



Summary of Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2016 (U.S. GAAP)

October 27, 2015

OMRON Corporation (6645)

Exchanges Listed:	Tokyo (first section)
URL:	http://www.omron.com
Representative:	Yoshihito Yamada, President and CEO
Contact:	Takayoshi Oue, Executive Officer, Senior General Manager, Global Finance and Accounting HQ
Telephone:	+81-75-344-7070
Filing of Quarterly Securities Report (<i>Shihanki hokokusho</i>) (scheduled):	November 12, 2015
Start of Distribution of Dividends (scheduled):	December 2, 2015
Preparation of Supplementary Materials for the Quarterly Financial Results:	Yes
Holding of Presentation of Quarterly Financial Results:	Yes (for investors)

Note: This document has been translated from the Japanese original as a guide to non-Japanese investors and contains forward-looking statements that are based on managements' estimates, assumptions and projections at the time of publication. A number of factors could cause actual results to differ materially from expectations.

Note: All amounts are rounded to the nearest million yen.

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2016 (April 1, 2015 – September 30, 2015)

(1) Sales and Income (cumulative)

(Percentages represent changes compared with the same period of the previous fiscal year.)

	Millions of yen - except per share data and percentages			
	Six months ended September 30, 2015		Six months ended September 30, 2014	
		Change (%)		Change (%)
Net sales	413,460	2.2	404,454	12.4
Operating income	32,986	(23.3)	42,998	39.7
Income before income taxes	32,769	(27.2)	44,985	49.8
Net income attributable to shareholders	24,474	(27.3)	33,687	59.1
Net income attributable to shareholders per share, basic (JPY)	112.65		153.06	
Net income attributable to shareholders per share, diluted (JPY)	112.65		153.06	

Note: Comprehensive income: Six months ended September 30, 2015: JPY 14,010 million (-66.5% change);
Six months ended September 30, 2014: JPY 41,874 million (+20.9% change)

(2) Consolidated Financial Position

	Millions of yen - except per share data and percentages	
	As of September 30, 2015	As of March 31, 2015
	Total assets.....	698,784
Net assets.....	498,519	492,094
Shareholders' equity.....	496,204	489,769
Shareholders' equity ratio (%).....	71.0	68.9

2. Dividends

		Year ended March 31, 2015	Year ending March 31, 2016	Year ending March 31, 2016 (projected)
Dividends per share	1st quarter dividend (JPY)	—	—	
	Interim dividend (JPY)	31.00	34.00	
	3rd quarter dividend (JPY)	—		—
	Year-end dividend (JPY)	40.00		40.00
	Total dividends for the year (JPY)	71.00		74.00

Note 1. Revisions since the most recently announced dividend forecast: Yes

For details, see “OMRON Announces Fiscal 2015 Interim Dividend and Year-End Dividend Forecast,” released today (October 27, 2015).

3. Consolidated Performance Forecast for the Fiscal Year Ending March 31, 2016 (April 1, 2015 – March 31, 2016)

(Percentages represent changes compared with the previous fiscal year.)

	Millions of yen	
	Full year ending March 31, 2016	Change (%)
Net sales	860,000	1.5
Operating income	70,000	(19.2)
Income before income taxes	71,000	(18.8)
Net income attributable to shareholders	53,500	(13.9)
Net income per share attributable to shareholders (JPY)	247.84	

Note 1. Revisions since the most recently announced performance forecast: Yes

See “OMRON Announces Revisions to Full-Year Consolidated Performance Forecast for Fiscal 2015,” released today (October 27, 2015), regarding the revisions to the consolidated performance forecast.

Please note that “Net income per share attributable to shareholders” in the consolidated performance forecast is calculated based on the projected average number of shares during the period assuming the acquisition of treasury stock in “Notice of Acquisition and Cancellation of Treasury Stock,” released today (October 27, 2015).

Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries due to changes in the scope of consolidation): No
New: – companies (–) Excluded: – companies (–)
- (2) Application of simplified accounting methods and/or special accounting methods: No
- (3) Changes in accounting policy
 - (a) Changes in accounting policy accompanying revision of accounting standards, etc.: No
 - (b) Changes in accounting policy other than (a) above: No
- (4) Number of shares issued and outstanding (common stock)
 - (a) Number of shares at end of period (including treasury stock): September 30, 2015: 217,397,872 shares;
March 31, 2015: 217,397,872 shares
 - (b) Treasury stock at end of period: September 30, 2015: 147,140 shares; March 31, 2015: 144,467 shares
 - (c) Average number of shares during the period (cumulative quarterly period): Six months ended September 30, 2015: 217,252,012 shares; Six months ended September 30, 2014: 220,084,865 shares

Items Regarding the Implementation of Quarterly Review Procedures

This summary of quarterly consolidated results is exempt from the quarterly review procedures based on the Financial Instruments and Exchange Act. Review procedures for the quarterly financial statements based on the Financial Instruments and Exchange Act had not been completed at the time of disclosure of this summary of quarterly consolidated results.

