

Consolidated Financial Results for the Third Quarter of FY2016

January 27, 2017

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 Code no : 6798
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 Scheduled date of filing quarterly securities report : February 13, 2017
 Scheduled date of payment of cash dividends : -
 The additional materials of the Financial Results for the Third Quarter : None
 The briefing session of the Financial Results for the Third Quarter : None

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(Amounts less than one million yen are rounded)

1. Consolidated Financial Results for the Third Quarter of FY2016 (April 1, 2016 through December 31, 2016)

<1> Consolidated operating results

(Percent indications show increase (decrease) from the same period of the previous year.)

| | Net sales | | Operating income (loss) | | Ordinary income (loss) | | Net income (loss) attributable to owners of parent | |
|--------------------|-----------------|--------|-------------------------|--------|------------------------|--------|--|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| FY2016 3rd quarter | 47,588 | (19.7) | 865 | (77.3) | 2,245 | (47.6) | 1,819 | (44.7) |
| FY2015 3rd quarter | 59,276 | 20.2 | 3,812 | 106.9 | 4,288 | (11.7) | 3,291 | (8.8) |

(Note): Comprehensive income (loss): 1,453 million yen for the 3Q of FY2016, (49.0)% and 2,851 million yen for the 3Q of FY2015, (43.9)%

| | Net income (loss) per share-basic | Net income per share-diluted |
|--------------------|-----------------------------------|------------------------------|
| FY2016 3rd quarter | 27.01 yen | 27.00 yen |
| FY2015 3rd quarter | 46.49 | 46.40 |

<2> Consolidated financial position

| | Total assets | Net assets | Net assets excluding share subscription rights and non-controlling interests as a percentage of total assets |
|--------------------|-----------------|-----------------|--|
| | Millions of yen | Millions of yen | % |
| FY2016 3rd quarter | 67,208 | 32,271 | 47.9 |
| FY2015 | 67,606 | 33,287 | 48.8 |

(Reference): Net assets excluding share subscription rights and non-controlling interests: 32,222 million yen as of December 31, 2016 and 32,995 million yen as of March 31, 2016

2. Dividends

| | Annual cash dividends per share | | | | |
|-----------------|---------------------------------|--------------------|--------------------|--------------------|-----------|
| | at 1st quarter end | at 2nd quarter end | at 3rd quarter end | at fiscal year end | Total |
| FY2015 | - yen | 6.00 yen | - yen | 8.00 yen | 14.00 yen |
| FY2016 | - | 5.00 | - | | |
| FY2016 forecast | | | | 5.00 | 10.00 |

(Note): Change in dividends forecast from the latest disclosure: None

3. Forecast of consolidated operating results for FY2016 (April 1, 2016 through March 31, 2017)

(Percent indications show increase (decrease) from the same period of the previous year.)

| | Net sales | | Operating income | | Ordinary income | | Net income attributable to owners of parent | | Net income per share |
|--------|-----------------|--------|------------------|--------|-----------------|--------|---|--------|----------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | yen |
| FY2016 | 64,000 | (17.1) | 1,300 | (68.8) | 2,300 | (35.1) | 2,000 | (25.3) | 30.25 |

(Note): Change in forecast of consolidated operating results from the latest disclosure: Yes

※ Notes

<1> Significant changes in scope of consolidation : None

<2>Adoption of specific accounting policies for quarterly consolidated financial statements: None

<3>changes in accounting policies, accounting estimation change and restatement

<3>-1 Changes in accounting policies due to the revision of the accounting standards : Applicable

<3>-2 Changes in accounting policies except for those in <3>-1 : None

<3>-3 Changes due to accounting estimation change : None

<3>-4 Restatement : None

<4> Number of shares issued

<4>-1 Number of shares issued at the end of each period (including treasury stocks)

| | | | |
|-----------|-------------------|-----------|-------------------|
| FY2016 3Q | 75,000,000 shares | FY2015 | 79,000,000 shares |
| FY2016 3Q | 8,883,092 shares | FY2015 | 8,947,853 shares |
| FY2016 3Q | 67,380,796 shares | FY2015 3Q | 70,785,479 shares |

<4>-2 Number of treasury shares at the end of each period

<4>-3 The average number of shares issued in each period (cumulative quarterly consolidated accounting period)

※ Implementation status of quarterly review

This Financial Results report for the third quarter is exempt from quarterly review which is based on Financial Instruments and Exchange Law of Japan. As of the third quarter disclosing, quarterly review procedures for the quarterly financial statement is in progress.

※ Explanation regarding the appropriate use of forecasts of business results and special notes

This document contains forward-looking statements based on judgments and estimates derived from information available to the Company at the time of this release. Actual future results may differ materially from any projections presented here due to a variety of factors.