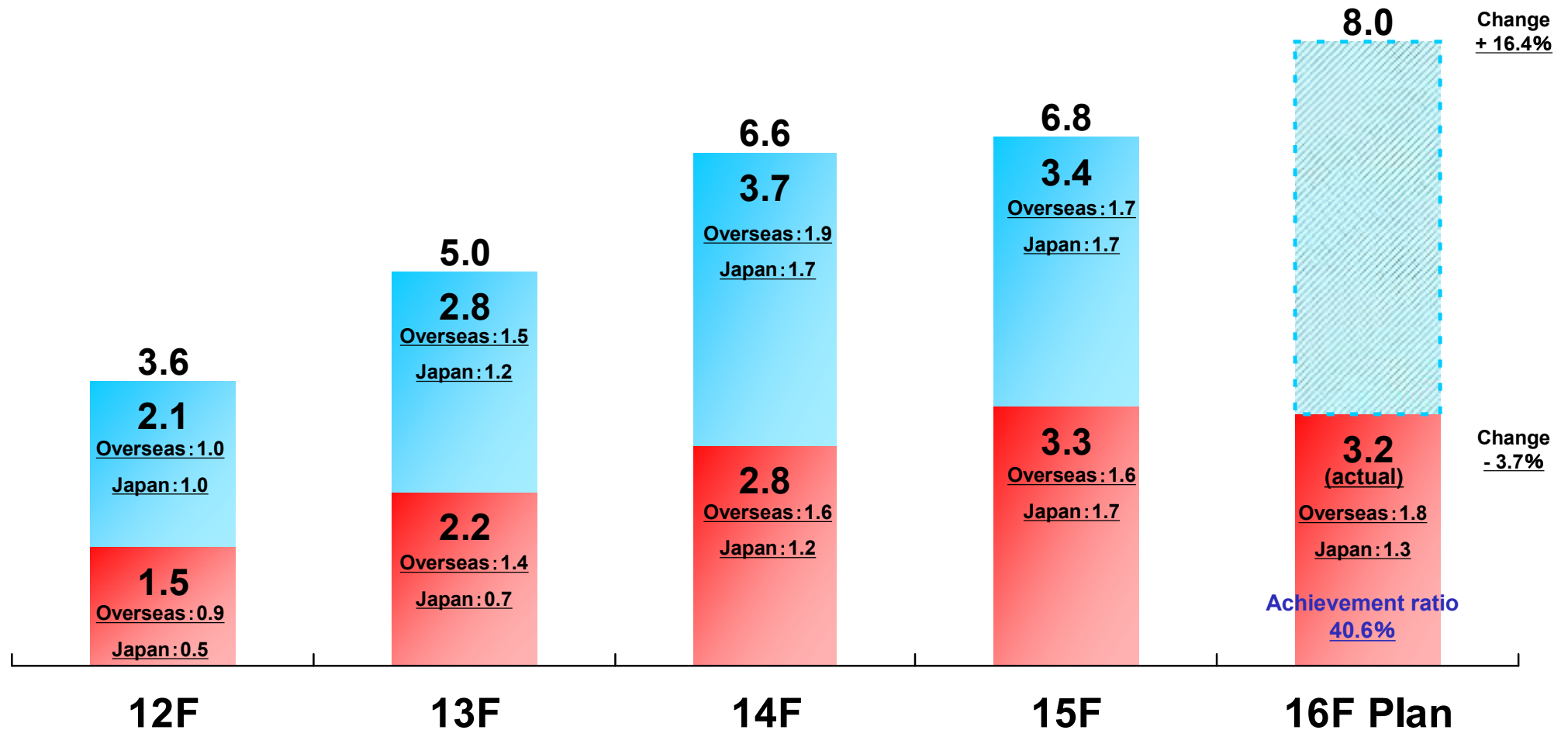


Net Sales: V&S - Industry -

(JPY Billion)

■ F1 ■ F2

- Overseas sales increased by 17.1% year-on-year. This was due to the growing sales for Security & Surveillance and to increasing sales for ATC in the US and Europe.
- Japanese domestic sales decreased by 22.4% year-on-year because of large-scale project sales in the same period of the previous year.