Notes Regarding Use of Projections of Results and Other Matters

1. Projections of results and future developments are based on information available to the Company at the time of writing, as well as certain assumptions judged by the Company to be reasonable. Various factors could cause actual results to differ materially from these projections. Major factors influencing Omron's actual results include, but are not limited to, (i) the economic conditions affecting the Omron Group's businesses in Japan and overseas, (ii) demand trends for the Omron Group's products and services, (iii) the ability of the Omron Group to develop new technologies and new products, (iv) major changes in the fund-raising environment, (v) tie-ups or cooperative relationships with other companies, (vi) movements in currency exchange rates and stock markets, and (vii) accidents, earthquakes, etc.

For the assumptions that form the basis of the projected results, see "1. Qualitative Information on Quarterly Financial Results, (3) Description of Information on Outlook, Including Consolidated Performance Forecast" on page 6.

2. The Company applies the single step method for presentation of its Consolidated Financial Statements based on U.S. GAAP. However, to facilitate comparison with other companies, operating income on the Consolidated Income Statement is presented by subtracting selling, general and administrative expenses and research and development expenses from gross profit.

3. The Company plans to hold a presentation for investors on Tuesday, October 27, 2015.

The Company also plans to post an overview and the (voice) content of its explanations, together with financial materials used at the presentation, promptly on its website.

Note: The following abbreviations of business segment names are used in the attached materials.

IAB: Industrial Automation Business

EMC: Electronic and Mechanical Components Business

AEC: Automotive Electronic Components Business

SSB: Social Systems, Solutions and Service Business

HCB: Healthcare Business

Other: Environmental Solutions Business, Electronic Systems & Equipments Division, Micro Devices, Backlight and others (Businesses under direct control of Headquarters)

Table of Contents

1. Qualitative Information on Quarterly Financial Results	2
(1) Description of Results of Operations	2
(2) Description of Financial Condition	6
(3) Description of Information on Outlook, Including Consolidated Performance Forecast	6
2. Items Related to Summary Information (Notes)	6
(1) Changes in Significant Subsidiaries during the Period	6
(2) Application of Simplified Accounting Methods and/or Specific Accounting Methods	6
(3) Changes in Accounting Policy	6
3. Quarterly Consolidated Financial Statements	7
(1) Quarterly Consolidated Balance Sheets	7
(2) Quarterly Consolidated Statements of Operations and Quarterly Consolidated Statements of Comprehensive Income (Loss)	9
(3) Consolidated Statements of Cash Flows	11
(4) Notes Regarding Consolidated Financial Statements	12
(Notes Regarding Assumptions of Continuing Operations)	12
(Notes in the Event of Significant Changes in Shareholders' Equity)	12
(Segment Information)	12
(Significant Subsequent Event)	13
4. Supplementary Information	14
(1) Summary of Consolidated Financial Results	14
(2) Consolidated Net Sales by Business Segment	15
(3) Consolidated Operating Income (Loss) by Business Segment	15
(4) Average Currency Exchange Rate	15
(5) Projected Consolidated Net Sales by Business Segment	16
(6) Projected Consolidated Operating Income by Business Segment	16
(7) Projected Average Currency Exchange Rate	16

1. Qualitative Information on Quarterly Financial Results

(1) Description of Results of Operations

General Overview

In the first six months of fiscal 2015 (April-September 2015), sales of the Omron Group increased and profits decreased compared with the same period of the previous fiscal year. Performance was strong in IAB (Industrial Automation Business), EMC (Electronic and Mechanical Components Business), AEC (Automotive Electronic Components Business) and HCB (Healthcare Business), and including the effect of currency translation, sales increased compared with the same period of the previous fiscal year. However, due to weak performance in the Other segment (businesses under direct control of Headquarters) and expansion of investment for growth, operating income decreased compared with the same period of the previous fiscal year.

The Omron Group's perception of the economic environment in the first six months of fiscal 2015 is as follows.

Economic and Market Conditions by Region

- Japan: Capital investment and employment conditions continued to recover moderately.
Americas: Conditions were firm in the United States as improvement in the employment and income environment resulted in growth in personal consumption and corporate activity.
Europe: Moderate recovery continued.
Greater China: The Chinese economy slowed due to a decline in the rate of growth of fixed asset investment and other factors.
Asia: Although business conditions in South Korea were on a recovery track, a sense of uncertainty increased in Thailand, Indonesia and elsewhere.

