

February 2, 2016

**Summary of Consolidated Financial Results  
for the Second Quarter of the Fiscal Year Ending June 30, 2016  
(Six Months Ended December 31, 2015)**

**[Japanese GAAP]**

Company name: istyle Inc.	Stock exchange listings: TSE First Section
Securities code: 3660	URL: <a href="http://www.istyle.co.jp/">http://www.istyle.co.jp/</a>
Representative: Tetsuro Yoshimatsu, Representative Director, CEO	
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Scheduled date of filing of Quarterly Report:	February 2, 2016
Scheduled date of dividend payment:	-
Preparation of supplementary materials for financial results:	None
Holding of financial results briefing:	Yes (for analysts and institutional investors)

(All amounts are rounded down to the nearest million yen)

**1. Consolidated Financial Results for the Six Months Ended December 31, 2015 (July 1, 2015 – December 31, 2015)**

**(1) Consolidated results of operations**

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent company	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended December 31, 2015	6,856	55.4	919	178.0	890	170.5	755	289.0
Six months ended December 31, 2014	4,410	32.0	330	209.3	329	211.2	194	-

Note: Comprehensive income (million yen) Six months ended December 31, 2015: 494 (down 25.2 %)

Six months ended December 31, 2014: 661 (up 36.2%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended December 31, 2015	13.14	12.89
Six months ended December 31, 2014	3.36	3.30

Note: The Company carried out a share split dated October 1, 2015 and February 1, 2016, whereby each common share was divided into 2 shares. Amount of net income per share and amount of diluted net income per share are indicated in the split-adjusted figures, based on the assumption that the share split was executed at the beginning of the previous fiscal year.

**(2) Consolidated financial position**

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of December 31, 2015	8,276	4,970	59.6
As of June 30, 2015	6,925	4,465	64.2

Reference: Total equity As of December 31, 2015: 4,934 million yen

As of June 30, 2015: 4,445 million yen

Total equity = Shareholders' equity + total accumulated other comprehensive income

**2. Dividends**

	Dividend per share				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended June 30, 2015	-	0.00	-	2.00	2.00
Fiscal year ending June 30, 2016	-	0.00	-	-	-
Fiscal year ending June 30, 2016 (forecasts)	-	-	-	0.50	0.50

Note: Revisions to the most recently announced dividend forecast: None

Note: The Company carried out a share split dated October 1, 2015 and February 1, 2016, whereby each common share was divided into 2 shares. The projected dividend per share for the fiscal year ending June 30, 2015 is the amount after the share split.

### 3. Consolidated Forecast for the Fiscal Year Ending June 30, 2016 (Jul. 1, 2015 – Jun. 30, 2016)

(Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent company		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	13,475	39.4	1,520	138.4	1,485	129.4	1,120	219.6	19.44

Note: Revisions to the most recently announced earnings forecast: Yes

Please refer to “Notice of Revision of Operating Results Forecast” released today for details.

The Company conducted a 2-for-1 common share split effective October 1, 2015 and February 1, 2016. Net income per share is hereby indicated, assuming the said share split has been executed at the beginning of the current fiscal year ending June 2016.

#### \* Notes

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

(2) Application of special accounting methods for presenting quarterly consolidated financial statements: None

(3) Changes in accounting policies and accounting-based estimates, and restatements

- 1) Changes in accounting policies due to revisions in accounting standards, others: Yes
- 2) Changes in accounting policies other than 1) above: None
- 3) Changes in accounting-based estimates: None
- 4) Restatements: None

(4) Number of shares outstanding (common shares)

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

As of December 31, 2015: 60,436,000 shares As of June 30, 2015: 60,100,000 shares

2) Number of treasury shares at end of period

As of December 31, 2015: 2,709,672 shares As of June 30, 2015: 2,734,536 shares

3) Average number of shares outstanding during the period

Six months ended December 31, 2015: 57,473,108 shares Six months ended December 31, 2014: 57,800,948 shares

Note: The Company carried out a share split dated October 1, 2015 and February 1, 2016, whereby each common share was divided into 2 shares. Number of shares issued at end of period, Number of treasury shares at end of period, and Average number of shares outstanding during the period are indicated in the split-adjusted figures, based on the assumption that the share split was executed at the beginning of the previous fiscal year.