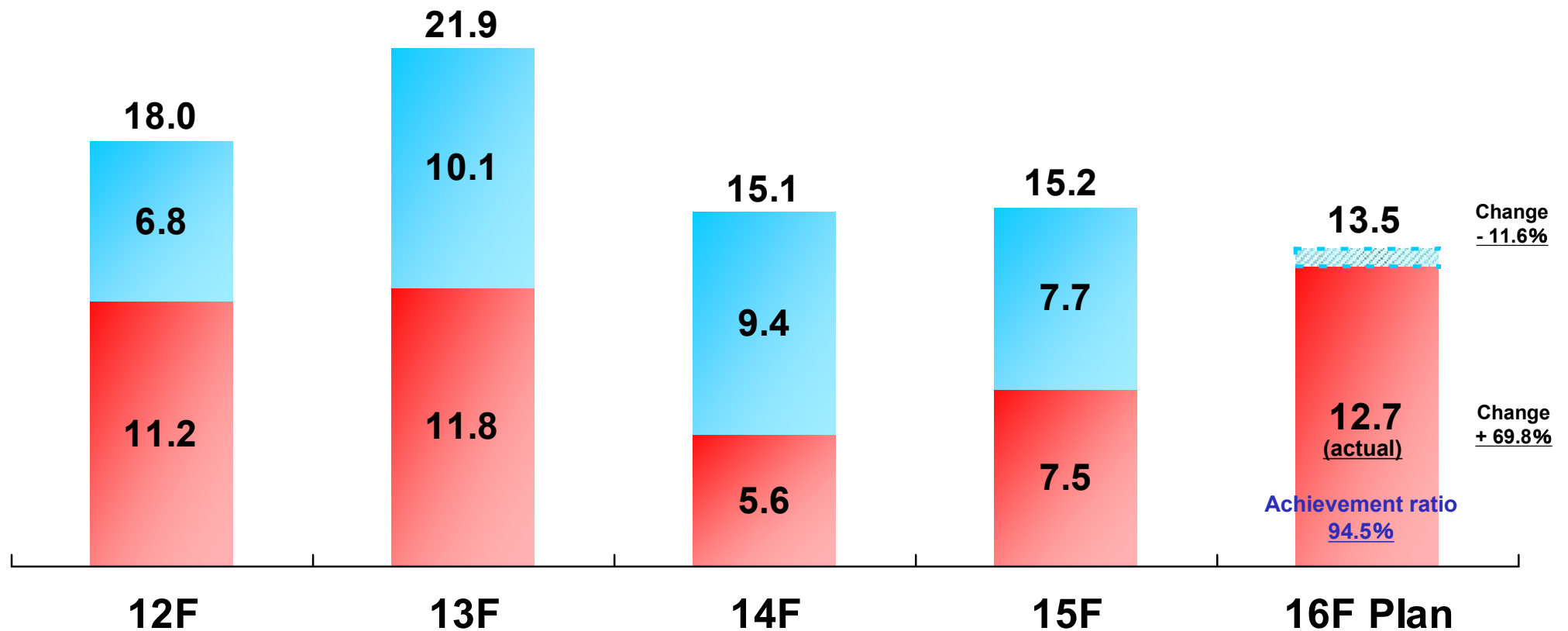


Net Sales: Amusement Monitors

(JPY Billion)