Conditions in the Omron Group's Primary Related Markets

- Automotive-related: Demand for components was weak in Japan due to a decrease in sales of *keijidosha* (a class of small automobiles defined by Japanese standards), but was firm in the United States.
Semiconductor-related: Demand for smartphones and other products decreased and capital investment demand was weak.
Machine tool-related: Capital investment demand decreased in Japan and overseas.
Home appliance and electronic component-related: Capital investment demand was firm, and demand for components was firm in emerging markets and elsewhere.
Healthcare equipment-related: Conditions were weak in Russia and Eastern Europe due to the downturn in business conditions there, and firm in other emerging markets.

Consolidated results for the first six months of fiscal 2015 were as follows.

Millions of yen, except exchange rate data and percentages			
	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Net sales	404,454	413,460	+2.2%
Operating income	42,998	32,986	-23.3%
Income before income taxes	44,985	32,769	-27.2%
Net income attributable to shareholders	33,687	24,474	-27.3%
Average USD exchange rate (JPY)	103.4 JPY	121.5 JPY	+18.1 JPY
Average EUR exchange rate (JPY)	139.0 JPY	134.2 JPY	-4.8 JPY

Results by Business Segment

IAB (Industrial Automation Business)

Millions of yen, except percentages

		Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Sales to external customers	Japan	61,090	63,112	+3.3%
	Overseas	100,071	107,569	+7.5%
	Total	161,161	170,681	+5.9%
Segment profit		26,705	26,950	+0.9%

Sales in Japan

Capital investment demand was firm in electronic component-related and other industries, and sales in Japan for the period increased compared with the same period of the previous fiscal year.

Overseas Sales

In the Americas, demand declined, mainly from oil and gas-related businesses, and performance was weak. In Europe, demand from exporting companies was firm. In Greater China, despite solid demand from electronic component-related industries, overall demand was weak due to the impact of stagnant business conditions. In Asia, capital investment demand was generally firm. With the addition of the impact of currency translation to these results, overseas sales for the period increased compared with the same period of the previous fiscal year.

Segment Profit

Although the Omron Group expanded its investments for growth, segment profit increased compared with the same period of the previous fiscal year due to the increase in sales and other factors.

EMC (Electronic and Mechanical Components Business)

Millions of yen, except percentages

		Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Sales to external customers	Japan	11,684	12,824	+9.8%
	Overseas	38,408	41,503	+8.1%
	Total	50,092	54,327	+8.5%
Segment profit		3,973	4,898	+23.3%

Sales in Japan

Demand in automotive-related industries was weak due to the impact of an increase in the tax rate for *keijidosha*. Demand in consumer and commercial products industries was strong. As a result, sales in Japan for the period increased compared with the same period of the previous fiscal year.

Overseas Sales

In the Americas, demand in automotive-related industries was strong. In Europe, demand in consumer and commercial products industries was firm. On the other hand, in Greater China, demand was weak in consumer and commercial products industries and automotive-related industries due to a slowdown in business conditions. With the addition of the impact of currency translation to these results, overseas sales for the period increased compared with the same period of the previous fiscal year.

Segment Profit

Segment profit increased compared with the same period of the previous fiscal year due to factors including the increase in sales and the impact of currency translation.

AEC (Automotive Electronic Components Business)

Millions of yen, except percentages

		Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Sales to external customers	Japan	13,137	10,153	-22.7%
	Overseas	52,453	58,377	+11.3%
	Total	65,590	68,530	+4.5%
Segment profit		4,112	3,133	-23.8%

Sales in Japan

As a result of factors including a decrease in the number of automobiles sold due to the increase in the tax rate for *keijidosha*, sales in Japan for the period decreased compared with the same period of the previous fiscal year.

Overseas Sales

In the Americas, demand expanded substantially against the backdrop of a strong economy in the United States. In Greater China, demand decreased due to inventory adjustments by customers. With the addition of the impact of currency translation to these results, overseas sales for the period increased compared with the same period of the previous fiscal year.

Segment Profit

Segment profit decreased compared with the same period of the previous fiscal year due to factors including the decrease in sales in Japan and an increase in research and development expenses.

SSB (Social Systems, Solutions and Service Business)

Millions of yen, except percentages

	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Sales to external customers	30,871	28,731	-6.9%
Segment profit (loss)	(1,009)	(1,951)	—

Public Transportation Systems Business Sales

Demand for renewal of station equipment was firm, and sales for the period increased substantially compared with the same period of the previous fiscal year.

Traffic and Road Management Systems Business Sales

Security and safety-related demand from expressway businesses was firm, and sales for the period increased compared with the same period of the previous fiscal year.

Environmental Solutions Business Sales

Demand was weak in the solar power generation-related market, and sales for the period decreased substantially compared with the same period of the previous fiscal year.

Segment Profit

Segment loss increased compared with the same period of the previous fiscal year due to factors including the decrease in sales.

