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January 22, 2016

Financial Results for the Nine Months Ended December 31, 2015

[Japanese GAAP]

(Summary of Japanese announcement)

(Japanese yen figures less than a million yen are rounded down)

1. Consolidated Performance for the Nine Months Ended December 31, 2015 (April 1, 2015 – December 31, 2015)

(1) Consolidated Operating Results

(figures with % indicate the rate of change from the same period of the previous fiscal year)

	Net sales [¥ million] [%]	Operating income [¥ million] [%]	Ordinary income [¥ million] [%]	Profit attributable to JAFCO Co., Ltd. stockholders [¥ million] [%]
For nine months ended December 31, 2015	34,304 (25.0)	18,613 (39.6)	19,446 (40.0)	15,581 (36.6)
For nine months ended December 31, 2014	45,769 43.6	30,821 63.4	32,384 63.0	24,592 100.2

Note: Comprehensive income Nine months ended December 31, 2015: ¥ 16,646 million (negative 10.4%)
 Nine months ended December 31, 2014: ¥ 18,572 million (negative 53.5%)

	Profit per share [¥]	Fully diluted net income per share [¥]
For nine months ended December 31, 2015	351.19	-
For nine months ended December 31, 2014	554.29	-

(2) Consolidated Financial Position

	Total assets [¥ million]	Net assets [¥ million]	Equity ratio [%]	Net assets per share [¥]
As of December 31, 2015	233,643	200,333	85.7	4,515.30
As of March 31, 2015	239,035	188,125	78.7	4,240.11

(Reference) Shareholders' equity As of December 31, 2015: ¥200,333 million
 As of March 31, 2015: ¥188,125 million

2. Dividends

(Record date)	Dividend per share [¥]				
	End of 1Q	End of 2Q	End of 3Q	End of the year	Total
For the year ended March 31, 2015	-	-	-	100.00	100.00
For the year ending March 31, 2016	-	-	-		
For the year ending March 31, 2016 (Forecast)				-	-

Notes: The forecast of dividend amount is unfixed.

3. Business Forecasts (April 1, 2015 – March 31, 2016)

Volatility in stock markets and the IPO environment in Japan and overseas causes performance to fluctuate, as a result of which it is difficult to make meaningful forecasts in earnings. Therefore, instead of announcing projections, JAFCO makes timely disclosure of quarterly financial results.

*Other Information

- (1) Changes in significant subsidiaries during this period: None
- (2) Adoption of specific accounting methods for the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting principles, accounting estimates and correction of prior period errors
 - ① Changes in accounting principles due to revisions to accounting standards: Yes
 - ② Changes in accounting principles other than ①: None
 - ③ Changes in accounting estimates: None
 - ④ Correction of prior period errors: None

Notes: Please refer to P 7, (3) Changes in accounting principles, accounting estimates and correction of prior errors of 2. Notes Regarding Other Information.

- (4) Number of issued shares (common stock)
 - ① Number of issued shares (including treasury stock)

As of December 31, 2015: 48,294,336	As of March 31, 2015: 48,294,336
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 - ② Number of treasury stock

As of December 31, 2015: 3,926,478	As of March 31, 2015: 3,926,328
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 - ③ Average number of shares

For nine months ended December 31, 2015: 44,367,922	
For nine months ended December 31, 2014: 44,368,247	

*Disclosure regarding the implementation of audit procedures

This financial summary is not subject to the external auditor's quarterly review procedures required under the Financial Instruments and Exchange Act. At the time of the disclosure of this report, the quarterly review of consolidated financial statements pursuant to the Act had not been completed.

*Cautionary statements with respect to forward-looking statements and other notes

(Access to the quarterly financial supplement materials)

The presentation material for the nine months ended December 31, 2015 was released on JAFCO's website on January 22, 2016.

***Note to XBRL**

Please note that the names of the English accounts contained in XBRL data, which are available through EDINET and TDNet, may be different from those of the English accounts in our financial statements.

1. Qualitative Analysis and Financial Statements**(1) Qualitative Analysis of Consolidated Operating Results**

JAFCO posted net sales of ¥34,304 million, ordinary income of ¥19,446 million, and profit attributable to JAFCO Co., Ltd. stockholders of ¥15,581 million in the consolidated nine months ended December 31, 2015. This compares with net sales of ¥61,945 million, ordinary income of ¥40,132 million, and profit attributable to JAFCO Co., Ltd. stockholders of ¥27,707 million for the previous full year ended March 31, 2015 (the “previous full year”).