#### \* Information regarding the implementation of quarterly review procedures

The current quarterly summary report is not subject to the quarterly review procedures based on the Financial Instruments and Exchange Act. As of this report’s publication, the audit procedures for the quarterly consolidated financial statements have not been completed.

#### \* Cautionary statement with respect to forecasts and other matters

(Note concerning forward-looking statements)

- Earnings forecasts and other forward-looking statements in this report are based on assumptions judged to be valid and information available to the Company at the time of this report’s preparation. Actual performance may differ significantly from these forecasts for a number of reasons. For the assumptions underlying the forecasts herein and other notice on the use of earnings forecasts, please refer to “(3) Consolidated Operating Results Forecast and Information about Future Predictions” on page 4 in the accompanying material.

\* This financial report is solely a translation of “Kessan Tanshin” (in Japanese), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.

## Accompanying Materials – Contents

1. Operating Results and Financial Position	2
(1) Analysis of Operating Results	2
(2) Consolidated Financial Position	4
(3) Consolidated Operating Results Forecast and Information about Future Predictions	4
2. Other Information	5
(1) Changes affecting the status of material subsidiaries (scope of consolidation) during the period	5
(2) Accounting procedures specific to preparation of quarterly consolidated financial statements	5
(3) Changes in accounting principles, changes in accounting estimates and retrospective restatements	5
3. Consolidated Financial Statements	6
(1) Consolidated Balance Sheets	6
(2) Consolidated Statements of Income and Comprehensive Income	8
(3) Notes on Consolidated Financial Statements	10
(Notes on the Going-concern Assumption)	10
(Notes on Significant Changes in the Amount of Shareholders' Equity)	10
(Segment Information)	11
(Significant Subsequent Events)	13

## 1. Operating Results and Financial Position

### (1) Analysis of Operating Results

The consolidated operating performance for the six months ended December 31, 2015 was as follows:

Net Sales:	6,856,711 thousand yen (55.4% year-on-year increase)
Operating Income:	919,026 thousand yen (178.0% year-on-year increase)
Ordinary Income:	890,538 thousand yen (170.5% year-on-year increase)
Income before income taxes:	1,067,069 thousand yen (230.4% year-on-year increase)
Net income attributable to owners of the parent company:	755,190 thousand yen (289.0% year-on-year increase )

Note: The Company recorded extraordinary income of 176,531 thousand yen in the first quarter of the fiscal year from the sale of shares in a subsidiary.

In preparation for further expanding the scope of its business, the istyle Group totally revamped its @cosme smartphone site in October 2015 and focused on strengthening collaboration between group services so that cosmetics E-Commerce and beauty salon reservation services, which had been offered by separate sites, could be accessed from the @cosme site.

In December, we organized an event to announce the three biggest beauty trend awards —the Best Cosmetics, Best Salon, and BEST BEAUTIST awards. The event was closely watched by many users and professionals in the cosmetics and beauty industries.

The operating results for each segment are as follows.

#### 1) Marketing

The Marketing segment comprises the domestic and overseas marketing business, services for premium members, and other initiatives. During the six months ended December 31, 2015, the Marketing segment totally revamped the @cosme smartphone site in October, incorporating a timeline format to make it more user-friendly. In addition, the segment had a grand opening in December of *A-Beauty*, a new medium that answers questions on health and beauty for the over-40s.

Also in December, the istyle Group organized the Best Cosmetics Award ceremony event. The Best Cosmetics Awards were based on rankings of objective data compiled on popular cosmetics products, rewarding excellence from the consumer's perspective, true to the spirit of @cosme.

In terms of earnings, revenue from banner ads and brand fan club services at our main site @cosme was brisk and usage fees of the @cosme service logo increased in conjunction with the Best Cosmetics Awards event.

As a result, the consolidated operating performance for the six months ended December 31, 2015 was as follows:

Net Sales:	2,587,071 thousand yen (13.4% year-on-year increase)
Segment Profit:	505,789 thousand yen (208.1% year-on-year increase)

#### 2) Retail

The Retail segment comprises the operation of the domestic and overseas cosmetics E-Commerce site, the operation of

the cosmetics specialty shop *@cosme store*, and the cosmetics wholesale business targeting overseas customers. During the six months ended December 31, 2015, the Retail segment opened the Marui Family Mizonokuchi Store on October 31, 2015. So far, *@cosme stores* have been located in central areas of major cities like Tokyo and Osaka, but the new store is the first to open in a suburban area, targeting a different group of customers who shop locally.