HCB (Healthcare Business)

Millions of yen, except percentages

		Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Sales to external customers	Japan	14,661	14,465	-1.3%
	Overseas	30,797	37,712	+22.5%
	Total	45,458	52,177	+14.8%
Segment profit		3,945	3,925	-0.5%

Sales in Japan

For healthcare equipment for household use, demand for products from tourists visiting Japan increased in cities. Demand for equipment for medical institutions was weak due to a decline in capital investment. As a result, sales in Japan for the period were flat compared with the same period of the previous fiscal year.

Overseas Sales

In Europe, demand was weak as sluggish business conditions continued in Russia and surrounding countries. Demand was strong for blood pressure monitors in the Americas and for nebulizers in Central and South America. In India and other emerging markets in the Asian region, health consciousness continued to rise and demand was strong. With the addition of the impact of currency translation to these results, overseas sales for the period increased substantially compared with the same period of the previous fiscal year.

Segment Profit

Although sales increased, segment profit was flat compared with the same period of the previous fiscal year due to currency translation and other factors.

Other (Businesses under the Direct Control of Headquarters)

Millions of yen, except percentages

	Six months ended September 30, 2014	Six months ended September 30, 2015	Change
Sales to external customers	48,596	36,801	-24.3%
Segment profit (loss)	7,873	(124)	—

Businesses in the "Other" segment are primarily responsible for exploring and nurturing new business fields and nurturing/reinforcing businesses not handled by other internal companies but under the direct control of Headquarters.

Environmental Business Sales

Demand was weak in the solar power generation-related market, and sales for the period decreased substantially compared with the same period of the previous fiscal year.

Electronic Systems & Equipments Division Sales

Demand was strong for uninterruptible power supplies, industrial embedded computers and contract services for development and production of electronic devices, and sales for the period increased compared with the same period of the previous fiscal year.

Micro Devices Business Sales

Sales for the period increased substantially compared with the same period of the previous fiscal year due to a rapid increase in demand for microphones for smartphones.

Backlight Business Sales

Sales for the period decreased substantially compared with the same period of the previous fiscal year due to a decrease in demand in the smartphone market in Greater China.

Segment Profit

Segment profit decreased substantially compared with the same period of the previous fiscal year due to factors including the decrease in sales.

(2) Description of Financial Condition

Total assets as of September 30, 2015 decreased JPY 12,227 million compared with the end of the previous fiscal year to JPY 698,784 million due to a decrease in notes and accounts receivable — trade and other factors. Total liabilities decreased JPY 18,652 million compared with the end of the previous fiscal year to JPY 200,265 million due to a decrease in notes and accounts payable — trade and other factors. Net assets increased JPY 6,425 million from the end of the previous fiscal year to JPY 498,519 million due to changes in accumulated other comprehensive income and other factors, in addition to posting net income attributable to shareholders. The shareholders' equity ratio was 71.0 percent, compared with 68.9 percent at the end of the previous fiscal year.

Net cash provided by operating activities in the six months ended September 30, 2015 was JPY 35,446 million (an increase of JPY 5,978 million compared with the same period of the previous fiscal year) due to collection of receivables, among other factors. Net cash used in investing activities was JPY 27,090 million (an increase in cash used of JPY 17,229 million compared with the same period of the previous fiscal year) as the Omron Group conducted proactive investments that included investment in production and other facilities and the acquisition of a development, production and sales company for motion controllers. Net cash used in financing activities was JPY 9,193 million (an increase in cash used of JPY 2,535 million compared with the same period of the previous fiscal year) due to dividends paid and other factors. As a result, the balance of cash and cash equivalents at September 30, 2015 was JPY 99,605 million, a decrease of JPY 3,017 million from the end of the previous fiscal year.

(3) Description of Information on Outlook, Including Consolidated Performance Forecast

The same as in the six months ended September 30, 2015, the performance of the Other segment is expected to be weak in the third quarter and thereafter. In addition, the slowdown in the Chinese economy is expected to affect all businesses. Based on this understanding of conditions, the Omron Group revises its consolidated performance forecast as shown below.

The assumed exchange rates for the third quarter onward in the performance forecasts are USD 1 = JPY 120 and EUR 1 = JPY 135.

The performance forecast and other forward-looking statements are based on information available to the Company at the present time, and on certain assumptions judged by the Company to be reasonable. Due to a variety of factors, actual results may differ materially from the forecast.