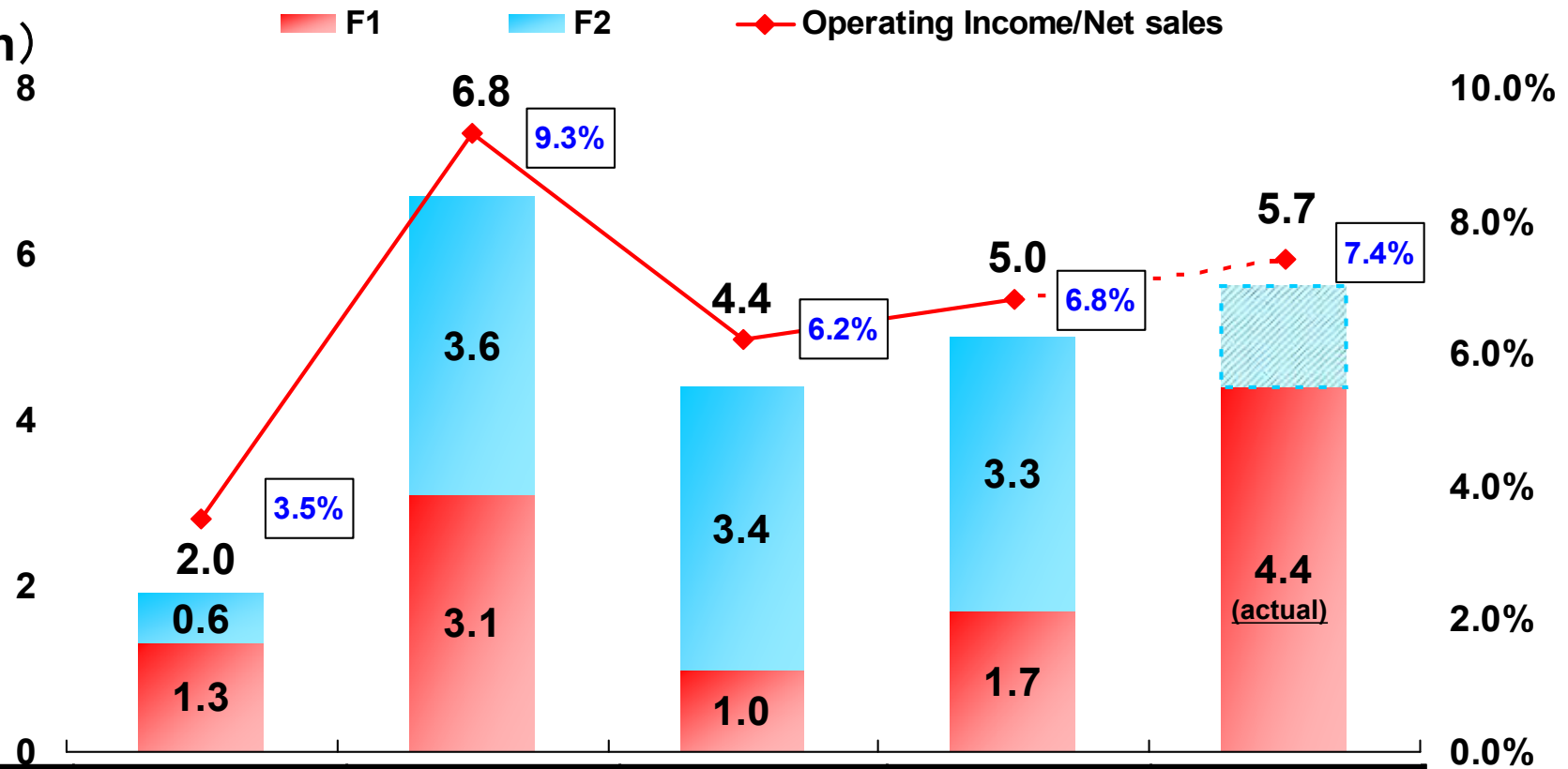
■ F1 ■ F2

- Amusement monitors increased by 69.8% year-on-year. EIZO's business model with cross-sourcing / production efficiency among different segments successfully enabled production of a large quantity of products in a short-period to meet the temporary replacement demand.



Operating Income

(JPY Billion)



	12F	13F	14F	15F	16F Plan
ROA (%)	4.0	9.3	4.7	5.4	5.7
ROE (%)	2.7	8.3	4.5	5.3	5.5
DOE (%)	1.8	1.8	1.7	1.9	2.1
EBITDA (JPY Billion)	4.4	9.7	6.7	7.7	8.3