In addition to the aforementioned new store opening, sales of all existing stores were brisk, increasing year on year.

Performance of the overseas E-Commerce business was robust, easily surpassing earnings targets. In China, daily sales at the *@cosme overseas flagship store*<sup>\*1</sup> topped 100 million yen on “Singles’ Day” on November 11, making a big contribution to earnings. The wholesale business was also well ahead of target, reflecting the high rating of popular *@cosme* merchandise overseas.

As a result, the consolidated operating performance for the six months ended December 31, 2015 was as follows:

Net Sales:	3,907,234 thousand yen (113.3% year-on-year increase)
Segment Profit:	387,852 thousand yen (146.7% year-on-year increase)

\*1: The *@cosme overseas flagship store* is part of the B-to-C online shopping mall T-mall Global, operated by the Alibaba Group.

### 3) Beauty Business Support

The Beauty Business Support segment comprises beauty salon information provider *ispot*, *@cosme career*, which provides a job recruiting service specializing in the beauty industry, and other initiatives. During the six months ended December 31, 2015, ongoing efforts to improve lifetime value delivered to customer businesses such as beauty salons were rewarded by a year-on-year increase in customer traffic via the site.

As a result, the consolidated operating performance for the six months ended December 31, 2015 was as follows:

Net Sales:	362,405 thousand yen (21.6% year-on-year increase)
Segment Profit:	31,835 thousand yen (4,938 thousand yen segment loss in the six months ended December 31, 2014)

### 4) Investment and Consultation

The Investment and Consultation segment is engaged in investment and consulting projects primarily for companies active in the beauty field both in Japan and overseas. Investments are made in companies in various stages of growth, including companies which have just recently been founded.

The segment did not record any sales of shares in the second quarter of the fiscal year.

As a result, the consolidated operating performance for the six months ended December 31, 2015 was as follows:

Net Sales:	Zero (no comparable year-ago data)
Segment Loss:	Segment loss of 12,742 thousand yen (221 thousand yen segment loss in the six months ended December 31, 2014)

## **(2) Consolidated Financial Position**

### **(Assets)**

Total assets as of December 31, 2015, were 8,276,008 thousand yen, an increase of 1,350,016 thousand yen from June 30, 2015.

Current assets were 5,969,917 thousand yen, an increase of 1,221,871 thousand yen from June 30, 2015. The increase was mainly attributable to a 489,062 thousand yen increase in cash and deposits, a 316,531 thousand yen increase in notes and accounts receivable - trade, a 293,509 thousand yen rise in merchandise, a 58,279 thousand yen rise in operational investment securities, and other factors.

Fixed assets were 2,306,090 thousand yen, an increase of 128,144 thousand yen from June 30, 2015. This was mainly attributable to the 34,491 thousand yen increase in tangible assets and 139,597 thousand yen increase in intangible assets, which offset the 45,944 thousand yen decline in investments and other assets.

### **(Liabilities)**

Total liabilities as of December 31, 2015, were 3,305,881 thousand yen, an increase of 845,373 thousand yen from June 30, 2015.

Current liabilities were 2,324,852 thousand yen, an increase of 491,267 thousand yen from June 30, 2015. The main factors included increases of 150,000 thousand yen in short-term loans payable, 113,338 thousand yen in current portion of long-term debt, 199,344 thousand yen in income taxes payable, and 50,379 thousand yen in accounts payable - trade, and other factors.

Fixed liabilities were 981,029 thousand yen, an increase of 354,105 thousand yen from June 30, 2015. The increase was primarily attributable to the 374,587 thousand yen increase in long-term debt, as well as other factors.

### **(Net Assets)**

Total net assets as of December 31, 2015, were 4,970,127 thousand yen, an increase of 504,642 thousand yen from June 30, 2015. This was primarily due to a 728,727 thousand yen increase in retained earnings, partly offset by a 228,508 thousand yen decrease in net unrealized gain on available-for-sale securities, and other factors.