Revision of Performance Forecast Figures for the Fiscal Year

(Millions of yen, except per share data)

	Net sales	Operating income	Income before income taxes	Net income attributable to shareholders	Net income per share attributable to shareholders (JPY)
Previous forecast (A)	900,000	90,000	89,000	66,500	306.10
New forecast (B)	860,000	70,000	71,000	53,500	247.84
Change (B-A)	-40,000	-20,000	-18,000	-13,000	—
Change (%)	-4.4%	-22.2%	-20.2%	-19.5%	—
(Reference) Actual results for the previous fiscal year (ended March 31, 2015)	847,252	86,591	87,388	62,170	283.89

2. Items Related to Summary Information (Notes)

(1) Changes in significant subsidiaries during the period

None applicable

(2) Application of simplified accounting methods and/or specific accounting methods

None applicable

(3) Changes in accounting policy

None applicable

3. Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Millions of yen)

	As of		As of	
	March 31, 2015		September 30, 2015	
ASSETS				
Current assets:	434,096	61.1%	419,424	60.0%
Cash and cash equivalents	102,622		99,605	
Notes and accounts receivable — trade	178,775		160,649	
Allowance for doubtful receivables	(1,624)		(1,622)	
Inventories	116,020		124,701	
Deferred income taxes	19,941		18,612	
Other current assets	18,362		17,479	
Property, plant and equipment:	151,452	21.3	151,580	21.7
Land	26,721		26,970	
Buildings	147,120		150,180	
Machinery and equipment	202,149		203,985	
Construction in progress	6,619		7,538	
Accumulated depreciation	(231,157)		(237,093)	
Investments and other assets:	125,463	17.6	127,780	18.3
Investments in and advances to associates	24,318		24,991	
Investment securities	57,106		50,416	
Leasehold deposits	6,971		6,778	
Deferred income taxes	6,366		8,091	
Other	30,702		37,504	
Total assets	711,011	100.0%	698,784	100.0%

(Millions of yen)

	As of		As of	
	March 31, 2015		September 30, 2015	
LIABILITIES				
Current liabilities:	176,762	24.9%	158,347	22.7%
Notes and accounts payable — trade	92,702		83,371	
Accrued expenses	41,942		39,525	
Income taxes payable	3,680		2,440	
Other current liabilities	38,438		33,011	
Deferred income taxes	697	0.1	1,658	0.2
Termination and retirement benefits	30,393	4.3	30,325	4.3
Other long-term liabilities	11,065	1.5	9,935	1.5
Total liabilities	218,917	30.8	200,265	28.7
NET ASSETS				
Shareholders' equity	489,769	68.9	496,204	71.0
Common stock	64,100	9.0	64,100	9.2
Capital surplus	99,070	13.9	99,101	14.2
Legal reserve	13,403	1.9	14,963	2.1
Retained earnings	301,174	42.4	316,702	45.3
Accumulated other comprehensive income (loss)	12,489	1.8	1,819	0.3
Foreign currency translation adjustments	26,313		19,480	
Minimum pension liability adjustments	(36,486)		(36,044)	
Net unrealized gains on available-for-sale securities	22,478		18,210	
Net gains on derivative instruments	184		173	
Treasury stock	(467)	(0.1)	(481)	(0.1)
Noncontrolling interests	2,325	0.3	2,315	0.3
Total net assets	492,094	69.2	498,519	71.3
Total liabilities and shareholders' equity	711,011	100.0%	698,784	100.0%

(2) Quarterly Consolidated Statements of Operations and Quarterly Consolidated Statements of Comprehensive Income (Loss)
(Quarterly Consolidated Statements of Operations)
(Six months ended September 30, 2015)

(Millions of yen)

	Six months ended September 30, 2014		Six months ended September 30, 2015	
Net sales	404,454	100.0%	413,460	100.0%
Cost of sales	243,868	60.3	252,354	61.0
Gross profit	160,586	39.7	161,106	39.0
Selling, general and administrative expenses	94,062	23.3	102,444	24.8
Research and development expenses	23,526	5.8	25,676	6.2
Operating income	42,998	10.6	32,986	8.0
Other expenses (income), net	(1,987)	(0.5)	217	0.1
Income before income taxes	44,985	11.1	32,769	7.9
Income taxes	13,496	3.3	9,339	2.3
Equity in net losses (gains) of affiliates	(2,384)	(0.6)	(1,287)	(0.4)
Net income	33,873	8.4	24,717	6.0
Net income attributable to noncontrolling interests	186	0.1	243	0.1
Net income attributable to shareholders	33,687	8.3	24,474	5.9

(Quarterly Consolidated Statements of Comprehensive Income (Loss))
(Six months ended September 30, 2015)

(Millions of yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015
Net income	33,873	24,717
Other comprehensive income, net of tax		
Foreign currency translation adjustments	10,816	(6,870)
Pension liability adjustments	677	442
Net unrealized losses on available-for-sale securities	(3,401)	(4,268)
Net losses on derivative instruments	(91)	(11)
Other comprehensive income (loss)	8,001	(10,707)
Comprehensive income	41,874	14,010
(Breakdown)		
Comprehensive income attributable to noncontrolling interests	288	206
Comprehensive income attributable to shareholders	41,586	13,804

