

**Report of Earnings and Financial Statements for the
Three Months Ended June 30, 2015 (Consolidated)**
(Prepared pursuant to Japanese GAAP)

July 31, 2015

Listed company's name: **Kawasaki Heavy Industries, Ltd.**
 Listed on: 1st sections of the TSE, and NSE
 Stock code: 7012
 URL: <http://www.khi.co.jp/>
 Representative: Shigeru Murayama, President
 Contact: Ryoji Mori, Senior Manager, Accounting Department
 Tel: +81 3-3435-2130

Scheduled dates:

Submission of quarterly securities filing: August 6, 2015

Commencement of dividend payments: -

Supplementary materials to quarterly earnings: Available

Quarterly earnings presentation: Conducted (for institutional investors and analysts)

1. Consolidated Financial Results for the Three Months ended June 30, 2015
(April 1, 2015 – June 30, 2015)

(Amounts in millions of yen rounded down to the nearest million yen)

(1) Operating Results

(Percentage figures represent changes versus the year-ago period)

	Net sales		Operating income		Recurring profit		Net income attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Three Months Ended June 30, 2015	340,042	11.7	14,819	35.9	15,358	129.4	7,492	38.3
Three Months Ended June 30, 2014	304,154	7.6	10,904	(34.9)	6,694	(28.7)	5,416	20.4

Note: Comprehensive income: Three months ended June 30, 2015: 9,110million yen 97.5%
 Three months ended June 30, 2014: 4,610million yen (72.1%)

	Earnings per share	Earnings per share – diluted
	yen	yen
Three Months Ended June 30, 2015	4.48	-
Three Months Ended June 30, 2014	3.23	-

(2) Financial Condition

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
June 30, 2015	1,707,876	444,768	25.1
March 31, 2015	1,662,283	447,957	25.9

Note: Shareholders' equity: June 30, 2015: 429,122 million yen
 March 31, 2015: 431,996 million yen

2. Dividends

Record date or term	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Full year
	yen	yen	yen	yen	yen
Year ended March 31, 2015	-	3.00	-	7.00	10.00
Year ending March 31, 2016	-				
Year ending March 31, 2016 (forecast)		5.00	-	7.00	12.00

Note: Revisions to the most recently announced dividend forecast: None

3. Forecast of Consolidated Earnings for the Year Ending March 31, 2016

(April 1, 2015 – March 31, 2016)

(Percentage figures represent changes versus the year-ago period)

	Net sales		Operating income		Recurring profit		Net income attributable to owners of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
For six months ending September 30, 2015	785,000	23.9	39,000	68.1	37,000	42.5	26,000	42.9	15.56
Full year	1,650,000	11.0	102,000	16.8	100,000	18.6	69,000	33.6	41.30

Note: Revision to the most recently announced earnings forecast: None

Notes

1) Changes affecting the status of material subsidiaries (scope of consolidation): None

2) Accounting procedures specific to preparation of quarterly consolidated financial statements: Yes

*For further details, see “Accounting procedures specific to preparation of quarterly consolidated financial statements” on page 10 in the Accompanying Materials.

3) Changes in accounting policies, changes in accounting estimates, and correction of errors

(1) Changes in accounting policies in accord with revisions to accounting standards: Yes

(2) Changes in accounting policies other than (1): None

(3) Changes in accounting estimates: None

(4) Correction of errors: None

*These are applicable to Article 10-5 of the Ordinance on Terminology, Forms and Preparation Methods of Financial Statements, etc. For details, please refer to “2. (3) Changes in accounting policies, changes in accounting estimates, and correction of errors” on page 10 of the Accompanying Materials.