(Outline of Investments)

The JAFCO Group and its funds made investments totaling ¥17,954 million (52 companies) in the nine months ended December 31, 2015, compared with ¥21,644 million (71 companies) in the previous full year. The breakdown is shown on page 17.

(Outline of Capital Gains and IPOs)

Of ¥26,668 million in revenues from operational investment securities (previous full year: ¥56,471 million), proceeds from the sale of securities excluding dividend and interest income on bonds totaled ¥25,427 million (previous full year: ¥55,862 million). Capital gains came to ¥13,242 million (previous full year: ¥33,957 million), out of which capital gains on listed shares were ¥9,416 million (previous full year: ¥31,747 million) and capital gains on unlisted shares were ¥3,825 million (previous full year: ¥2,210 million). This ¥3,825 million consisted of ¥7,034 million (previous full year: ¥9,695 million) in gains on sale and ¥3,208 million (previous full year: ¥7,485 million) in losses on sale.

There were seven IPOs in Japan and five overseas by investees of the JAFCO Group and its funds (previous full year: 21 IPOs in Japan and three overseas). The details are shown on page 17-20.

(Millions of Yen)

	For the year ended March 31, 2015 (A)	For nine months ended December 31, 2014	For nine months ended December 31, 2015 (B)	Annualized comparison [(B)/3×4]/(A) (%)
Revenues from operational investment securities	56,471	41,515	26,668	63.0
Proceeds from sale of securities (1)	55,862	40,989	25,427	60.7
Dividend and interest income	608	525	1,241	272.0
Cost of operational investment securities	21,904	15,574	12,185	74.2
Cost of securities sold (2)	21,904	15,574	12,185	74.2
Impairment	-	-	-	-
Capital gains (1) – (2)	33,957	25,415	13,242	52.0
Capital gains on listed shares	31,747	24,085	9,416	39.5
Capital gains on unlisted shares	2,210	1,330	3,825	230.8
Capital gains	9,695	7,868	7,034	96.7
Capital losses	7,485	6,537	3,208	57.2

(Outline of Investment Loss Reserves)

JAFECO makes investment loss reserves after taking investees' business performance into consideration. Company-by-company reserves are made if the estimated recovery amount falls below 70% of acquisition cost. General reserves are made to cover all other unlisted portfolio companies based on our accumulated expertise in private equity.

Additions to investment loss reserves for the nine months ended December 31, 2015 totaled ¥2,207 million, consisting of ¥2,286 million in company-by-company reserves and a reversal of ¥79 million in general reserves, compared with ¥3,443 million, ¥4,129 million and a reversal of ¥686 million respectively in the previous full year.

Company-by-company reserves were reversed by ¥2,735 million following the sale and impairment of securities in the nine months ended December 31, 2015, compared with ¥6,531 million reversed in the previous full year. As a result, net additions to investment loss reserves were negative ¥528 million, compared with negative ¥3,087 million in the previous full year.

Balance of investment loss reserves came to ¥15,239 million (28.1% of the balance of unlisted operational investment securities) as of December 31, 2015, compared with ¥15,757 million (27.5% of the balance of unlisted operational investment securities) at the end of the previous fiscal year.

(Millions of Yen)

	For the year ended March 31, 2015 (A)	For nine months ended December 31, 2014	For nine months ended December 31, 2015 (B)	Annualized comparison [(B)/3×4]/(A) (%)
Additions to investment loss reserves (1)	3,443	1,950	2,207	85.5
Company-by-company reserves	4,129	2,066	2,286	73.8
(Reversal of) General reserves	(686)	(116)	(79)	-
Reversal of investment loss reserves (2)	6,531	5,832	2,735	55.8
Net additions = (1)-(2) (minus figures are reversals)	(3,087)	(3,881)	(528)	-

(Millions of Yen)

	As of March 31, 2015	As of December 31, 2015
Balance of investment loss reserves	15,757	15,239
Company-by-company reserves	12,143	11,704
General reserves	3,614	3,535
Ratio for all unlisted operational investment securities	27.5%	28.1%

(Outline of Balance of Operational Investment Securities)

Difference in acquisition cost and market value of listed operational investment securities was ¥8,573 million as of December 31, 2015 (compared with ¥14,654 million at the end of the previous fiscal year). This consisted of ¥8,850 million in unrealized gains on operational investment securities whose market value exceeds acquisition cost and ¥276 million in unrealized losses on operational investment securities whose market value falls below acquisition cost (compared with ¥15,151 million and ¥496 million respectively at the end of previous fiscal year).

