

Business Results for the Second Quarter of the Fiscal Year Ending March 31, 2017 [Japan GAAP] (Consolidated)

October 27, 2016

Company Eleminate Corporation
 Stock Code 2715 URL: <http://www.eleminatec.com>
 Representative Jun Kato, President
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 Expected date of filing of quarterly report: October 27, 2016
 Preparation of quarterly supplementary financial document: Yes
 Quarterly results briefing: Yes

Registered on the Tokyo Stock Exchange, First Section
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 Expected starting date of dividend payment: December 2, 2016

(Rounded down to million yen)

1. Results of operations for the second quarter of the fiscal year ending March 2017 (April 1, 2016 through September 30, 2016)

(1) Consolidated results of operations (cumulative) (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2017 2 nd Quarter	94,966	-21.7	2,190	-46.1	2,160	-48.7	-879	-
FY2016 2 nd Quarter	121,241	40.9	4,061	11.1	4,207	12.6	3,060	17.5

(Note) Comprehensive income:

FY2017 2nd Quarter: -2,844 million yen (-%)

FY2016 2nd Quarter: 2,672 million yen (-2.6%)

	Net income per share		Diluted net income per share	
	Yen		Yen	
FY2017 2 nd Quarter	-42.94		-	
FY2016 2 nd Quarter	149.50		-	

(2) Consolidated financial position

	Total assets		Net assets		Shareholders' equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
FY2017 2 nd Quarter	88,819		40,880		46.0		1,996.79	
FY ended March 2016	80,572		44,442		55.2		2,170.74	

(Reference) Shareholders' equity

FY2017 2nd Quarter: 40,880 million yen

FY ended March 2016: 44,442 million yen

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen		Yen		Yen
March 2016	—		40.00		75.00
March 2017	—		10.00		—
March 2017 (forecast)	—		—		20.00

(Note) Revisions to recent dividend forecast: Yes

3. Consolidated forecast for the fiscal year ending March 2017 (April 1, 2016 through March 31, 2017)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of parent		Net income per share	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen	
FY ending Mar. 2017	203,500	-6.1	4,850	-29.4	5,100	-25.9	1,300	-74.2	63.50	

(Note) Revisions to business forecast for the current quarter: Yes

Regarding the revision to the consolidated business forecast, please refer to the press release announced on October 27, 2016, titled "Notice Concerning Posting of Extraordinary Loss and Revision to Business Forecast, Dividend Payment from Retained Earnings and Year-end Dividend Forecast".

(Reference)

For the second quarter of the fiscal year ended March 2016, some subsidiaries have 9-month accounting period based on the provisional settlement, due to the change in the settlement date.

Comparison to the consolidated results (6-month basis) excluding the effect of change in settlement date is as follows.

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2017 2 nd Quarter	94,966	-13.3	2,190	-41.2	2,160	-44.0	-879	-
FY2016 2 nd Quarter	109,522	27.3	3,726	1.9	3,858	3.2	2,800	7.5

For the fiscal year ended March 2016, some subsidiaries have 15-month accounting period due to the above-mentioned change in the settlement date. Percentage changes between the consolidated forecast for the fiscal year ending March 2017 and the above consolidated business results (12-month basis) excluding the effect of change in settlement date are as follows.

	Net sales		Operating income		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY ending March 2017 (forecast)	203,500	-0.9	4,850	-25.8	5,100	-22.0	1,300	-72.9
FY ended March 2016	205,370	12.9	6,540	-11.3	6,538	-7.6	4,794	-6.1

※Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Application of accounting procedures specific to preparation of the consolidated quarterly financial statements: Yes

(3) Changes in accounting policies, accounting estimates and restatement

- ① Changes in accounting policies associated with revision of accounting standards: : None
- ② Changes in accounting policies other than ① : None
- ③ Changes in accounting estimates : None
- ④ Restatement : None

(4) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

FY2017 2nd Quarter: 21,152,473 shares

FY ended March 2016: 21,152,473 shares

② Treasury stock at the end of period

FY2017 2nd Quarter: 679,238 shares

FY ended March 2016: 679,238 shares

③ Average number of stock during period (quarterly consolidated cumulative period)

FY2017 2nd Quarter: 20,473,235 shares

FY2016 2nd Quarter: 20,473,235 shares

*** Implementation status of quarterly review procedure**

This financial summary is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for review of financial statements pursuant to the Financial Instruments and Exchange Act have not been completed.

*** Explanation regarding appropriate use of business forecasts and other special instructions**

Forecasts regarding future performance in this material are based on information currently available to the company and certain assumptions that the company deems to be reasonable at the time this report was prepared. The company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.