(3) Consolidated Statements of Cash Flows

(Millions of yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015
I. Operating Activities:		
1. Net income	33,873	24,717
2. Adjustments to reconcile net income to net cash provided by operating activities:		
(1) Depreciation and amortization	13,156	15,234
(2) Net loss (gain) on sales and disposals of property, plant and equipment	2,763	(1)
(3) Net gain on sale of investment securities	(3,976)	(441)
(4) Loss on investment securities	138	5
(5) Termination and retirement benefits	(15,273)	632
(6) Deferred income taxes	5,893	1,156
(7) Equity in loss (earnings) of affiliates	(2,384)	(1,287)
(8) Changes in assets and liabilities:		
(i) Decrease in notes and accounts receivable — trade	9,710	18,074
(ii) Increase in inventories	(14,560)	(8,443)
(iii) Decrease (increase) in other assets	387	(13)
(iv) Increase (decrease) in notes and accounts payable — trade	1,559	(7,831)
(v) Decrease in income taxes payable	(4,858)	(1,288)
(vi) Increase (decrease) in accrued expenses and other current liabilities	2,591	(6,522)
(9) Other, net	449	1,454
Total adjustments	(4,405)	10,729
Net cash provided by operating activities	29,468	35,446
II. Investing Activities:		
1. Proceeds from sale or maturities of investment securities	4,760	654
2. Purchase of investment securities	(15)	(16)
3. Capital expenditures	(15,027)	(18,849)
4. Decrease in leasehold deposits, net	34	152
5. Proceeds from sale of property, plant and equipment	417	393
6. Increase in investment in and loans to affiliates	(30)	(20)
7. Acquisition of business, net of cash acquired	—	(9,390)
8. Other, net	—	(14)
Net cash used in investing activities	(9,861)	(27,090)
III. Financing Activities:		
1. Net repayments of short-term debt	(489)	—
2. Dividends paid by the Company	(6,163)	(8,690)
3. Dividends paid to noncontrolling interests	(13)	(216)
4. Acquisition of treasury stock	(34)	(14)
5. Other, net	41	(273)
Net cash used in financing activities	(6,658)	(9,193)
IV. Effect of Exchange Rate Changes	2,161	(2,180)
Net Increase (Decrease) in Cash and Cash Equivalents	15,110	(3,017)
Cash and Cash Equivalents at Beginning of the Period	90,251	102,622
Cash and Cash Equivalents at End of the Period	105,361	99,605
Notes to cash flows from operating activities:		
1. Interest paid	95	74
2. Taxes paid	12,373	9,423
Notes to investing and financing activities not involving cash flow:		
1. Debt related to capital expenditures	1,544	925

**(4) Notes Regarding Consolidated Financial Statements
(Notes Regarding Assumptions of Continuing Operations)**

None applicable

(Notes in the Event of Significant Changes in Shareholders' Equity)

None applicable

(Segment Information)

Business Segment Information

Six months ended September 30, 2014 (April 1, 2014 – September 30, 2014) (Millions of yen)

	IAB	EMC	AEC	SSB	HCB	Other	Total	Eliminations, etc.	Consolidated
Net sales:									
(1) Sales to external customers	161,161	50,092	65,590	30,871	45,458	48,596	401,768	2,686	404,454
(2) Intersegment sales	2,730	24,219	604	2,300	80	13,463	43,396	(43,396)	—
Total	163,891	74,311	66,194	33,171	45,538	62,059	445,164	(40,710)	404,454
Operating expenses	137,186	70,338	62,082	34,180	41,593	54,186	399,565	(38,109)	361,456
Segment profit (loss)	26,705	3,973	4,112	(1,009)	3,945	7,873	45,599	(2,601)	42,998

Six months ended September 30, 2015 (April 1, 2015 – September 30, 2015) (Millions of yen)

	IAB	EMC	AEC	SSB	HCB	Other	Total	Eliminations, etc.	Consolidated
Net sales:									
(1) Sales to external customers	170,681	54,327	68,530	28,731	52,177	36,801	411,247	2,213	413,460
(2) Intersegment sales	2,795	24,534	273	2,119	133	8,573	38,427	(38,427)	—
Total	173,476	78,861	68,803	30,850	52,310	45,374	449,674	(36,214)	413,460
Operating expenses	146,526	73,963	65,670	32,801	48,385	45,498	412,843	(32,369)	380,474
Segment profit (loss)	26,950	4,898	3,133	(1,951)	3,925	(124)	36,831	(3,845)	32,986

Geographical Segment Information

Six months ended September 30, 2014 (April 1, 2014 – September 30, 2014) (Millions of yen)