## **(3) Consolidated Operating Results Forecast and Information about Future Predictions**

We revised our consolidated operating results forecast for the full fiscal year ending June 30, 2016, announced along with our operating results on July 30, 2015, to reflect earnings performance and progress toward the full-year forecast in the six months ended December 31, 2015. For more information, please see "Notice of Revision of Operating Results Forecast" released today.

## 2. Other Information

(1) Changes affecting the status of material subsidiaries (scope of consolidation) during the period

Not applicable

(2) Accounting procedures specific to preparation of quarterly consolidated financial statements

Not applicable

(3) Changes in accounting principles, changes in accounting estimates and retrospective restatements

(Application of Accounting Standards for Business Combinations)

Effective from the first quarter of the consolidated fiscal year under review, we began applying standards such as the “Accounting Standard for Business Combinations” (ASBJ Statement No.21, September 13, 2013, hereinafter, “Business Combinations Accounting Standard”), the “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22, September 13, 2013, hereinafter, “Consolidated Accounting Standard”), and the “Accounting Standard for Business Divestitures” (ASBJ Statement No. 7, September 13, 2013, hereinafter, “Business Divestitures Accounting Standard”). The purpose of applying these standards was to adopt a method in which the difference made by changes in our ownership interest in subsidiaries in which we retain a controlling interest is recorded as capital surplus, and acquisition-related costs are treated as expenses in the consolidated fiscal year in which they are incurred. In addition, for business combinations carried out at or after the beginning of the first quarter of the fiscal year under review, we adopted a method in which the reallocation of acquisition costs, as determined after reviewing provisional accounting treatment, is reflected in the quarterly consolidated financial statements for the period in which the business combination took place. We also changed the manner in which quarterly net income and other items are presented, and changed “minority interests” to “non-controlling interests.” To reflect these changes, we reclassified the quarterly consolidated financial statements for the second quarter of the previous fiscal year and the consolidated financial statements for the previous fiscal year.

We applied these standards in accordance with the transitional treatment specified in Section 58-2 (3) of the Business Combinations Accounting Standard, Section 44-5 (3) of the Consolidated Accounting Standard, and Section 57-4 (3) of the Business Divestitures Accounting Standard. The cumulative effects arising from the retroactive application of these new accounting policies to all the previous fiscal years were added to or deducted from capital surplus and retained earnings as of July 1, 2015.

As a result, goodwill decreased by 17,402 thousand yen and the capital surplus decreased by 19,622 thousand yen, while retained earnings increased by 2,220 thousand yen as of July 1, 2015. In addition, operating income, ordinary income, and income before income taxes each increased by 1,962 thousand yen for the six months ended December 31, 2015.

### 3. Consolidated Financial Statements

#### (1) Consolidated Balance Sheets

(Thousands of yen)

	As of June 30, 2015	As of Dec. 31, 2015
	Amount	Amount
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	2,565,854	3,054,916
Notes and accounts receivable - trade	1,238,033	1,554,565
Merchandise	412,016	705,525
Operational investment securities	361,759	420,039
Other	215,392	279,614
Allowance for doubtful receivables	(45,010)	(44,743)
Total current assets	4,748,045	5,969,917
<b>Fixed assets</b>		
Tangible assets	368,314	402,806
Intangible assets		
Goodwill	76,783	109,775
Software	589,601	491,732
Other	89,785	294,260
Total intangible assets	756,171	895,768
Investments and other assets		
Investment securities	743,215	614,734
Other	310,245	392,781
Total investments and other assets	1,053,461	1,007,516
Total fixed assets	2,177,946	2,306,090
<b>Total assets</b>	6,925,992	8,276,008



(Thousands of yen)

	As of June 30, 2015	As of Dec. 31, 2015
	Amount	Amount
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable – trade	497,627	548,007
Short-term debt	-	150,000
Current portion of long-term debt	320,820	434,158
Income taxes payable	140,802	340,146
Provision for bonuses	72,855	108,893
Other	801,479	743,647
Total current liabilities	1,833,584	2,324,852
<b>Fixed liabilities</b>		
Long-term debt	595,179	969,766
Other	31,744	11,263
Total fixed liabilities	626,923	981,029
<b>Total liabilities</b>	2,460,507	3,305,881
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	1,591,194	1,602,244
Capital surplus	1,528,118	1,536,840
Retained earnings	1,235,095	1,963,822
Treasury stock	(283,565)	(281,086)
Total shareholders' equity	4,070,842	4,821,820
<b>Accumulated other comprehensive income</b>		
Net unrealized gain on available-for-sale securities	259,082	30,574
Foreign currency translation adjustments	115,659	82,500
Total accumulated other comprehensive income	374,741	113,075
<b>Subscription rights to shares</b>	19,900	29,791
<b>Non-controlling interests</b>	-	5,440
<b>Total net assets</b>	4,465,484	4,970,127
<b>Total liabilities and net assets</b>	6,925,992	8,276,008