Unrealized losses on operational investment securities were reversed by ¥222 million for the nine months ended December 31, 2015 (compared with reversal of ¥607 million for the previous fiscal year).

As a result, the balance of operational investment securities stood at ¥67,336 million as of December 31, 2015, compared with ¥78,785 million at the end of previous fiscal year.

(Millions of Yen)

	As of March 31, 2015	As of December 31, 2015
Difference between acquisition cost and market value of listed operational investment securities	14,654	8,573
Securities whose market value exceeds acquisition cost	15,151	8,850
Securities whose market value falls below acquisition cost	(496)	(276)

(Millions of Yen)

	For the year ended March 31, 2015	For nine months ended December 31, 2014	For nine months ended December 31, 2015
(Reversal of) Unrealized losses on operational investment securities	(607)	(567)	(222)

Balance of Operational Investment Securities

(Millions of Yen)

	As of March 31, 2015		As of December 31, 2015	
	Acquisition cost	Figures on the consolidated B/S	Acquisition cost	Figures on the consolidated quarterly B/S
Listed	6,864	21,519	4,450	13,024
Unlisted	47,957	53,767	46,828	51,335
Subtotal	54,822	75,287	51,278	64,360
Investments in other funds	2,857	3,498	2,482	2,975
Total	57,679	78,785	53,760	67,336

Note: 1. "Investments in other funds" is investment in funds managed by third parties.
2. The difference in "Acquisition cost" and "Figures on the consolidated balance sheets" for unlisted securities and investments in other funds only reflects foreign exchange translation difference.

(Outline of Fund Operations)

Fees from fund operations for the nine months ended December 31, 2015 totaled ¥7,580 million (previous full year: ¥5,218 million) as shown below.

(Millions of Yen)

	For the year ended March 31, 2015 (A)	For nine months ended December 31, 2014	For nine months ended December 31, 2015 (B)	Annualized comparison [(B)/3×4]/(A) (%)
Income from partnership management	5,218	4,005	7,580	193.7
Fund management fees	4,598	3,593	3,049	88.4
Success fees	619	412	4,531	975.1

Note: Fund management fees and success fees are based on commitment amount excluding the JAFCO Group's commitment.

(2) Qualitative Analysis of Consolidated Financial Condition

(Outline of Assets, Liabilities, and Net Assets)

Total assets came to ¥233,643 million, comprising current assets of ¥153,000 million and noncurrent assets of ¥80,643 million as of December 31, 2015, compared with ¥239,035 million, ¥167,369 million and ¥71,666 million respectively at the end of previous fiscal year.

Total liabilities came to ¥33,309 million, comprising current liabilities of ¥7,304 million and noncurrent liabilities of ¥26,005 million as of December 31, 2015, compared with ¥50,910 million, ¥27,962 million and ¥22,948 million respectively at the end of previous fiscal year.

Net assets as of December 31, 2015 came to ¥200,333 million, compared with ¥188,125 million at the end of previous fiscal year.

(Outline of Cash Flows)

Cash flows from operating activities for the nine months ended December 31, 2015 resulted in a cash inflow of ¥9,818 million, compared with a cash inflow of ¥28,822 million in the previous full year. This is mainly due to the sale of operational investment securities.

Cash flows from investing activities for the nine months ended December 31, 2015 resulted in a cash inflow of ¥11,949 million, compared with a cash outflow of ¥5,744 million in the previous full year. This is mainly due to the redemption of short-term investment securities.

Cash flows from financing activities for the nine months ended December 31, 2015 resulted in a cash outflow of ¥13,481 million, compared with a cash outflow of ¥3,970 million in the previous full year. This is mainly due to the redemption of bonds.

As a result of the above, cash and cash equivalents increased by ¥7,934 million, and the balance as of December 31, 2015 totaled ¥97,829 million, compared with ¥89,895 million at the end of the previous fiscal year.

(3) Qualitative Analysis of Consolidated Business Forecasts

Volatility in stock markets and the IPO environment in Japan and overseas causes performance to fluctuate, as a result of which it is difficult to make meaningful forecasts in earnings. Therefore, instead of announcing projections, JAFCO makes timely disclosure of quarterly financial results.