4) Number of shares issued and outstanding (common stock)

(1) Number of shares issued as of period-end (including treasury stock)

June 30, 2015: 1,670,805,320 shares

March 31, 2015: 1,670,805,320 shares

(2) Number of shares held in treasury as of period-end

June 30, 2015: 201,135 shares

March 31, 2015: 191,653 shares

(3) Average number of shares during respective periods

Three months ended June 30, 2015: 1,670,606,948shares

Three months ended June 30, 2014: 1,671,747,545shares

Quarterly review status

This report is exempt from the quarterly review of accounts conducted in accord with Japan's Financial Instruments and Exchange Act. As of this report's publication, the quarterly review of the quarterly financial results had not been completed.

Appropriate Use of Financial Forecasts and Other Important Matters

Forward-Looking Statements

These materials contain various forward-looking statements and other forecasts regarding performance and other matters. Such statements are based on information available at the time of their preparation, and do not mean that the Company promises to achieve these figures. Actual results may differ from those expressed or implied by forward-looking statements due to a range of factors. For assumptions underlying earnings forecasts and other information regarding the use of such forecasts, refer to "Consolidated earnings outlook" on page 9 in the Accompanying Materials.

How to Obtain Supplementary Briefing Material on Quarterly Financial Results and Details of the Quarterly Financial Results Briefing

The Company plans to conduct a briefing for institutional investors and analysts by conference call on Friday July 31, 2015, and to post the briefing material on quarterly financial results to be used for the briefing on TDnet and the Company's website simultaneously with the announcement of financial results.

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1. Qualitative Information and Financial Statements

(1) Consolidated operating results

In the first quarter of the fiscal year ending March 31, 2016, the global economy continued to grow modestly, centered on the US, where the economy continued its recovery track. However, uncertainty about the impact of a variety of factors on global economic prospects grew stronger. Such factors include the effect of US monetary policy movements, crude oil price trends, the European sovereign debt problem, as well as the slowdown of the Chinese economy. Going forward, these risks with the potential to drag down the global economy must be watched.

The Japanese economy is expected to continue along a modest growth track, as the steady improvement in the income and employment environments against a backdrop of solid corporate earnings has led to an upturn in consumer sentiment and other signs of a positive economic cycle have begun to emerge. Still, there are concerns about the negative impact that an overseas economic downturn could have on the Japanese economy.

Amid such an economic environment, the Group achieved an increase in orders received in the first quarter in segments including Plant & Infrastructure and Aerospace. First quarter sales also increased in segments such as Aerospace, Gas Turbine & Machinery, Motorcycle & Engine, and Ship & Offshore Structure. Profits increased in segments such as Aerospace, Gas Turbine & Machinery, and Rolling Stock, and there was an increase in operating income, recurring profit and net income attributable to owners of the parent company.

The Group's consolidated orders received increased by ¥9.8 billion year on year to ¥343.7 billion. Consolidated net sales totaled ¥340.0 billion, a ¥35.8 billion year-on-year increase, and consolidated operating income increased by ¥3.9 billion year on year to ¥14.8 billion. As a result of operating income growth and decreasing foreign exchange losses, consolidated recurring profit increased by ¥8.6 billion year on year to ¥15.3 billion. Net income attributable to owners of the parent company increased by ¥2.0 billion year on year to ¥7.4 billion.

First-quarter consolidated operating performance is summarized by segment below.

Segment Information

Segment net sales, operating income, and orders received (billion yen)

	Three months ended June 30						Orders received		
	2014 (A)		2015 (B)		Change (B – A)		Three months ended June 30		
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income	2014 (A)	2015 (B)	Change (B – A)
Ship & Offshore Structure	18.3	(0.4)	23.4	(0.5)	5.1	(0.1)	14.5	17.2	2.6
Rolling Stock	30.4	0.0	32.1	1.5	1.6	1.4	67.4	46.9	(20.4)
Aerospace	65.4	6.2	76.0	8.4	10.6	2.2	41.9	52.6	10.6
Gas Turbine & Machinery	42.7	2.0	51.9	3.6	9.1	1.5	43.2	35.2	(8.0)
Plant & Infrastructure	21.0	(0.4)	23.4	(0.1)	2.4	0.3	35.2	55.3	20.1
Motorcycle & Engine	64.8	0.2	72.1	(1.0)	7.2	(1.2)	64.8	72.1	7.2
Precision Machinery	30.6	2.8	29.9	1.8	(0.6)	(0.9)	31.7	31.1	(0.5)
Other	30.5	0.5	30.7	0.8	0.2	0.2	34.7	32.9	(1.7)
Adjustments	-	(0.3)	-	0.2	-	0.5	-	-	-
Total	304.1	10.9	340.0	14.8	35.8	3.9	333.8	343.7	9.8