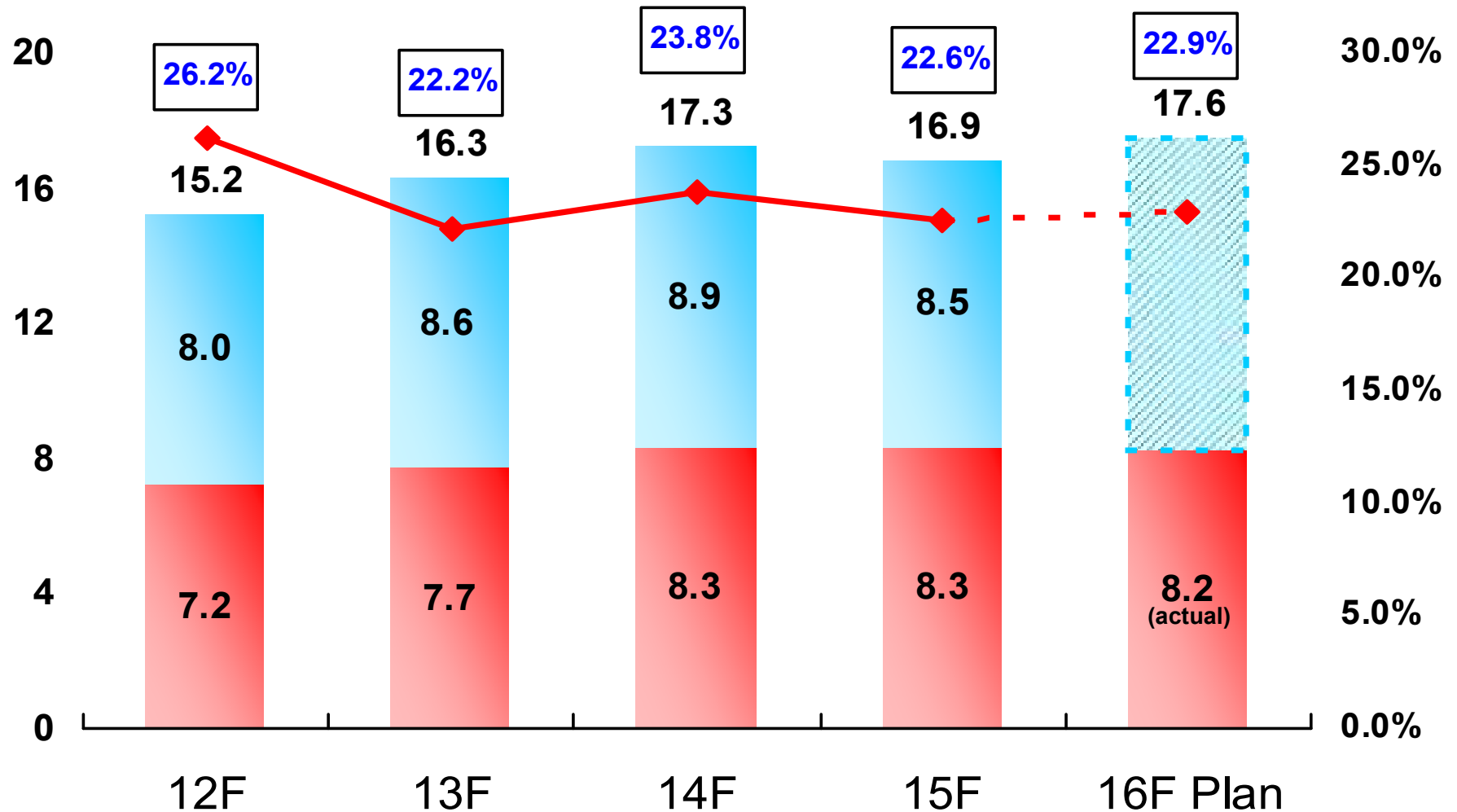
ROA (Return on Assets): Ordinary Income/Total Assets ROE (Return on Equity): Net Income/ Equity
 DOE (Dividends on Equity): Dividends/ Equity EBITDA: Earnings before interest, tax, depreciation and amortization

Selling, General and Administrative Expenses

(JPY Billion)

F1 F2 SG&A/Net sales

- SG&A decreased by 1.1% year-on year. This was due to a reorganization of the Amusement Monitor business and cost reduction through promotion of lean operations. In parallel, EIZO strengthened the sales organization overseas and increased R&D investment in the V&S business.