2. Notes Regarding Other Information

(1) Changes in significant subsidiaries during this period

None

(2) Specific accounting methods for preparing quarterly consolidated financial statements

None

(3) Changes in accounting principles, accounting estimates and correction of prior period errors

(Changes in accounting principles)

Adoption of Accounting Standards for Business Combinations

JAFCO adopted the “Accounting Standards for Business Combinations” (ASBJ Statement No. 21 of September 13, 2013), the “Accounting Standards for Consolidated Financial Statements” (ASBJ Statement No. 22 of September 13, 2013) and “Accounting Standards for Business Divestitures” (ASBJ Statement No. 7 of September 13, 2013) from the first quarter ended June 30, 2015, and changed the presentation of quarterly “Net income” to “Profit attributable to JAFCO Co., Ltd. stockholders” and “Minority interests” to “Profit attributable to non-controlling interests.” The above changes are also reflected in the quarterly financial statements as of December 31, 2014 and in the financial statements as of March 31, 2015.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2015	As of December 31, 2015
Assets		
Current assets		
Cash and deposits	28,711	29,584
Operational investment securities	78,785	67,336
Investment loss reserves	(15,757)	(15,239)
Securities	73,184	68,245
Deferred tax assets	—	15
Other	2,456	3,057
Allowance for doubtful accounts	(11)	—
Total current assets	167,369	153,000
Non-current assets		
Property, plant and equipment	245	213
Intangible assets	141	96
Investments and other assets		
Investment securities	70,345	79,422
Investments in capital	36	36
Long-term loans receivable	173	174
Deferred tax assets	167	150
Other	555	549
Total investments and other assets	71,279	80,333
Total non-current assets	71,666	80,643
Total assets	239,035	233,643

(Millions of Yen)

	As of March 31, 2015	As of December 31, 2015
Liabilities		
Current liabilities		
Current portion of bonds	8,000	—
Current portion of long-term loans payable	3,060	1,852
Income taxes payable	8,371	168
Deferred tax liabilities	5,438	3,188
Provision for bonuses	425	205
Allowance for extraordinary compensation for directors and corporate auditors	192	—
Reserve for success fee refunds	156	146
Other	2,317	1,743
Total current liabilities	27,962	7,304
Non-current liabilities		
Bonds payable	2,000	2,000
Long-term loans payable	2,301	2,459
Net defined benefit liability	580	593
Deferred tax liabilities	18,023	20,909
Other	42	42
Total non-current liabilities	22,948	26,005
Total liabilities	50,910	33,309
Net assets		
Shareholders' equity		
Capital stock	33,251	33,251
Capital surplus	32,806	32,806
Retained earnings	88,755	99,900
Treasury shares	(20,078)	(20,079)
Total shareholders' equity	134,734	145,878
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	52,672	53,726
Foreign currency translation adjustment	751	737
Remeasurements of defined benefit plans	(32)	(8)
Total accumulated other comprehensive income	53,391	54,455
Total net assets	188,125	200,333
Total liabilities and net assets	239,035	233,643

(2) Consolidated Statements of Income and Consolidated Statement of Comprehensive Income**(Consolidated Statements of Income)**

(Millions of Yen)

	For the nine months ended December 31, 2014	For the nine months ended December 31, 2015
Net sales		
Revenue from operational investment securities	41,515	26,668
Income from partnership management	4,005	7,580
Other sales	247	55
Total net sales	45,769	34,304
Cost of sales		
Cost of operational investment securities	15,574	12,185
Other cost	1,841	103
Total cost of sales	17,415	12,289
Gross profit	28,353	22,015
(Reversal of) Additions to investment loss reserves	(3,881)	(528)
(Reversal of) unrealized losses on operational investment securities	(567)	(222)
(Reversal of) Additions to reserve for success fee refunds	(2,109)	(10)
Gross profit - net	34,912	22,776
Selling, general and administrative expenses	4,091	4,162
Operating income	30,821	18,613
Non-operating income		
Interest income	76	64
Dividend income	991	1,285
Foreign exchange gains	550	—
Miscellaneous income	82	18
Total non-operating income	1,701	1,368
Non-operating expenses		
Interest expenses	130	99
Foreign exchange losses	—	419
Miscellaneous loss	6	17
Total non-operating expenses	137	536
Ordinary income	32,384	19,446
Extraordinary income		
Gain on dividends in liquidation of subsidiaries and associates	24	—
Gain on sales of investment securities	2,098	—
Total extraordinary income	2,122	—
Extraordinary losses		
Total extraordinary losses	—	—
Income before income taxes and minority interests	34,507	19,446
Income taxes - current	9,681	3,523
Income taxes - deferred	233	340
Total income taxes	9,914	3,864
Profit	24,592	15,581
Profit attributable to non-controlling interests	—	—
Profit attributable to JAFECO Co., Ltd. stockholders	24,592	15,581

(Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	For the nine months ended December 31, 2014	For the nine months ended December 31, 2015
Profit	24,592	15,581
Other comprehensive income		
Valuation difference on available-for-sale securities	(7,921)	1,054
Foreign currency translation adjustment	1,897	(14)
Remeasurements of defined benefit plans, net of tax	3	24
Total other comprehensive income	(6,020)	1,064
Comprehensive income	18,572	16,646
(Breakdown)		
Comprehensive income attributable to JAFECO Co., Ltd. stockholders	18,572	16,646
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statements of Cash Flows

(Millions of Yen)

	For the nine months ended December 31, 2014	For the nine months ended December 31, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	34,507	19,446
Depreciation	100	99
Increase (decrease) in allowance for investment loss	(3,881)	(528)
Increase (decrease) in allowance for doubtful accounts	(23)	(11)
Increase (decrease) in provision for bonuses	(142)	(219)
Increase (decrease) in allowance for extraordinary compensation for directors and corporate auditors	(168)	(192)
Increase (decrease) in reserve for success fee refunds	(2,109)	(10)
Increase (decrease) in net defined benefit liability	27	12
(Reversal of) unrealized losses on operational investment securities	(567)	(222)
Interest and dividend income	(1,067)	(1,350)
Interest expenses	130	99
Foreign exchange losses (gains)	(1,021)	776
Gain on dividends in liquidation of subsidiaries and associates	(24)	—
Loss (gain) on sales of investment securities	(2,098)	—
Decrease (increase) in investment securities for sale	8,419	3,934
Decrease (increase) in consumption taxes refund receivable	(277)	53
Increase (decrease) in accrued consumption taxes	44	(304)
Decrease (increase) in other current assets	117	73
Increase (decrease) in other current liabilities	(1,430)	(247)
Other, net	454	(753)
Subtotal	30,989	20,656
Interest and dividend income received	1,065	1,370
Interest expenses paid	(162)	(143)
Income taxes paid	(15,169)	(12,064)
Net cash provided by (used in) operating activities	16,722	9,818
Cash flows from investing activities		
Purchase of securities	(14,000)	—
Proceeds from redemption of securities	4,000	12,000
Purchase of property, plant and equipment	(15)	(21)
Purchase of intangible assets	(11)	(1)
Proceeds from sales of shares of subsidiaries and associates	20	—
Proceeds from dividends in liquidation of subsidiaries and associates	32	—

(Millions of Yen)

	For the nine months ended December 31, 2014	For the nine months ended December 31, 2015
Proceeds from sales of investment securities	2,267	—
Payments of long-term loans receivable	(26)	(27)
Collection of long-term loans receivable	44	27
Increase in other investments and assets	(53)	(48)
Decrease in other investments and assets	67	21
Net cash provided by (used in) investing activities	(7,674)	11,949
Cash flows from financing activities		
Proceeds from long-term loans payable	900	1,500
Repayments of long-term loans payable	(3,586)	(2,550)
Redemption of bonds	—	(8,000)
Cash dividends paid	(1,108)	(4,430)
Proceeds from disposal of treasury shares	0	0
Purchase of treasury shares	(1)	(1)
Net cash provided by (used in) financing activities	(3,796)	(13,481)
Effect of exchange rate change on cash and cash equivalents	2,411	(352)
Net increase (decrease) in cash and cash equivalents	7,662	7,934
Cash and cash equivalents at beginning of period	68,290	89,895
Cash and cash equivalents at end of period	75,953	97,829

(4) Notes for Consolidated Financial Statements

(Notes on premise of going concern)

None

(Notes on significant changes in the shareholder's equity)

None

(Notes on marketable securities)

(i) Held-to-maturity bonds

(Millions of Yen)