Notes: 1. Net sales include only sales to external customers.

2. The Motorcycle & Engine segment's orders received are equal to its net sales as production is based mainly on estimated demand.

Ship & Offshore Structure

Consolidated orders received increased ¥2.6 billion year on year to ¥17.2 billion, due to the booking of an order for one bulk carrier and two LPG carriers.

Consolidated net sales increased ¥5.1 billion year on year to ¥23.4 billion, due to an increase in the amount of shipbuilding of LPG carriers, LNG carriers and other vessels.

The segment posted a consolidated operating loss of ¥0.5 billion, a ¥0.1 billion deterioration year on year, due to factors including the addition of provision for losses on construction contracts.

Rolling Stock

Consolidated orders received declined ¥20.4 billion to ¥46.9 billion, largely due to the fact that a

large order was received overseas in the same quarter of the previous year.

Consolidated net sales increased ¥1.6 billion to ¥32.1 billion, as despite the decline in domestic net sales, there was an increase in overseas sales, including sales to customers in Singapore and North America.

Consolidated operating income increased ¥1.4 billion year on year to ¥1.5 billion, attributable to the increase in sales and other factors.

Aerospace

Consolidated orders received grew ¥10.6 billion to ¥52.6 billion, as in addition to maintaining a high level of orders for component parts for the Boeing 777 and 787, the impact of the depreciation of the yen and other factors also contributed.

Consolidated net sales increased ¥10.6 billion year on year to ¥76.0 billion, due to the increase in sales to Japan's Ministry of Defense and the continued high level of sales of component parts for the Boeing 777 and 787, coupled with the impact of the depreciation of the yen and other factors.

Consolidated operating income increased ¥2.2 billion year on year to ¥8.4 billion as a result of the increase in sales and other factors.

Gas Turbine & Machinery

Consolidated orders received fell ¥8.0 billion year on year to ¥35.2 billion, attributable to the decline in orders for hydraulic machinery and other factors.

Consolidated net sales grew ¥9.1 billion to ¥51.9 billion, due to an increase in sales of aircraft engine components, aerodynamic machinery, and other products.

Consolidated operating income rose ¥1.5 billion year on year to ¥3.6 billion in response to the increase in sales, among other factors.

Plant & Infrastructure

Consolidated orders received totaled ¥55.3 billion, a ¥20.1 billion year-on-year increase, due to an increase in orders for refuse incineration plants for the domestic market and other facilities.

Consolidated net sales grew ¥2.4 billion year on year to ¥23.4 billion, due to the increase in sales of large plants for overseas customers and other factors.

A consolidated operating loss of ¥0.1 billion was posted, which was on par with the same period of the previous year.

Motorcycle & Engine

Consolidated net sales increased ¥7.2 billion year on year to ¥72.1 billion, as the decline in motorcycle sales to Indonesia was offset by the increase in automobile and motorcycle sales to developed countries.

Consolidated operating loss totaled ¥1.0 billion, a ¥1.2 billion year-on-year decline, as despite the increase in profits targeting developed countries, there was a decline in profits targeting emerging countries, particularly Indonesia, along with other factors.

Precision Machinery

Consolidated orders received totaled ¥31.1 billion, which was on par with the same period of the previous year. The increase in orders for various types of robots, centered on industrial robots for the semiconductor industry, was offset by the decline in orders for hydraulic components, among other factors.