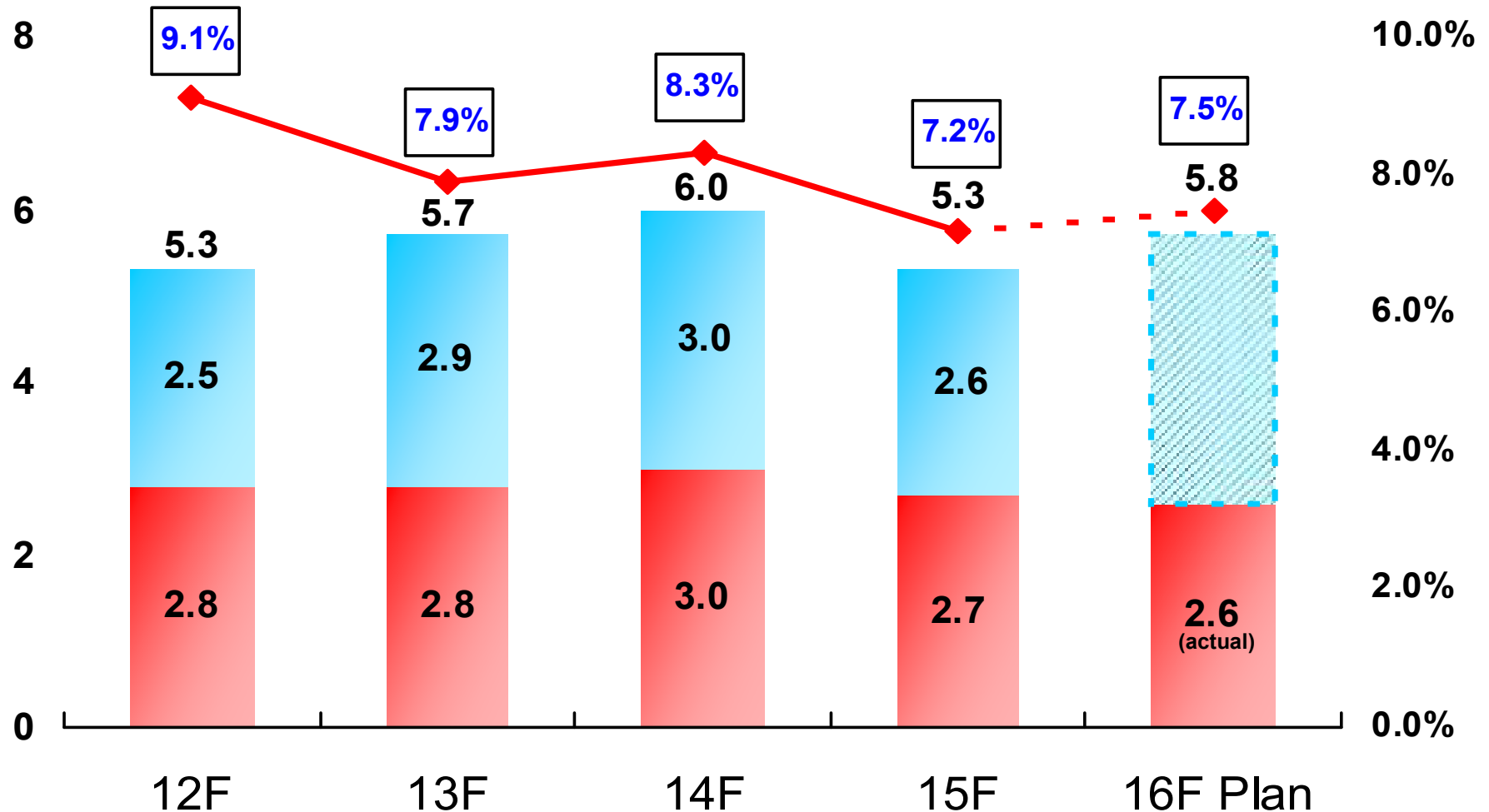


R&D

(JPY Billion)

F1 F2 R&D/Net sales

- R&D decreased by 4.1% year-on-year due to R&D reorganization of the Amusement Monitor business while continuous R&D investment was made in the V&S Markets for Operating room, Maritime and MIL, etc.