	Type	As of March 31, 2015			As of December 31, 2015		
		Figures on the consolidated B/S	Market value	Difference	Figures on the consolidated quarterly B/S	Market value	Difference
Bonds whose market value exceeds B/S amount	Marketable Securities						
	(1) National/local bonds	-	-	-	-	-	-
	(2) Corporate bonds	1,000	1,000	0	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	1,000	1,000	0	-	-	-
Bonds whose market value falls below B/S amount	Marketable Securities						
	(1) National/local bonds	-	-	-	-	-	-
	(2) Corporate bonds	10,000	9,998	(1)	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	10,000	9,998	(1)	-	-	-
Total		11,000	10,998	(1)	-	-	-

(ii) Available-for-sale securities

(Millions of Yen)

	Type	As of March 31, 2015			As of December 31, 2015		
		Acquisition cost	Figures on the consolidated B/S	Difference	Acquisition cost	Figures on the consolidated quarterly B/S	Difference
Securities whose B/S amount exceeds acquisition cost	Operational investment securities						
	(1) Stock	5,670	20,822	15,151	2,871	11,721	8,850
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	5,670	20,822	15,151	2,871	11,721	8,850
	Investment securities						
	(1) Stock	12,780	69,359	56,579	12,785	78,449	65,663
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	12,780	69,359	56,579	12,785	78,449	65,663
	Marketable securities						
Securities whose B/S amount falls below acquisition cost	(1) Stock	-	-	-	-	-	-
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-
	Total	18,450	90,181	71,730	15,657	90,170	74,513
	Operational investment securities						
	(1) Stock	1,194	697	(496)	1,579	1,302	(276)
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	1,194	697	(496)	1,579	1,302	(276)
	Investment securities						
	(1) Stock	5	5	(0)	-	-	-
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	5	5	(0)	-	-	-
	Marketable securities						
	(1) Stock	-	-	-	-	-	-
	(2) Bond	-	-	-	-	-	-
	(3) Others	62,184	62,184	-	68,245	68,245	-
	Subtotal	62,184	62,184	-	68,245	68,245	-
	Total	63,384	62,887	(496)	69,824	69,548	(276)
Grand total		81,835	153,069	71,234	85,481	159,719	74,237

Notes: 1. The following items are not included in the above table because they have no market value, making it difficult to determine fair value.

(Millions of Yen)

	As of March 31, 2015	As of December 31, 2015
	Figures on the consolidated B/S	Figures on the consolidated quarterly B/S
Available-for-sale securities		
Operational investment securities		
Unlisted stock	50,930	49,242
Unlisted domestic and foreign bonds	810	703
Others	5,525	4,364
Investment securities		
Unlisted stock	980	972

2. During the nine months ended December 31, 2015, no impairment losses were recorded against available-for-sale securities (including those for which it is difficult to determine the fair value). This compares to the losses of ¥3 million for the previous full year, all of which were on securities classified as investment securities.

4. Other Information

(1) Investments and IPOs

(i) Investments

(Millions of Yen)

	For the year ended March 31, 2015		For nine months ended December 31, 2014		For nine months ended December 31, 2015		Annualized comparison [(B)/3×4]/(A)(%)
	Amount (A)	No. of co's.	Amount	No. of co's.	Amount (B)	No. of co's.	
Equity							
(Japan)	9,019	34	6,601	26	8,931	28	132.0
(USA)	8,677	18	8,435	16	5,008	10	77.0
(Asia)	3,947	19	2,965	14	4,013	14	135.6
Total	21,644	71	18,002	56	17,954	52	110.6

Notes: 1. Investment amount is a total of investments by the JAFECO Group and funds.
 2. Investments denominated in foreign currencies are translated into yen on a quarterly basis using the exchange rate at the end of each quarter.
 3. Life science investments in the U.S. (carried out by the venture investment division in Japan) are included in Japan on the above chart.

(ii) IPOs

(Japan)

(Millions of Yen)

	For the year ended March 31, 2015	For nine months ended December 31, 2014	For nine months ended December 31, 2015
Number of IPOs	21	15	7
Investment cost (1)	9,361	7,255	2,490
Market value at IPOs (2)	49,492	37,326	8,086
Multiple (2)/(1)	5.3	5.1	3.2

Notes: 1. "Investment cost" and "Market value at IPO" are total amounts by the JAFECO Group and funds.
 2. "Market value at IPO" is calculated by multiplying the number of shares held prior to the IPO by first price.

