

Consolidated Financial Results for the Three Months Ended September 30, 2016 [Japanese GAAP]



November 11, 2016

Company name: Nippon Koei Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 1954

URL: <https://www.n-koei.co.jp/english>

Representative: Ryuichi Arimoto, Representative Director and President

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Scheduled date of filing quarterly securities report: November 11, 2016

Scheduled date of commencing dividend payments: -

Availability of supplementary briefing material on quarterly financial results: Yes

Schedule of quarterly financial results briefing session: None

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended September 30, 2016 (July 1, 2016 to September 30, 2016)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent
	Million yen	%	Million yen	%	Million yen	%	Million yen
Three months ended September 30, 2016	12,282	39.4	(1,663)	-	(1,569)	-	(1,208)
September 30, 2015	8,811	21.9	(2,050)	-	(2,070)	-	(1,519)

(Note) Comprehensive income: Three months ended September 30, 2016: ¥(3,503) million [- %]

Three months ended September 30, 2015: ¥(2,093) million [- %]

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended September 30, 2016	(15.71)	-
September 30, 2015	(19.90)	-

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2016	105,991	47,227	44.3
June 30, 2016	100,989	51,460	50.6

(Reference) Equity: As of September 30, 2016 : ¥46,905 million

As of June 30, 2016 : ¥51,122 million

2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended June 30, 2016	-	-	-	10.00	10.00
Fiscal year ending June 30, 2017	-	-	-	-	-
Fiscal year ending June 30, 2017 (Forecast)	-	-	-	75.00	75.00

(Note)

(1) Revision to the forecast for dividends announced most recently: None

(2) The Company is planning to implement the share consolidation at a rate of one share for every five shares on the effective date, January 1, 2017. "Year-end Dividends per share" at the end of fiscal year ending June 30, 2017 (Forecast) is listed the figure calculated by considering the effect of the planned share consolidation. If the effect of the planned share consolidation is not taken into account, "Year-end Dividends per share" at the end of fiscal year ending June 30, 2017 (Forecast) is projected to be 15.00 yen. For details, please refer to No.2 under "Explanation of the proper use of financial results forecast and other notes".

3. Consolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2017 (July 1, 2016 to June 30, 2017)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	105,000	28.3	6,000	27.0	6,300	44.3	3,600	97.5	234.00

(Note)

- (1) Revision to the financial results forecast announced most recently: None
- (2) “Net income per share” of full year in the Consolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2017 is calculated by considering the effect of the share consolidation. If the effect of the share consolidation is not taken into account, “Net income per share” of full year in the Consolidated Financial Results Forecast for the Fiscal Year Ending June 30, 2017 is projected to be 46.80 yen. For details, please refer to No.2 under “* Explanation of the proper use of financial results forecast and other notes”.

* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): None
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: None
 - 2) Changes in accounting policies other than 1) above: None
 - 3) Changes in accounting estimates: None
 - 4) Retrospective restatement: None
- (4) Total number of issued shares (common stock)
 - 1) Total number of issued shares at the end of the period (including treasury stock):

As of September 30, 2016	:	86,656,510 shares
As of June 30, 2016	:	86,656,510 shares
 - 2) Total number of treasury stock at the end of the period:

As of September 30, 2016	:	9,679,123 shares
As of June 30, 2016	:	9,816,140 shares
 - 3) Average number of shares during the period:

Three months ended September 30, 2016	:	76,922,315 shares
Three months ended September 30, 2015	:	76,353,189 shares

* Presentation regarding the implementation status of the quarterly review procedures

At the time of disclosure of these quarterly financial results, quarterly review procedures for the quarterly consolidated financial statements have not been completed.

* Explanation of the proper use of financial results forecast and other notes

1. The earnings forecasts and other forward-looking statements disclosed herein are based on information available to the Company as of the date of publication of this document and certain assumptions deemed reasonable. Actual results, etc. may differ significantly due to a wide range of factors.
2. Following the approval of the proposal concerning the share consolidation at the 72nd Ordinary General Meeting of Shareholders held on September 29, 2016, the share consolidation at a rate of one share for every five shares will be implemented on January 1, 2017 as the effective date. The Company is also planning to decrease the size of the Share Unit from 1,000 shares to 100 shares on the same date.
If the effect of the share consolidation is not taken into account, forecast of dividends and Consolidated Financial Results for the Fiscal Year Ending June 30, 2017 would be as follows:
 - (1) Dividend Forecast for the Fiscal Year Ending June 30, 2017

Year-end Dividends per share	15.00 yen
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 - (2) Consolidated Financial Results Forecasts for the Fiscal Year Ending June 30, 2017

Net income per share of full year	46.80 yen
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