Consolidated net sales fell ¥0.6 billion year on year to ¥29.9 billion, as the increase in orders for various types of robots, centered on industrial robots for the semiconductor industry, was offset by the decline in orders for hydraulic components, among other factors.

Consolidated operating income declined ¥0.9 billion year on year to ¥1.8 billion, as despite the increase in profits from higher sales of robots, there was a decline in profits from hydraulic components, along with other factors.

Other Operations

Consolidated net sales is ¥30.7 billion yen on a level with the same period of the previous fiscal year.

Consolidated operating income is ¥0.8 billion yen on a level with the same period of the previous fiscal year.

(2) Consolidated financial position

At June 30, 2015, consolidated assets totaled ¥1,707.8 billion, a ¥45.5 billion increase from March 31, 2015. The increase was chiefly attributable to inventory growth stemming from progress toward completion of construction jobs and capital expenditure that added to property, plant and equipment, which offset the decline in trade receivables. Consolidated liabilities at June 30, 2015, were ¥1,263.1 billion, a ¥48.7 billion increase from March 31, 2015. The rise was largely attributable to the increase in short-term debt and other interest-bearing debt, which offset the decline in trade payables. Interest-bearing debt ended the first quarter at ¥510.6 billion, a ¥96.2 billion increase from March 31, 2015. Consolidated net assets at June 30, 2015, totaled ¥444.7 billion, a ¥3.1 billion decline from March 31, 2015, largely attributable to dividend payments.

(3) Consolidated earnings outlook

The future outlook for Group's operating environment has become increasingly uncertain, as despite expectations for modest economic growth in industrialized countries, there are concerns about economic slowdowns in emerging countries, uncertainty about the sovereign debt problem in Europe, and concerns about the impact of the decline in crude oil prices, among other factors. Consequently, despite the fact the yen is weaker than we had earlier anticipated, the Company has left its earnings forecasts for the fiscal year ending March 31, 2016 unchanged from the values previously announced on April 28, 2015.

The Company's earnings forecasts assume exchange rates of ¥118 to the US dollar and ¥128 to the euro.

Note regarding consolidated earnings outlook

The above earnings outlook is based on information available at the time of preparation, and includes risks and uncertainties. We therefore discourage making investment decisions depending solely on this outlook. Actual earnings may differ materially from this outlook, due to a variety of important factors stemming from changes the external environment and/or the Company's internal environment. Important factors that impact actual operating performance include, but are not limited to, the economic situation surrounding the Company's scope of business, foreign exchange rates, in particular the yen/dollar exchange rate, tax codes and other regulatory system-related issues.

2. Summary Information (Notes)

(1) Changes affecting the status of material subsidiaries (scope of consolidation)

Not applicable

(2) Accounting procedures specific to preparation of quarterly consolidated financial statements

The Company calculates tax expense by rationally estimating its effective tax rate after application of deferred-tax accounting to pretax net income for the fiscal year, which includes the first quarter under review, and multiplying quarterly pretax net income by said estimated effective tax rate. If unable to use the estimated effective tax rate, the Company calculates tax expense by multiplying the statutory effective tax rate by quarterly pretax net income adjusted to reflect material differences other than temporary differences.

Income taxes are reported inclusive of income tax adjustments.

(3) Changes in accounting policies, changes in accounting estimates, and correction of errors (Application of accounting standard for business combinations, etc.)

The Company has applied the “Accounting Standard for Business Combinations” (Accounting Standards Board of Japan (ASBJ) Statement No. 21 issued on September 13, 2013), the “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22 issued on September 13, 2013) and the “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7 issued on September 13, 2013) from the first quarter of the current fiscal year. As a result, the accounting method was changed to record the difference arising from changes in the equity in subsidiaries under ongoing control of the Company as capital surplus, and acquisition-related costs as expenses for the fiscal year in which they are incurred. In addition, with respect to any business combination entered into on or after the beginning of the first quarter under review, the accounting method was changed to reflect adjustments to the allocation of acquisition cost under provisional accounting treatment on the consolidated financial statements of the financial period in which the relevant business combinations became or will become effective. Furthermore, the presentation of net income, etc., was changed, and minority interests are now presented as non-controlling interests. In order to reflect the changes in the presentation, certain reclassifications have been made to the consolidated financial statements for the first quarter of the previous fiscal year as well as the previous full fiscal year.

