



Company Name: Ateam Inc.

July 29, 2016

Representative: Takao Hayashi, President

(Code Number: 3662)

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Notice Concerning Revision of Consolidated Financial Forecast and Dividend Forecast

In light of recent trends in business performance, Ateam Inc. (hereafter "Ateam") hereby announces that its Board of Directors today determined to revise the consolidated financial forecast for the fiscal year ending July 31, 2016 (August 1, 2015 through July 31, 2016) and the year-end dividend forecast that was announced on September 11, 2015. The revisions are as follows:

● Revision of Consolidated Financial Forecast

1. Revision of Consolidated Financial Forecast for the Fiscal Year Ending July 31, 2016

(August 1, 2015 through July 31, 2016)

	Revenue (millions of yen)	Operating Income (millions of yen)	Ordinary Income (millions of yen)	Net Income Attributable to Shareholders of Parent Company (millions of yen)	Net Income Per Share (yen)
Previous Forecast (A)	20,000	2,100	2,100	1,400	74.55
Revised Forecast (B)	23,000	2,200	2,100	1,200	63.67
Variance in Amount (B-A)	3,000	100	0	-200	
Variance in Percentage (%)	15.0	4.8	0	-14.3	
(Ref.) Results for the Fiscal Year Ended July 31, 2015	15,828	2,087	2,164	1,362	70.54

2. Reasons for Revision

In the Lifestyle Support business, some minor deviations exist in individual services, but segment revenue and operating income are predicted to be in line with forecasts.

In the Entertainment business, performance of "Three Kingdoms Smash!", which was released on March 2015, experienced an upturn in sales from November 2015 after eight months of renovation, resulting in revenue exceeding predictions. Additionally, "Valkyrie Connect", which was released on June 9, 2016 and started in-app purchases on June 21, 2016, greatly exceeded forecasts and has led to segment revenue expected to exceed original forecasts.

Operating income also expected to exceed the original forecast, even taking into account “Valkyrie Connect” advertising expenses.

There is no revision to ordinary income due to the impact of miscellaneous losses and foreign exchange losses.

However, net income Attributable to Shareholders of Parent Company is expected to fall short of forecasts due to the recording of impairment losses of software assets as extraordinary losses.

(*) Cautionary Statements with Respect to Future Statements and Other Notes

The statements in this document regarding the future, including earnings forecasts, are estimates based on the information the company has at present and certain prerequisites which are regarded as reasonable. Actual performance may differ substantially from these forecasts subject to various factors.

● Revision of Dividend Forecast

1. Dividend Forecast

	Dividend per share (JPY)		
	Mid-year	Year-end	Annual Total
Previous Forecast (September 11, 2015)		Pending	Pending
Dividend Forecast (July 29, 2016)		7.50	
Dividend to Be Paid FY2016	5.00		
(Reference) Dividend Paid FY2015	5.00	7.50	12.50

2. Reasons for the Revision

Ateam considers the return of earnings to shareholders to be a top management priority, and operates under basic policies centered on efforts to continuously implement dividends aiming for a payout ratio of 20% subject to full year performance while sustaining corporate value growth and further strengthening its corporate financial standing. After a comprehensive performance evaluation, Ateam’s Board of Directors resolved to pay 7.5 yen per share as year-end dividends, which were listed as pending in the dividend forecast announced September 11, 2015.

(Note)

The company carried out a 2-for-1 split of its common stock with May 1, 2015 as the effective date. The revised forecast for year-end dividend per share will be based on the amount of after-stock-split.