	Japan	Americas	Europe	Greater China	Southeast Asia and Others	Total	Eliminations & Corporate	Consolidated
Net sales:								
(1) Sales to external customers	165,711	56,244	51,496	91,864	39,139	404,454	—	404,454
(2) Intersegment sales	86,083	1,572	835	43,093	11,215	142,798	(142,798)	—
Total	251,794	57,816	52,331	134,957	50,354	547,252	(142,798)	404,454
Operating expenses	225,824	56,816	50,443	123,119	45,814	502,016	(140,560)	361,456
Segment profit (loss)	25,970	1,000	1,888	11,838	4,540	45,236	(2,238)	42,998

Six months ended September 30, 2015 (April 1, 2015 – September 30, 2015) (Millions of yen)

	Japan	Americas	Europe	Greater China	Southeast Asia and Others	Total	Eliminations & Corporate	Consolidated
Net sales:								
(1) Sales to external customers	160,559	67,718	52,127	88,258	44,798	413,460	—	413,460
(2) Intersegment sales	92,997	3,056	871	51,069	14,195	162,188	(162,188)	—
Total	253,556	70,774	52,998	139,327	58,993	575,648	(162,188)	413,460
Operating expenses	237,451	69,658	49,965	130,076	54,384	541,534	(161,060)	380,474
Segment profit (loss)	16,105	1,116	3,033	9,251	4,609	34,114	(1,128)	32,986

Notes: Major countries or regions belonging to segments other than Japan are as follows:

- | | |
|-------------------------------|-----------------------------------------------------------|
| (1) Americas | United States of America, Canada, Brazil |
| (2) Europe | Netherlands, Great Britain, Germany, France, Italy, Spain |
| (3) Greater China | China, Hong Kong, Taiwan |
| (4) Southeast Asia and Others | Singapore, Republic of Korea, India, Australia |

Overseas Sales

Six months ended September 30, 2014 (April 1, 2014 – September 30, 2014)

(Millions of yen)

	Americas	Europe	Greater China	Southeast Asia and Others	Total
I Overseas sales	57,738	53,655	92,179	40,961	244,533
II Consolidated net sales					404,454
III Overseas sales as a percentage of consolidated net sales (%)	14.3	13.3	22.8	10.1	60.5

Six months ended September 30, 2015 (April 1, 2015 – September 30, 2015)

(Millions of yen)

	Americas	Europe	Greater China	Southeast Asia and Others	Total
I Overseas sales	68,980	54,523	88,794	46,981	259,278
II Consolidated net sales					413,460
III Overseas sales as a percentage of consolidated net sales (%)	16.7	13.2	21.5	11.3	62.7

Note: Major countries or regions belonging to segments other than Japan are as follows:

- | | |
|-------------------------------|-----------------------------------------------------------|
| (1) Americas | United States of America, Canada, Brazil |
| (2) Europe | Netherlands, Great Britain, Germany, France, Italy, Spain |
| (3) Greater China | China, Hong Kong, Taiwan |
| (4) Southeast Asia and Others | Singapore, Republic of Korea, India, Australia |

(Significant Subsequent Event)

At a meeting held on October 27, 2015, the Board of Directors of OMRON Corporation resolved to acquire the Company's own shares pursuant to Article 156 of the Company Law of Japan applied mutatis mutandis to the provisions of Article 165-3 of the said law, and resolved to cancel treasury stock pursuant to Article 178 of the Company Law of Japan.

Acquirement of Shares

- | | |
|----------------------------------------|-----------------------------------------------------------------------------------------------------|
| 1. Type of shares to be acquired | Common stocks of OMRON Corporation |
| 2. Number of shares to be acquired | Up to 4,000,000 shares
(1.84% of total issued and outstanding shares (excluding treasury stock)) |
| 3. Total cost of shares to be acquired | Up to JPY 15,000,000,000 |
| 4. Acquiring period | From October 28, 2015 to December 25, 2015 (trade base) |

Cancellation of Treasury Stock

- | | |
|-------------------------------------|------------------------------------------------|
| 1. Type of shares to be cancelled | Common stocks of OMRON Corporation |
| 2. Number of shares to be cancelled | Total number of abovementioned shares acquired |
| 3. Planned date of cancellation | January 21, 2016 |