The Company has applied the Accounting Standard for Business Combinations, etc. in accordance with transitional provisions in paragraph 58-2(4) of the Accounting Standard for Business Combinations, paragraph 44-5(4) of the Accounting Standard for Consolidated Financial Statements and paragraph 57-4(4) of the Accounting Standard for Business Divestitures, prospectively at the beginning of the first quarter under review.

For the first quarter under review, there are no impact on the consolidated financial statements.

3. Consolidated Financial Statements

(1) Consolidated balance sheets

		Millions of yen	
		As of March 31, 2015	As of June 30, 2015
Assets			
Current assets			
Cash on hand and in banks		51,645	46,744
Trade receivables		421,890	413,689
Merchandise and finished products		59,487	60,054
Work in process		321,326	350,132
Raw materials and supplies		117,837	120,010
Other		103,869	124,104
Allowance for doubtful receivables		(2,995)	(2,858)
	Total current assets	1,073,062	1,111,877
Fixed assets			
Net property, plant and equipment		420,554	425,105
Intangible assets		16,409	16,009
Investments and other assets			
Other		153,080	155,698
Allowance for doubtful receivables		(823)	(814)
	Total investments and other assets	152,257	154,883
	Total fixed assets	589,220	595,998
Total assets		1,662,283	1,707,876
Liabilities			
Current liabilities			
Trade payables		253,907	206,366
Electronically recorded obligations-operating		85,453	89,060
Short-term debt		122,338	145,855
Income taxes payable		17,094	10,979
Accrued bonuses		26,440	29,637
Provision for product warranties		11,480	12,528
Provision for losses on construction contracts		5,873	6,146
Advances from customers		171,607	180,109
Other		130,425	197,566
	Total current liabilities	824,623	878,249
Long-term liabilities			
Bonds payable		110,000	110,000
Long-term debt		159,749	159,562
Provision for environmental measures		2,535	2,469
Net defined benefit liability		79,272	78,712
Other		38,144	34,114
	Total long-term liabilities	389,702	384,858
Total liabilities		1,214,326	1,263,107

Net assets

Shareholders' equity		
Common stock	104,484	104,484
Capital surplus	54,393	54,393
Retained earnings	253,605	249,429
Treasury stock	(67)	(73)
Total shareholders' equity	<u>412,416</u>	<u>408,234</u>
Accumulated other comprehensive income		
Net unrealized gains (losses) on securities, net of tax	3,704	4,495
Deferred gains (losses) on hedges	(1,985)	(1,950)
Foreign currency translation adjustment	25,179	25,333
Remeasurements of defined benefit plans	(7,318)	(6,990)
Total accumulated other comprehensive income	<u>19,579</u>	<u>20,888</u>
Non-controlling interests	<u>15,961</u>	<u>15,646</u>
Total net assets	<u>447,957</u>	<u>444,768</u>
Total net assets and liabilities	<u>1,662,283</u>	<u>1,707,876</u>

(2) Consolidated statements of income and comprehensive income

Consolidated statements of income

	Millions of yen	
	Three months ended June 30, 2014	Three months ended June 30, 2015
Net sales	304,154	340,042
Cost of sales	253,169	281,225
Gross profit	50,984	58,816
Selling, general and administrative expenses		
Salaries and benefits	11,340	12,466
R&D expenses	8,014	8,620
Other	20,725	22,909
Total selling, general and administrative expenses	40,080	43,996
Operating income (loss)	10,904	14,819
Non-operating income		
Interest income	116	167
Dividend income	130	127
Equity in income of non-consolidated subsidiaries and affiliates	2,465	250
Gain on sale of fixed assets	-	615
Other	1,012	990
Total non-operating income	3,724	2,152
Non-operating expenses		
Interest expense	990	883
Foreign exchange losses	5,873	276
Other	1,069	452
Total non-operating expenses	7,933	1,613
Recurring profit (loss)	6,694	15,358
Income (loss) before income taxes and minority interests	6,694	15,358
Income taxes	619	7,568
Net income	6,075	7,790
Net income attributable to non-controlling interests	658	297
Net income attributable to owners of the parent company	5,416	7,492

