

Consolidated Financial Results for the Year Ended December 31, 2016 (Japanese GAAP)
Golf Digest Online Inc.
Tokyo, Japan

February 8, 2017

Stock code: 3319 (URL: <http://www.golfdigest.co.jp>)

Shares listed: Tokyo Stock Exchange

Representative: Nobuya Ishizaka, President and CEO

Contact: Atsushi Sakai, Chief Financial Officer

Phone: +81-3-5656-2865

Scheduled date of annual general meeting of shareholders: March 30, 2017

Scheduled commencement date of dividend payments: March 31, 2017

Scheduled filing date of securities report: March 30, 2017

Preparation of earnings presentation materials: Yes

Holding of earnings announcement: No

(Amounts less than one million yen have been omitted.)

1. Results of the year ended December 31, 2016 (From January 1, 2016 to December 31, 2016)

(1) Consolidated results of operations:

(Percentage changes relative to previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 31, 2016	19,309	7.0	1,073	29.6	1,089	33.4	611	42.0
Year ended Dec. 31, 2015	18,046	12.6	828	86.7	816	86.7	430	138.3

Note: Comprehensive income Year ended Dec. 31, 2016: 624 million yen (46.6%)

Year ended Dec. 31, 2015: 425 million yen (133.0%)

	Net income per share	Diluted net income per share	Net income/Shareholders' equity	Ordinary profit/Total assets	Operating profit/Net sales
	Yen	Yen	%	%	%
Year ended Dec. 31, 2016	34.16	33.60	11.9	12.2	5.6
Year ended Dec. 31, 2015	26.80	26.07	12.3	10.1	4.6

Reference: Income (loss) on investment by the equity method of accounting Year ended Dec. 31, 2016: — million yen

Year ended Dec. 31, 2015: — million yen

(2) Consolidated financial position:

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 31, 2016	8,712	5,417	62.2	299.96
As of Dec. 31, 2015	9,174	4,882	53.2	274.97

Reference: Shareholders' equity As of Dec. 31, 2016: 5,415 million yen

As of Dec. 31, 2015: 4,879 million yen

(3) Consolidated cash flows:

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Million yen	Million yen	Million yen	Million yen
Year ended Dec. 31, 2016	755	(993)	(1,094)	1,508
Year ended Dec. 31, 2015	1,860	(720)	997	2,841

2. Dividend payments

	Dividends per share					Total dividends (Total)	Dividend ratio	Dividends/ Net assets
	First Quarter	Second Quarter	Third Quarter	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Dec. 31, 2015	—	0.00	—	5.50	5.50	97	20.5	2.6
Year ended Dec. 31, 2016	—	3.00	—	4.00	7.00	126	20.5	2.4
Year ending Dec. 31, 2017 (Forecast)	—	4.00	—	5.00	9.00		20.5	

3. Earnings forecast for the year ending December 31, 2017 (From January 1, 2017 to December 31, 2017)

(Percentage changes relative to previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	22,300	15.5	1,200	11.8	1,200	10.2	800	30.9	43.85

Note: For details, please refer to “1. Analysis of Results of Operations and Financial Position, (1) Analysis of Results of Operations (Outlook for the future)” on page 3 of the attached document.

* Notes to the Consolidated Financial Results

(1) Changes in significant subsidiaries during the period

(changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates and restatements

(i) Changes in accounting policies pursuant to revision in accounting standards: Yes

(ii) Changes in accounting policies other than those in “(i)” above: None

(iii) Changes in accounting estimates: None

(iv) Restatements: None

(3) Number of issued shares (common stock)

(Unit: shares)

1) Number of issued shares at end of period (including treasury stock)	Dec. 31, 2016:	18,053,400	Dec. 31, 2015:	17,746,600
2) Number of shares of treasury stock at end of period	Dec. 31, 2016:	43	Dec. 31, 2015:	43
3) Average number of shares during period	Dec. 31, 2016:	17,893,291	Dec. 31, 2015:	16,053,849

(Reference) Summary of non-consolidated financial results

1. Results of the year ended December 31, 2016 (From January 1, 2016 to December 31, 2016)

(1) Non-consolidated results of operations:

(Percentage changes relative to previous corresponding period)

	Net sales		Operating profit		Ordinary profit		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 31, 2016	18,830	6.8	1,174	35.5	1,200	38.9	491	0.7
Year ended Dec. 31, 2015	17,633	11.2	866	101.9	864	101.9	487	170.1

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Dec. 31, 2016	27.46	27.01
Year ended Dec. 31, 2015	30.39	29.56

(2) Non-consolidated financial position:

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 31, 2016	8,483	5,410	63.8	299.58
As of Dec. 31, 2015	9,098	4,995	54.9	281.33

Reference: Shareholders' equity As of Dec. 31, 2016: 5,408 million yen
As of Dec. 31, 2015: 4,992 million yen

*** Presentation of implementation status for the auditing procedures**

This earnings report is exempt from the auditing procedures based on the Financial Instruments and Exchange Law of Japan. At the time of disclosure of this earnings report, the Company is in the process of implementing the auditing procedures.

*** Summaries for relevant use of forecasts and other specific affairs**

The forward-looking statements described in this document including results forecast, etc., are based on information currently available to Golf Digest Online Inc. and certain assumptions that are deemed to be reasonable as of the date of the release of this document. Golf Digest Online Inc. makes no warranty as to the achievability of the forecasts. For the basis of presumption of the results forecast, please refer to "1. Analysis of Results of Operations and Financial Position, (1) Analysis of Results of Operations (Outlook for the future)" on page 3 of the attached document.