Note: Includes manufacturing costs for R&D
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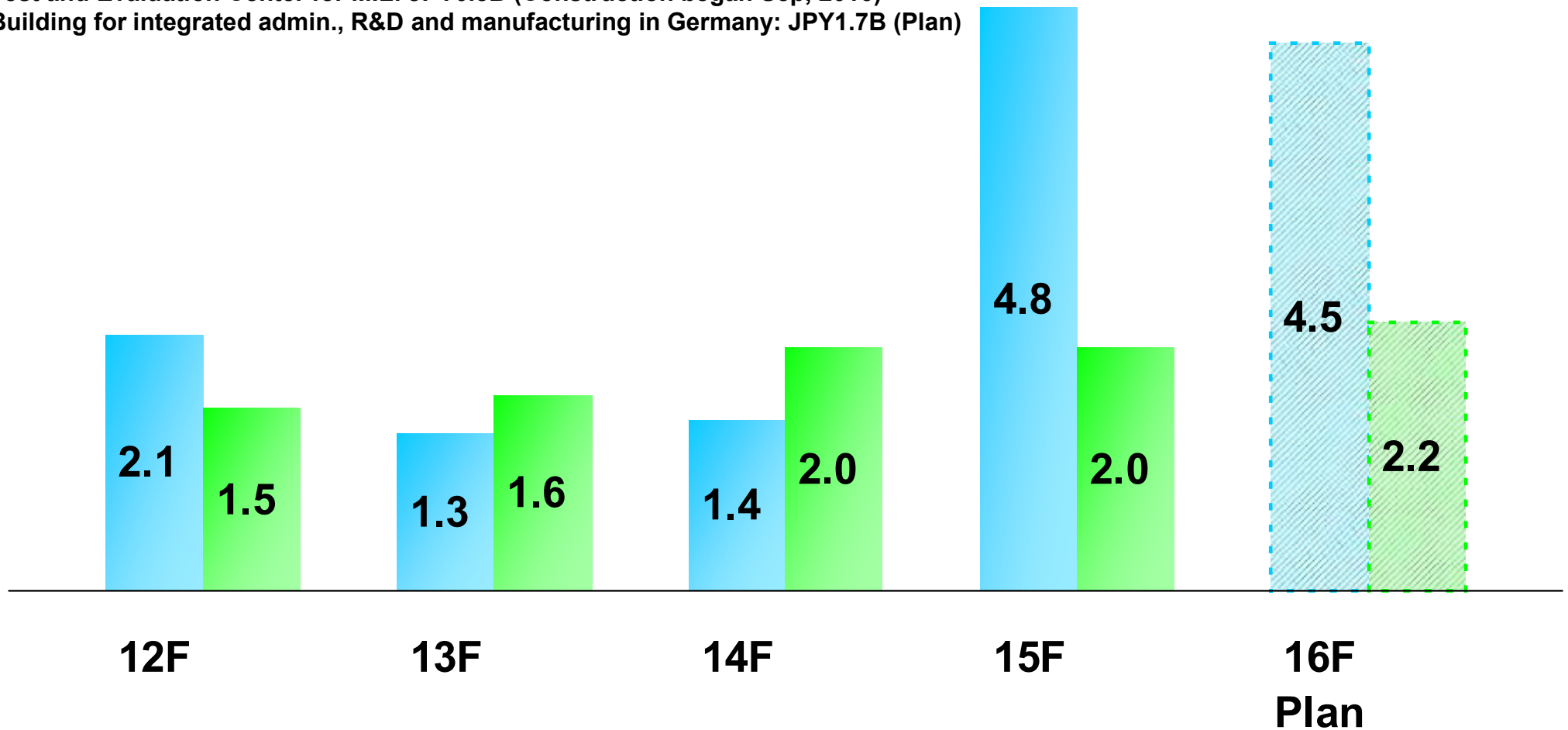
CAPEX

(JPY Billion)

■ CAPEX ■ Depreciation * Including Molding

16F CAPEX Plan

- Production line: JPY0.3B (Completed)
- Test and Evaluation Center for MIL: JPY0.8B (Construction began Sep, 2016)
- Building for integrated admin., R&D and manufacturing in Germany: JPY1.7B (Plan)



Consolidated Balance Sheets

(JPY Millions)

	15F		16F1		Difference
	Amount	(%)	Amount	(%)	Amount
Cash and Equivalents	20,221	19.3	21,753	20.5	+ 1,532
Notes and Accounts receivable	17,138	16.4	18,339	17.2	+1,201
Inventories	23,911	22.8	23,978	22.5	+66
Others	3,501	3.3	2,482	2.3	- 1,019
Current Assets	64,772	61.8	66,553	62.6	+1,781
Tangible Assets	11,001	10.5	11,278	10.6	+276
Others	29,018	27.7	28,524	26.8	- 493
Fixed Assets	40,019	38.2	39,802	37.4	- 217
Total	104,792	100.0	106,356	100.0	+1,563
Accounts Payable	5,994	5.7	8,877	8.3	+2,883
Others	11,487	11.0	9,685	9.1	- 1,802
Current liabilities	17,482	16.7	18,563	17.5	+1,081
Long term liabilities	9,298	8.9	8,802	8.3	- 496
Shareholders' Equity	78,011	74.4	78,990	74.3	+978
Total	104,792	100.0	106,356	100.0	+1,563



Plans for 16F

* Announced on 9th May 2016.