Consolidated statements of comprehensive income

	Millions of yen	
	Three months ended June 30, 2014	Three months ended June 30, 2015
Net income	6,075	7,790
Other comprehensive income		
Net unrealized gains (losses) on securities	113	416
Deferred gains (losses) on hedges	3,209	39
Foreign currency translation adjustment	(2,169)	662
Remeasurements of defined benefit plans	409	332
Share of other comprehensive income of associates accounted for using equity method	(3,027)	(130)
Total other comprehensive income	(1,464)	1,320
Comprehensive Income attributable to:	4,610	9,110
Owners of the parent company	4,332	8,801
Non-controlling interests	278	309

(3) Notes on financial statements

Notes on the going-concern assumption

Not applicable

Notes on significant changes in the amount of shareholders' equity

Not applicable

Segment information and others

Segment information

1. Three months ended June 30, 2014 (April 1, 2014 – June 30, 2014)

(1) Sales and income (loss) by reportable segment

	Million yen			
	External sales	Intersegment sales	Total sales	Operating income (loss)
Ship & Offshore Structure	18,350	381	18,732	(416)
Rolling Stock	30,464	144	30,609	12
Aerospace	65,403	653	66,056	6,274
Gas Turbine & Machinery	42,799	2,034	44,834	2,056
Plant & Infrastructure	21,053	3,430	24,483	(425)
Motorcycle & Engine	64,892	163	65,056	263
Precision Machinery	30,634	3,159	33,793	2,850
Other	30,555	6,217	36,772	590
Reportable segment total	304,154	16,184	320,339	11,205
Adjustments*1	-	(16,184)	(16,184)	(301)
Consolidated total	304,154	-	304,154	10,904

Notes: 1. Breakdown of adjustments:

Million yen	
Income	Amount
Intersegment transactions	(71)
Corporate expenses*	(229)
Total	(301)

*Corporate expenses mainly comprise general and administrative expenses not attributed to reportable segments.

2. Segment income adjustments are based on operating income reported on the consolidated statements of income for the corresponding period.

(2) Impairment loss on fixed assets and goodwill by reportable segment

Not applicable

2. Three months ended June 30, 2015 (April 1, 2015 – June 30, 2015)

(1) Sales and income (loss) by reportable segment

Million yen				
	External sales	Intersegment sales	Total sales	Operating income (loss)
Ship & Offshore Structure	23,484	683	24,168	(591)
Rolling Stock	32,155	126	32,282	1,500
Aerospace	76,038	344	76,382	8,477
Gas Turbine & Machinery	51,970	3,309	55,280	3,619
Plant & Infrastructure	23,499	2,574	26,073	(120)
Motorcycle & Engine	72,115	167	72,283	(1,025)
Precision Machinery	29,985	3,269	33,255	1,869
Other	30,792	8,443	39,235	864
Reportable segment total	340,042	18,918	358,961	14,594
Adjustments*1	-	(18,918)	(18,918)	225
Consolidated total	340,042	-	340,042	14,819

Notes: 1. Breakdown of adjustments:

Million yen	
Income	Amount
Intersegment transactions	(83)
Corporate expenses*	308
Total	225

* Corporate expenses mainly comprise general and administrative expenses not attributed to reportable segments.

2. Segment income adjustments are based on operating income reported on the consolidated statements of income for the corresponding period.