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

**Consolidated Statements of Income**

(Thousands of yen)

	Six months ended Dec. 31, 2014	Six months ended Dec. 31, 2015
	Amount	Amount
<b>Net sales</b>	4,410,903	6,856,711
Cost of sales	1,735,322	2,924,634
<b>Gross profit</b>	2,675,581	3,932,077
<b>Selling, general and administrative expenses</b>	2,345,002	3,013,050
<b>Operating income</b>	330,578	919,026
<b>Non-operating income</b>		
Interest income	1,190	447
Gain on investments in partnership	-	2,430
Income from subsidies	250	1,600
Other	3,836	2,050
Total non-operating income	5,276	6,529
<b>Non-operating expenses</b>		
Interest expenses	2,661	2,885
Foreign exchange losses	-	15,830
Loss on investments in partnership	1,665	-
Equity in losses of affiliates	-	14,681
Commission for purchase of treasury stock	1,813	-
Other	478	1,620
Total non-operating expenses	6,618	35,017
<b>Ordinary income</b>	329,237	890,538
<b>Extraordinary income</b>		
Gain on sale of shares of affiliated companies	-	176,531
Total extraordinary income	-	176,531
<b>Extraordinary loss</b>		
Loss on valuation of investment securities	5,265	-
Other	1,053	-
Total extraordinary loss	6,318	-
<b>Income before income taxes</b>	322,919	1,067,069
<b>Total income taxes</b>	128,583	310,678
<b>Net income</b>	194,335	756,391
<b>Net income attributable to non-controlling interests</b>	217	1,200
<b>Net income attributable to owners of the parent company</b>	194,117	755,190

### Consolidated Statements of Comprehensive Income

(Thousands of yen)

	Six months ended Dec. 31, 2014	Six months ended Dec. 31, 2015
	Amount	Amount
<b>Net income</b>	194,335	756,391
<b>Other comprehensive income</b>		
Net unrealized gain on available-for-sale securities	463,891	(228,508)
Foreign currency translation adjustments	3,455	(33,158)
Total other comprehensive income	467,346	(261,666)
<b>Comprehensive income</b>	661,681	494,724
Comprehensive income attributable to		
Owners of the parent	661,463	493,523
Non-controlling interests	217	1,200

### **(3) Notes on Consolidated Financial Statements**

(Notes on the Going-concern Assumption)

Not applicable

(Notes on Significant Changes in the Amount of Shareholders' Equity)

Not applicable

(Segment Information)

Six months ended December 31, 2014 (July 1, 2014 through December 31, 2014)

1. Net sales and income/loss by reportable segment

	Reportable segment					(Thousands of yen)	
	<i>Marketing</i>	<i>Retail</i>	<i>Beauty Business Support</i>	<i>Investment and Consultation</i>	Total	Adjustments (note 1)	Amounts on the consolidated statements of income (note 2)
Net sales							
Sales to outside customers	2,280,680	1,832,132	298,090	-	4,410,903	-	4,410,903
Inter-segment sales and transfers	650	-	761	-	1,411	(1,411)	-
Total	2,281,330	1,832,132	298,852	-	4,412,315	(1,411)	4,410,903
Segment profit (loss)	164,169	157,223	(4,938)	(221)	316,232	14,346	330,578

Notes: 1. Adjustments in Segment profit (loss) in the amount of 14,346 thousand yen include elimination of inter-segment transactions.

2. Segment profit (loss) is adjusted to correspond with operating income reported on the consolidated statements of income for the corresponding period.

2. Information about Impairment Loss on Fixed Assets, Goodwill, etc.

(Significant impairment losses related to fixed assets)

Not applicable

(Significant changes in goodwill amounts)

Information is omitted since it is immaterial.