(JPY Millions)

	15F		16F Plan *		15F to 16F Change	
	Amount	(%)	Amount	(%)	Amount	(%)
Net Sales	74,878	100.0	77,000	100.0	+2,121	+2.8
Operating Income	5,081	6.8	5,700	7.4	+618	+12.2
Ordinary Income	5,698	7.6	6,100	7.9	+401	+7.0
Net Income	4,202	5.6	4,400	5.7	+197	+4.7
Exchange rate:USD	JPY120.16		JPY110.00		- JPY10.16	
Exchange rate:EUR	JPY132.60		JPY120.00		- JPY12.60	



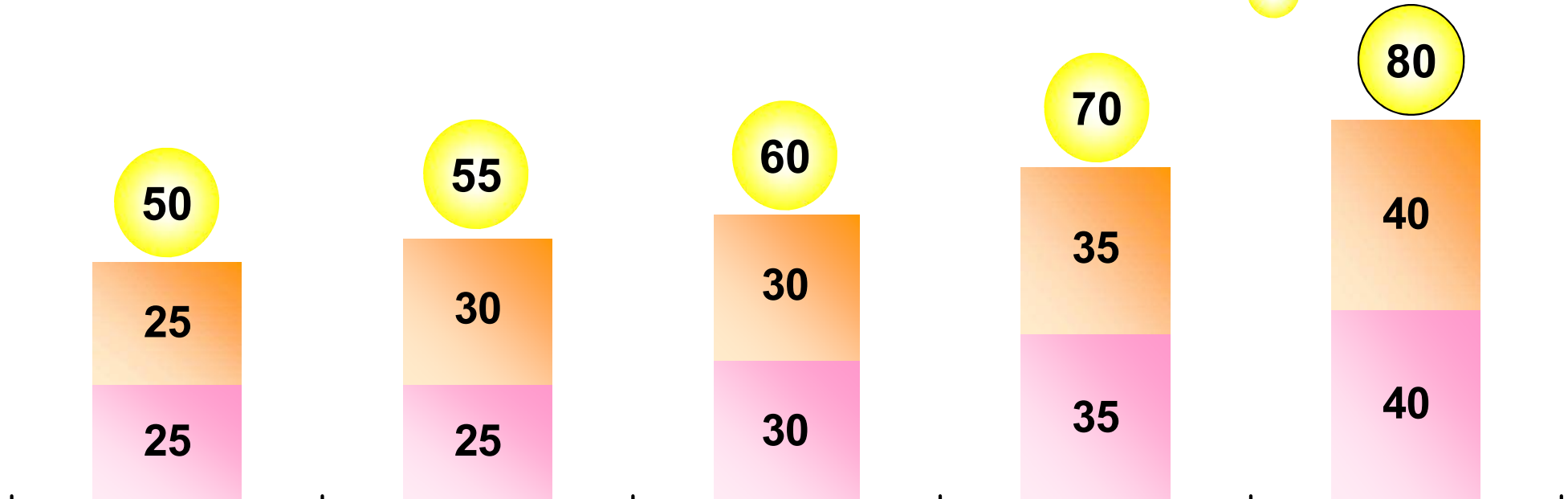
Basic policy on profit distribution to shareholders

Basic policy on profit distribution to shareholders

(JPY / Share)

- Returning profit to shareholders is a key management concern for EIZO Corporation, and we have followed a basic policy of stable dividend payment in line with corporate growth. We return profit to shareholders on the basis of an overall consideration of securing retained profit for capital investments and R&D expenditures required for business expansion, financial status and future performance.
- Our target shareholder return ratio is 40% to 50% of net income.

- Year-end Dividend
- Interim Dividend
- Annual Dividend



	12F	13F	14F	15F	16F Plan
Dividend Payout Ratio	66.7%	21.6%	38.5%	35.5%	38.8%
Shareholder Return Ratio	66.7%	21.6%	38.5%	35.5%	38.8%

Note: Consolidated base