4. Supplementary Information

(1) Summary of Consolidated Financial Results

(Millions of yen, %)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Period-on- period change	Year ended March 31, 2015	Year ending March 31, 2016 (projected)	Year-on- year change
Net sales	404,454	413,460	+2.2%	847,252	860,000	+1.5%
Operating income	42,998	32,986	-23.3%	86,591	70,000	-19.2%
[% of net sales]	[10.6%]	[8.0%]	[-2.6P]	[10.2%]	[8.1%]	[-2.1P]
Income before income taxes	44,985	32,769	-27.2%	87,388	71,000	-18.8%
[% of net sales]	[11.1%]	[7.9%]	[-3.2P]	[10.3%]	[8.3%]	[-2.0P]
Net income attributable to shareholders	33,687	24,474	-27.3%	62,170	53,500	-13.9%
Net income per share attributable to shareholders (basic) (¥)	153.06	112.65	-40.41	283.89	247.84	-36.05
Net income per share attributable to shareholders (diluted) (¥)	153.06	112.65	-40.41	283.89		
Total assets	675,252	698,784	+3.5%	711,011		
Shareholders' equity	465,243	496,204	+6.7%	489,769		
[Shareholders' equity ratio (%)]	[68.9%]	[71.0%]	[+2.1P]	[68.9%]		
Shareholders' equity per share (¥)	2,113.96	2,284.02	+170.06	2,254.37		
Net cash provided by operating activities	29,468	35,446	+5,978	77,057		
Net cash used in investing activities	(9,861)	(27,090)	-17,229	(39,517)		
Net cash provided by (used in) financing activities	(6,658)	(9,193)	-2,535	(29,303)		
Cash and cash equivalents at end of period	105,361	99,605	-5,756	102,622		

Note: The number of consolidated subsidiaries is 168, and the number of companies accounted for by the equity method is 14.

(2) Consolidated Net Sales by Business Segment

(Billions of yen)

		Six months ended September 30, 2014	Six months ended September 30, 2015	Period-on-period change (%)
IAB	Domestic	61.1	63.1	+3.3
	Overseas	100.1	107.6	+7.5
	Total	161.2	170.7	+5.9
EMC	Domestic	11.7	12.8	+9.8
	Overseas	38.4	41.5	+8.1
	Total	50.1	54.3	+8.5
AEC	Domestic	13.1	10.1	-22.7
	Overseas	52.5	58.4	+11.3
	Total	65.6	68.5	+4.5
SSB	Domestic	30.7	27.7	-9.5
	Overseas	0.2	1.0	+315.9
	Total	30.9	28.7	-6.9
HCB	Domestic	14.7	14.5	-1.3
	Overseas	30.8	37.7	+22.5
	Total	45.5	52.2	+14.8
Other	Domestic	26.3	23.7	-9.9
	Overseas	22.3	13.1	-41.3
	Total	48.6	36.8	-24.3
Eliminations, etc.	Domestic	2.4	2.3	-4.2
	Overseas	0.2	0.0	-70.7
	Total	2.6	2.3	-17.6
Total	Domestic	160.0	154.2	-3.6
	Overseas	244.5	259.3	+6.0
	[% of total]	[60.5%]	[62.7%]	[+2.2P]
	Total	404.5	413.5	+2.2

(3) Consolidated Operating Income (Loss) by Business Segment

(Billions of yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Period-on-period change (%)
IAB	26.7	27.0	+0.9
EMC	4.0	4.9	+23.3
AEC	4.1	3.1	-23.8
SSB	(1.0)	(2.0)	—
HCB	3.9	3.9	-0.5
Other	7.9	(0.1)	—
Eliminations, etc.	(2.6)	(3.8)	—
Total	43.0	33.0	-23.3

(4) Average Currency Exchange Rate

(One unit of currency, in yen)

	Six months ended September 30, 2014	Six months ended September 30, 2015	Period-on-period change (%)
USD	103.4	121.5	+18.1
EUR	139.0	134.2	-4.8

(5) Projected Consolidated Net Sales by Business Segment

(Billions of yen)

	Year ended March 31, 2015	Year ending March 31, 2016 (est.)	Year-on-year change (%)
IAB	331.8	350.0	+5.5
EMC	103.9	108.0	+3.9
AEC	137.9	138.0	+0.1
SSB	80.4	80.0	-0.5
HCB	100.6	111.0	+10.3
Other	87.4	68.0	-22.2
Eliminations, etc.	5.3	5.0	-3.4
Total	847.3	860.0	+1.5

(6) Projected Consolidated Operating Income by Business Segment

(Billions of yen)

	Year ended March 31, 2015	Year ending March 31, 2016 (est.)	Year-on-year change (%)
IAB	54.6	55.0	+0.7
EMC	10.2	10.5	+3.3
AEC	9.2	7.5	-18.7
SSB	5.0	3.5	-29.9
HCB	6.5	7.0	+7.5
Other	8.4	-3.5	—
Eliminations, etc.	(7.3)	-10.0	—
Total	86.6	70.0	-19.2

(7) Projected Average Currency Exchange Rate

(One unit of currency, in yen)

	Year ended March 31, 2015	Year ending March 31, 2016 (est.)	Year-on-year change
USD	110.0	120.8	+10.8
EUR	138.7	134.6	-4.1

Note: The assumed exchange rates for the third quarter onward in the performance forecasts are
 USD 1 = JPY 120 and EUR 1 = JPY 135.