(Significant gain on negative goodwill)

Note applicable

3. Changes in reportable segments

In order to review business management classification and disclose management information in a more appropriate manner, istyle Group changed its business segmentation from four segments including “Media,” “E-commerce,” “Store,” and “Other Business” to four segments including “Marketing,” “Retail,” “Beauty Business Support” and “Investment and Consultation” starting from the three months ended September 30, 2015.

Six months ended December 31, 2015 (July 1, 2015 through December 31, 2015)

1. Net sales and income/loss by reportable segment

	Reportable segment					(Thousands of yen)	Amounts on the consolidated statements of income (note 2)
	<i>Marketing</i>	<i>Retail</i>	<i>Beauty Business Support</i>	<i>Investment and Consultation</i>	Total	Adjustments (note 1)	
Net sales							
Sales to outside customers	2,587,071	3,907,234	362,405	-	6,856,711	-	6,856,711
Inter-segment sales and transfers	47,229	36	996	-	48,262	(48,262)	-
Total	2,634,300	3,907,270	363,401	-	6,904,973	(48,262)	6,856,711
Segment profit (loss)	505,789	387,852	31,835	(12,742)	912,735	6,291	919,026

Notes: 1. Adjustments in Segment profit (loss) in the amount of 6,291 thousand yen include elimination of inter-segment transactions.

2. Segment profit (loss) is adjusted to correspond with operating income reported on the consolidated statements of income for the corresponding period.

2. Information about Impairment Loss on Fixed Assets, Goodwill, etc.

(Significant impairment losses related to fixed assets)

Not applicable

(Significant changes in goodwill amounts)

Goodwill in “Marketing Business” segment has increased by 44,234 thousand yen as a result of the acquisition of the shares of Media Globe as new consolidated subsidiary on September 11, 2015.

As stated in “(Changes in accounting principles) (Application of accounting standards for business combination),” Accounting Standard for Business Combination and other standards are applied starting from the first quarter of the consolidated fiscal year under review, and the transitional treatments specified in Section 58-2 (3) of the Business Combinations Accounting Standard, Section 44-5 (3) of the Consolidated Accounting Standard, and Section 57-4 (3) of the Business Divestitures Accounting Standard are used.

As a result, goodwill decreased by 17,402 thousand yen in “Beauty Business Support” segment during the six months ended December 31, 2015.

(Significant gain on negative goodwill)

Not applicable

(Significant Subsequent Events)

*Stock option issuance*

Pursuant to the provisions of Articles 236, 238 and 239 of the Companies Act, a resolution was adopted at the annual general meeting of shareholders of the Company, held on September 29, 2015, to delegate to its Board of Directors the right to issue subscription rights to shares of istyle Inc. (the “Company”), as stock options, to the employees of the Company, by way of gratis allotment, as well as the right to determine the subscription requirements. In accordance with the said resolution, the subscription requirements for the Twelfth Subscription Rights to Shares were determined by the Board of Directors Meeting of January 15, 2016, and thereby the solicitation for subscribers of these subscription rights has been decided upon. As a result, subscription rights to shares have been allotted to the eligible subscribers as per below:

1. Reason to issue subscription rights to shares as stock options

The Company shall issue to employees of the Company, subscription rights to shares by way of a gratis allotment, in order to enhance the corporate value through further raising the morale and motivation of employees of the Company.

2. Total number of subscription rights to shares

100 rights (Number of shares underlying one subscription right: 100 shares)

3. Eligible persons to whom subscription rights to shares are allotted, the number of such eligible persons, and the number of subscription rights

Eligible Persons	Number of persons	Number of rights allotted
Employees of the Company	1 person	100 rights

4. Type and number of shares underlying the subscription rights to shares

10,000 common shares of the Company

5. Subscription amount to be paid for each subscription right to shares

There shall be no requirement for the payment of money in exchange of subscription rights to shares.

6. Date of allotment of subscription rights to shares

January 18, 2016

7. Value of assets to be contributed upon exercise of subscription rights

206,100 yen per subscription right (2,061 yen per share)

8. Exercise period of subscription rights to shares

From January 19, 2018 to January 18, 2021

9. The Board of Directors resolved at a meeting on December 22, 2015 to implement a two-for-one share split as of February 1, 2016. The number of shares underlying the subscription rights to shares and the per-share value of assets when the subscription rights are exercised have been adjusted accordingly.