

Consolidated Financial Results for the Three Months of the Fiscal Year Ending March 31, 2016

August 7, 2015

SHINKAWA LTD.

(URL <http://www.shinkawa.com>)

Listing	First Section of Tokyo Stock Exchange
Security code	6274
Representative	Takashi Nagano, President and CEO, Representative Director
Contact Person	Takuya Mori, Chief Financial Officer, Director
Phone Number	+81-42-560-4848
Scheduled date to file Quarterly Report	August 13, 2015
Scheduled date to commence dividend payments	—
Quarterly Results Supplemental Materials	Yes
Quarterly Results Presentation Meeting	None

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

(Amounts are rounded off to nearest million yen.)

(1) Consolidated Operating Results

(% changes as compared with the corresponding period of the previous fiscal year)

	Net sales		Operating income (loss)		Ordinary income (loss)		Profit (loss) attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2015	4,690	78.3	400	-	429	-	325	-
Three months ended June 30, 2014	2,631	52.2	(753)	-	(787)	-	(790)	-

(Note) Comprehensive income : Three months ended June 30, 2015: 577 million yen
Three months ended June 30, 2014: (619) million yen

	Net income (loss) per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2015	17.89	-
Three months ended June 30, 2014	(43.44)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2015	27,577	23,912	86.7
As of March 31, 2015	26,500	23,336	88.1

(Reference) Equity: As of June 30, 2015: 23,912 million yen As of March 31, 2015: 23,336 million yen

2. Dividends

	Cash dividends per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Full year
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	-	0.00	-	0.00	0.00
Fiscal year ending March 31, 2016	-				
Fiscal year ending March 31, 2016 (Forecast)		0.00	-	-	-

(Note) Revisions to the dividend forecasts announced recently: None
The dividend forecast for the fiscal year ending March 31, 2016 is undecided.

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2016

(from April 1, 2015 to March 31, 2016)

(% changes as compared with the corresponding period of the previous fiscal year)

	Net sales		Operating income (loss)		Ordinary income (loss)		Profit (loss) attributable to owners of parent		Net income (loss) per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2015	7,300	34.4	(210)	-	(350)	-	(490)	-	(26.96)
Fiscal year ending March 31, 2016	17,300	52.4	580	-	470	-	270	-	14.86

(Note) Revisions to the Forecast of Consolidated Financial Results announced recently : Yes

*** Notes**

(1) Changes in significant subsidiaries during the three months of the fiscal year ending March 31, 2016
(Changes in specified subsidiaries that caused change in scope of consolidation) : None

(2) Application of an accounting procedure especially for the preparation of quarterly consolidated financial statements : Yes

(3) Changes in accounting policies, accounting estimates and restatement of the consolidated financial statements

1) Changes in accounting policies due to revision of accounting standards : Yes

2) Changes in matters other than 1) above : None

3) Changes in accounting estimates : None

4) Restatement : None

(4) Number of common shares issued

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

As of June 30, 2015	20,047,500 shares
As of March 31, 2015	20,047,500 shares

2) Number of treasury stock at the end of periods:

As of June 30, 2015	1,873,577 shares
As of March 31, 2015	1,873,388 shares

3) Average number of shares during periods:

Three months ended June 30, 2015	18,174,003 shares
Three months ended June 30, 2014	18,174,779 shares

*** Notice regarding audit procedures for the quarterly financial results**

This quarterly financial results statement is exempt from the audit procedures based upon the Financial Instruments and Exchange Act. At the time of disclosure of this financial results statement, the audit procedure based upon the Financial Instruments and Exchange Act had not been completed.

*** Explanation regarding the appropriate use of projections and other special notes**

(Notes for the forward-looking statements)

The forward looking statements, including business results forecast, contained in this document are based on information available to the SHINKAWA Group and certain assumptions deemed reasonable as of the date of this document and the Company does not guarantee that such forecast will be achieved. Actual business results may differ substantially due to a number of factors.

(Method to obtain supplemental materials for quarterly financial documents)

Supplemental materials for the quarterly financial documents is scheduled to be released on the Company's web site.