

Summary of Consolidated Financial Results for the First Quarter of Fiscal Year 2016

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 Stock Code No. : 6751
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Adoption of US GAAP : NO

1. Consolidated Operating Results for First Quarter of Fiscal Year 2016 (1 April 2016 to 30 June 2016)

(Note) Amounts less than one million yen are omitted.

(1) Operating Results

| | Net Sales | | Operating Income | | Ordinary Income | | Profit Attributable to Owners of Parent | |
|-----------------------------|-----------------|------|------------------|---|--------------------|---|---|--------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % |
| FY2016 1st Quarter | 23,930 | 12.2 | -2,612 | - | -2,962 | - | -2,397 | - |
| FY2015 1st Quarter | 21,323 | 11.8 | -782 | - | -533 | - | -684 | - |
| (Note) Comprehensive Income | | | | | FY2016 1st quarter | | -2,593 million | (- %) |
| | | | | | FY2015 1st quarter | | -704 million | (- %) |

Percentages represent year-on-year change

| | Net Income per Share | Diluted Net Income per Share |
|--------------------|----------------------|------------------------------|
| | Yen | Yen |
| FY2016 1st Quarter | -14.68 | - |
| FY2015 1st Quarter | -4.97 | - |

(2) Financial Positions

| | Total Assets | Net Assets | Shareholder's Equity Ratio |
|-----------------------------------|-----------------|--------------------|----------------------------|
| | Millions of Yen | Millions of Yen | % |
| FY2016 1st Quarter | 147,584 | 73,844 | 48.9 |
| FY2015 | 160,949 | 77,257 | 47.0 |
| (Reference) Shareholders' Equity: | | FY2016 1st Quarter | 72,207 millions of yen |
| | | FY2015 | 75,674 millions of yen |

2. Dividends

| | Dividend per Share | | | | | | |
|-------------------|--------------------|------|-------------|-----|-------------|-------|----------|
| | 1st Quarter | | 2nd Quarter | | 3rd Quarter | | Year-end |
| | Yen | Yen | Yen | Yen | Yen | Yen | Yen |
| FY2015 | - | 5.00 | - | - | 5.00 | 10.00 | |
| FY2016 | - | - | - | - | - | - | |
| FY2016 (forecast) | - | 0.00 | - | - | 25.00 | 25.00 | |

(Note) 1. Change in dividend forecasts from the most recent announcement: None
 2. Breakdown of 2nd quarter dividend for FY2015: Commemorative dividend 5.00 Yen

* The Company plans to conduct a one-for-five reverse stock split of common shares with effective October 1, 2016. The estimated per-share amount of the year-end dividend for FY 2016 (forecast) factors in this reverse stock split. If the reverse stock split is not taken into account, the estimated year-end dividend for FY 2016 is 5.00 Yen per share.

3. Forecast for Fiscal Year 2016 (1 April 2016 to 31 March 2017)

| | Net Sales | | Operating Income | | Ordinary Income | | Profit Attributable to Owners of Parent | | Net Income per Share |
|---------------------------|-----------------|------|------------------|------|-----------------|------|---|-------|----------------------|
| | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Millions of Yen | % | Yen |
| 2nd Quarter (Accumulated) | 58,500 | 27.7 | -2,500 | - | -2,500 | - | -900 | - | -5.51 |
| Full Year | 165,000 | 31.8 | 5,400 | 69.6 | 5,300 | 55.2 | 4,300 | 158.7 | 131.61 |

(Note) Change in business forecasts from the most recent announcement: None

Percentages represent year-on-year change

* Net income per share in the forecast for Fiscal Year 2016 Full Year is calculated in consideration of reverse stock split

*Note

(1) Change in significant subsidiaries during the periods : None

(2) Adoption of peculiar accounting methods for quarterly consolidated financial statements : None

(3) Change in accounting policies / change in accounting estimates / restatement

- 1) Changes pursuant to revision of accounting policies : None
- 2) Changes other than the above 1) : None
- 3) Changes in accounting estimates : None
- 4) Restatement :None

(4) Numbers of issued shares (common stock)

1) Number of issued shares at the end of the period (including treasury shares):

| | |
|---------------------|--------------------|
| FY 2016 1st Quarter | 164,024,231 shares |
| FY 2015 | 164,024,231 shares |

2) Number of treasury share at the end of the period :

| | |
|---------------------|----------------|
| FY 2016 1st Quarter | 664,801 shares |
| FY 2015 | 660,308 shares |

3) Average number of share :

| | |
|---------------------|--------------------|
| FY 2016 1st Quarter | 163,361,196 shares |
| FY 2015 1st Quarter | 137,734,573 shares |

* Implementation status of quarterly review procedures

This quarterly financial statement result is not subject to the quarterly review procedures stipulated by the Financial Instrument and Exchange Act. The review of quarterly consolidated financial statement has not been completed at the time of release of this report.

* Disclaimer regarding appropriate use of forecasts and related points of note.

The forecasts contained in this report are based on information currently available and on certain assumptions deemed rational as of the date of release. Accordingly, actual results may differ significantly from these forecasts due to various factors.

* Dividend and earnings forecast after the reverse stock split

The Company decided to change to the share unit number from one thousand units of stock to one hundred units of stock. It also decided to consolidate shares at a ratio of 1 unit to 5 units of common stock of the Company, with the effective date, October 1, 2016. Both decisions were approved and passed at the Shareholder meeting on June 24, 2016. If the reverse stock split is not taken into account, the dividend and earnings forecasts for the FY 2016 are as follows.

1. Dividend forecast for FY 2016

Year-end dividend: 5.00 Yen per share

2. Earnings forecast for FY 2016

Net income per share (Full-year): 26.32 Yen