(2) Impairment loss on fixed assets and goodwill by reportable segment

Not applicable

4. Supplementary information

(1) Consolidated cash flow statements (condensed)

	Million yen	
	Three months ended June 30, 2014	Three months ended June 30, 2015
Cash flow from operating activities	(38,067)	(67,444)
Cash flow from investing activities	(11,747)	(20,850)
Cash flow from financing activities	49,936	84,381
Cash and cash equivalents at end of period	40,033	42,865

(2) Orders and sales (consolidated)

Orders received

	Three months ended June 30, 2014		Three months ended June 30, 2015		Year ended March 31, 2015	
	million yen	% of total	million yen	% of total	million yen	% of total
Ship & Offshore Structure	14,586	4.3	17,259	5.0	179,221	10.4
Rolling Stock	67,426	20.1	46,976	13.6	131,428	7.6
Aerospace	41,983	12.5	52,673	15.3	357,031	20.8
Gas Turbine & Machinery	43,261	12.9	35,225	10.2	235,722	13.7
Plant & Infrastructure	35,275	10.5	55,394	16.1	203,473	11.8
Motorcycle & Engine	64,892	19.4	72,115	20.9	329,240	19.2
Precision Machinery	31,700	9.4	31,130	9.0	136,286	7.9
Other	34,736	10.4	32,947	9.5	140,558	8.2
Total	333,863	100.0	343,723	100.0	1,712,963	100.0

Note: The Motorcycle & Engine segment's orders received are equal to its net sales as production is based mainly on estimated demand.

Net sales

	Three months ended June 30, 2014		Three months ended June 30, 2015		Year ended March 31, 2015	
	million yen	% of total	million yen	% of total	million yen	% of total
Ship & Offshore Structure	18,350	6.0	23,484	6.9	90,327	6.0
Rolling Stock	30,464	10.0	32,155	9.4	121,519	8.1
Aerospace	65,403	21.5	76,038	22.3	325,083	21.8
Gas Turbine & Machinery	42,799	14.0	51,970	15.2	218,794	14.7
Plant & Infrastructure	21,053	6.9	23,499	6.9	121,113	8.1
Motorcycle & Engine	64,892	21.3	72,115	21.2	329,240	22.1
Precision Machinery	30,634	10.0	29,985	8.8	135,782	9.1
Other	30,555	10.0	30,792	9.0	144,261	9.7
Total	304,154	100.0	340,042	100.0	1,486,123	100.0

Order backlog

	Year ended March 31, 2015		Three months ended June 30, 2015		Three months ended June 30, 2014	
	million yen	% of total	million yen	% of total	million yen	% of total
Ship & Offshore Structure	264,281	14.6	260,407	14.1	155,748	10.2
Rolling Stock	405,999	22.4	428,608	23.2	396,986	26.1
Aerospace	488,431	27.0	484,663	26.2	426,324	28.0
Gas Turbine & Machinery	336,441	18.6	323,275	17.5	293,065	19.2
Plant & Infrastructure	255,522	14.1	290,129	15.7	184,831	12.1
Motorcycle & Engine	-	-	-	-	-	-
Precision Machinery	26,325	1.4	27,471	1.4	26,887	1.7
Other	28,531	1.5	30,690	1.6	36,417	2.3
Total	1,805,533	100.0	1,845,246	100.0	1,520,260	100.0

(3) Net sales by geographic area (consolidated)

Three months ended June 30, 2014 (April 1, 2014 – June 30, 2014)

Million yen

Japan	120,208	39.5%
United States	73,408	24.1%
Europe	27,865	9.1%
Asia	58,021	19.0%
Other areas	24,650	8.1%
Total	304,154	100.0%

Three months ended June 30, 2015 (April 1, 2015 – June 30, 2015)

Million yen

Japan	130,340	38.3%
United States	92,293	27.1%
Europe	34,597	10.1%
Asia	51,648	15.1%
Other areas	31,162	9.1%
Total	340,042	100.0%