

Summary of FY March 2014 Second Quarter Consolidated Financial Results [Japan GAAP] (April 1, 2013 to September 30, 2013)

Corporate Name: PROTO CORPORATION
 Securities Code: 4298
 Representative: Tatsuzo Irikawa, President and Chief Operating Officer
 Contact: Shigeyoshi Shimizu, Director
 Scheduled date of filing of quarterly report: November 13, 2013
 Scheduled date for dividend payment: November 19, 2013
 Quarterly earnings supplementary explanatory documents: Yes
 Quarterly earnings presentation: Yes (for institutional investors and analysts)

October 30, 2013
 Stock Exchange Listing: TSE
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(Millions of yen, rounded down)

1. Consolidated Financial Results for the Six Months Ended September 30, 2013 (April 1, 2013 to September 30, 2013)

(1) Consolidated Operating Results

(Percentage represents change to the corresponding previous quarterly period.)

	Net Sales		Operating Income		Ordinary Income		Net Income	
		%		%		%		%
Six months ended September 30, 2013	27,724	44.4	2,456	(17.2)	2,612	(14.5)	1,312	(24.6)
Six months ended September 30, 2012	19,199	30.4	2,967	3.2	3,053	5.5	1,740	6.0

Note: Comprehensive income

As of September 30, 2013: 1,485 million yen; (13.3%) As of September 30, 2012: 1,712 million yen; 2.4%

	Net Income per Share	Net Income per Share (fully diluted)
	Yen	Yen
Six months ended September 30, 2013	64.09	—
Six months ended September 30, 2012	83.20	—

Note: We implemented the stock split as of October 1, 2012. However, net income per share was calculated on the assumption that the said stock split was implemented at the beginning of the previous consolidated fiscal year.

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio
			%
As of September 30, 2013	45,001	24,648	54.8
As of March 31, 2013	34,841	23,748	68.2

Reference: Equity capital As of September 30, 2013: 24,648 million yen As of March 31, 2013: 23,748 million yen

2. Cash Dividends

	Cash Dividends per Share				
	1 st Quarter End	2 nd Quarter End	3 rd Quarter End	Year-End	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended March 2013	—	37.50	—	18.75	—
Year ending March 2014	—	18.75	—	—	—
Year ending March 2014 (Forecast)	—	—	—	18.75	—

Note: Revisions to the forecast of cash dividends for the current quarter: None

We implemented the two for one stock split for our common stocks effective as of October 1, 2012.

3. Forecast of the Consolidated Results for the Year Ending March 31, 2014 (April 1, 2013 to March 31, 2014)

(Percentage represents change to the corresponding previous period.)

	Net Sales		Operating Income		Ordinary Income		Net Income		Net Income per Share
		%		%		%		%	Yen
Year Ending March 31, 2014	56,760	48.2	4,650	10.5	4,821	10.3	2,606	13.8	126.65

Note: Revisions to the forecast of consolidated results for the current quarter: None

*** Notes**

(1) Major changes in consolidated subsidiaries during the six months ended September 30, 2013: Yes

[Newly consolidated: 2 companies (AUTOWAY Co., Ltd. and Fujiyama Service Co., Ltd.)]

[Newly excluded: None]

(2) Application of accounting methods which are exceptional for quarterly consolidated financial statements: Yes

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

1) Changes in accounting policies resulting from the revision of the accounting standards and other regulations: None

2) Other changes in accounting policies: None

3) Changes in accounting estimates: None

4) Restatement of corrections: None

(4) Numbers of shares issued (common stock)

1) Numbers of shares issued (including treasury stock)	As of September 30, 2013	20,940,000 shares	As of March 31, 2013	20,940,000 shares
2) Number of treasury stock	As of September 30, 2013	494,690 shares	As of March 31, 2013	364,110 shares
3) The average number of outstanding shares over period (cumulative term)	Six months ended September 30, 2013	20,482,621 shares	Six months ended September 30, 2012	20,919,944 shares

Note: We implemented the stock split as of October 1, 2012. However, the average number of outstanding shares over period were calculated on the assumption that the said stock split was implemented at the beginning of the previous consolidated fiscal year.

*** Indication regarding the implementation status of the quarterly review procedure**

This quarterly financial report is exempt from quarterly review procedure based on the Financial Instruments and Exchange Act, and the review procedure of the quarterly financial statement based on the Financial Instruments and Exchange Act is not completed at the time of disclosure of this quarterly financial report.

*** Explanation for appropriate use of forecasts and other notes**

The forward-looking statements such as operational forecasts contained in this statements summary are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. Actual results may differ significantly from these forecasts due to various factors.