(Overseas)

(Millions of Yen)

	For the year ended March 31, 2015	For nine months ended December 31, 2014	For nine months ended December 31, 2015
Number of IPOs	3	2	5
Investment cost (1)	2,609	1,213	3,920
Market value at IPOs (2)	9,562	7,412	9,849
Multiple (2)/(1)	3.7	6.1	2.5

Notes: 1. "Investment cost" and "Market value at IPO" are total amounts by the JAFECO Group and funds. Exchange rate at the time of IPO is used for conversion.
 2. "Market value at IPO" is calculated by multiplying the number of shares held prior to the IPO by first price.

(iii) JAFCO-backed IPOs

Nine months ended December 31, 2015 (April 1, 2015 – December 31, 2015)

	Investee companies	Date of IPO	Market	Business	Head-quarters
Japan: 7 companies	Rentracks CO., LTD.	Apr. 24, 2015	Mothers	Affiliate/ listing advertising services	Tokyo
	Gunosy Inc.	Apr. 28, 2015	Mothers	Operation of news curation app Gunosy	Tokyo
	ECONOS Co., Ltd.	June 24, 2015	Ambitious	Operation of reuse shops and e-commerce of second-hand goods; carbon offset provider/ environmental consulting services	Hokkaido
	NAKAMURA CHOUKOU CO., LTD.	June 24, 2015	Mothers	Electronic material slicing; special precision equipment; chemical fiber spinning nozzles	Osaka
	Aqualine Ltd.	Aug. 31, 2015	Mothers	Emergency plumbing and bottled water services	Hiroshima
	Brangista. Inc	Sep. 17, 2015	Mothers	Online magazine publishing	Tokyo
	AppBank Inc.	Oct. 15, 2015	Mothers	Operation of “AppBank net”, a smartphone app review site; proprietary application and video contents provider service; operation of e-commerce sites and stores offering smartphone-/ game-related accessories, etc.	Tokyo
Overseas: 5 companies	Teladoc, Inc.	July 1, 2015	NYSE	Telehealth service/platform provider	USA
	WAPS Co., Ltd.	Aug. 24, 2015	KOSDAQ	Manufacture of thermos-plastic elastomer (TPE) for halogen-free flame retardant	Korea
	Savior Lifetec Corporation	Sep. 8, 2015	Taiwan OTC	Development and manufacture of active pharmaceutical ingredients (API), specializing in sterile carbapenem antibiotics	Taiwan
	Park Systems Corp.	Dec. 17, 2015	KOSDAQ	Development of industrial-use AFM (Atomic-force Microscopy) systems	Korea
	Egis Technology Inc.	Dec. 23, 2015	Taiwan OTC	A leading finger print authentication solution provider	Taiwan

In addition to the above, JAFCO acquired shares in a listed company as a result of the acquisition of the following investee by the listed company through a stock swap/ merger during the period under review:

aratana inc.

The fiscal year ended March 31, 2015 (April 1, 2014 – March 31, 2015)

	Investee companies	Date of IPO	Market	Business	Head-quarters
Japan: 21 companies	Fixstars Corporation	Apr. 23, 2014	Mothers	Multi-core processor-related solution provider	Tokyo
	Shirohato Co., Ltd.	Apr. 23, 2014	JASDAQ	Online lingerie sales	Kyoto

	Investee companies	Date of IPO	Market	Business	Head-quarters
Japan: 21 companies	FreakOut, inc	June 24, 2014	Mothers	Provider of DSP (Demand Side Platform) for real-time bidding in online advertising and DMP (Data Management Platform) for big data analysis	Tokyo
	MedPeer, Inc.	June 27, 2014	Mothers	Operation of an online information service for doctors	Tokyo
	LOCKON CO., LTD.	Sep. 17, 2014	Mothers	Provider of marketing automation platform supporting the operation of internet advertising and e-commerce (AD EBiS and EC-CUBE, etc.)	Osaka
	RIBOMIC Inc.	Sep. 25, 2014	Mothers	R&D of molecularly targeted drugs using RNA aptamers based on proprietary drug discovery platform RiboART System	Tokyo
	FFRI, Inc.	Sep. 30, 2014	Mothers	R&D and sale of cyber security protection products	Tokyo
	YAMASHIN-FILTER CORP.	Oct. 8, 2014	TSE 2	Development, manufacture and sale of filter products	Kanagawa
	Recruit Holdings Co., Ltd.	Oct. 16, 2014	TSE 1	Management of subsidiaries providing sales promotion/ HR media services and staffing services	Tokyo
	Japan PC Service Co., Ltd.	Nov. 26, 2014	Centrex	Provider of on-site/ remote IT support and maintenance services for PCs, tablets and digital appliances	Osaka
	MarkLines Co., Ltd.	Dec. 16, 2014	JASDAQ	Operation of an online information service specializing in the auto industry	Tokyo
	FRUTA FRUTA INC.	Dec. 17, 2014	Mothers	Import and sale of tropical fruit acai	Tokyo
	gumi Inc.	Dec. 18, 2014	TSE 1	Development, operation and distribution of online mobile games	Tokyo
	Datasection Inc.	Dec. 24, 2014	Mothers	Provider of social big data-related services, including a big data analysis tool (SaaS), semi-custom system development (text mining), and big data analysis research/ consulting	Tokyo
	EXTREME CO., LTD.	Dec. 25, 2014	Mothers	Developer of game and other entertainment software for corporate clients and provider of PC online/ smartphone games for individuals	Tokyo
	ALBERT Inc.	Feb. 19, 2015	Mothers	Consulting of integrated management and analysis of big data; supply of big data-driven marketing solutions	Tokyo
	SLD Entertainment Inc.	Mar. 19, 2015	JASDAQ	Operation of restaurants under the "kawara CAFE & DINING" brand, etc	Tokyo
	Aiming Inc.	Mar. 25, 2015	Mothers	Planning, development, and operation of online games	Tokyo
	SHINDEN HIGHTEX CORPORATION	Mar. 25, 2015	JASDAQ	Purchase and sale of LCDs, semiconductors and electronic equipment	Tokyo

	Investee companies	Date of IPO	Market	Business	Head-quarters
Japan: 21 companies	PLATZ Co.,Ltd.	Mar. 26, 2015	Mothers/ FUKQ	Manufacture and sale of nursing-care beds	Fukuoka
	sMedio, Inc.	Mar. 27, 2015	Mothers	Development and sale of software featuring multimedia-/ network-related technology	Tokyo
Overseas: 3 companies	Tarena International, Inc.	Apr. 3, 2014	NASDAQ	Provider of professional education services	China
	eHi Car Services Limited	Nov. 18, 2014	NYSE	Car rental services	China
	TRACON Pharmaceuticals, Inc.	Jan. 30, 2015	NASDAQ	Development of an anti-tumor antibody targetting a new pathway of angiogenesis suppression in tumor tissue	USA

Note: For overseas companies, headquarters can either refer to the main region of business or the location of actual headquarters.

(2) Establishment of Funds

Nine months ended December 31, 2015 (April 1, 2015 - December 31, 2015)

Newly established funds (under fundraising):

(Millions of US\$)

Fund name	Total commitment
Icon Ventures VI, L.P.	146

The fiscal year ended March 31, 2015 (April 1, 2014 - March 31, 2015)

Newly established funds: None

(3) Others

Due to the nature of its business, JAFCO's earnings may fluctuate sharply for each three-month period. Therefore when comparing current performance with the previous year's results, we use annualized figures (the nine months results /3x4) against the previous full year's results instead of comparing current performance against that from the same period a year earlier. Annualized comparisons of "Consolidated operating results" and "Consolidated financial position" are as shown below.

Consolidated performance for the nine months ended December 31, 2015 (April 1, 2015 – December 31, 2015)

(i) Consolidated operating results

	For the year ended March 31, 2015 (A)	For nine months ended December 31, 2015 (B)	Annualized comparison [(B)/3×4]/(A)
	[¥ million]	[¥ million]	[%]
Net sales	61,945	34,304	73.8
Operating profit	38,419	18,613	64.6
Ordinary income	40,132	19,446	64.6
Profit attributable to JAFCO Co., Ltd. stockholders	27,707	15,581	75.0

	For the year ended March 31, 2015	For nine months ended December 31, 2015
Profit per share [¥]	624.50	351.19
Fully diluted profit per share [¥]	-	-

(ii) Consolidated financial position

	As of March 31, 2015	As of December 31, 2015
Total assets [¥ million]	239,035	233,643
Net assets [¥ million]	188,125	200,333
Equity ratio [%]	78.7	85.7
Net assets per share [¥]	4,240.11	4,515.30