Summary of Consolidated Financial Results for the Third Quarter of the Fiscal Year Ending May 31, 2017 (From June 1, 2016 to February 28, 2017) [Japanese GAAP]

March 30, 2017

Company Name: ERI Holdings Co., Ltd. Listing Exchanges: First section of the Tokyo Stock Exchange

Securities Code: 6083 URL: http://www.h-eri.co.jp/

Akiyo Masuda, President and COO Representative:

For Inquiries, Contact: Shigeru Kato, Executive Officer, Head of Finance and Accounting Group

TEL:(03)5770-1520

Planned Date for Submission of Quarterly Securities Report: March 30, 2017

Planned Starting Date for Dividend Payments:

Supplementary documents for financial results: Yes None Financial Results briefing:

(Amounts are rounded down to the nearest million yen)

1. Consolidated Results for the Third Quarter of the Fiscal Year Ending May 31, 2017 (June 1, 2016 – February 28, 2017)

(1) Consolidated	6 indicates year-on-year change)			
	Net Sales	Operating Profit	Ordinary Profit	Profit Attributable to Owners of Parent
	million yen %	million yen %	million yen %	millions yen %
FY 5/2017 Q3	8,412 (3.1)	171 (65.1)	187 (62.7)	109 (67.8)
FY 5/2016 Q3	8,685 (1.9)	490 290.6	502 215.0	339 399.2

(Note) Comprehensive Income

FY 5/2017 Q3: 109 million yen (-67.8%)

FY 5/2016 Q3: 339 million yen (398.0%)

	Net Income per Share	Diluted Net Income per Share	
	yen	yen	
FY 5/2017 Q3	13.95	_	
FY 5/2016 Q3	43.44	_	

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio
	million yen	million yen	%
FY 5/2017 Q3	4,069	2,194	53.8
FY 5/2016	4,110	2,320	56.3

(Reference) Shareholders' Equity

FY 5/2017 Q3: 2,189 million yen

FY 5/2016: 2,315 million yen

2. Dividends

	Dividends per Share					
	End of Q1	End of Q2	End of Q3	Fiscal Year End	Annual	
	yen	yen	yen	yen	yen	
FY 5/2016	_	15.00	_	15.00	30.00	
FY 5/2017	_	15.00				
FY 5/2017 (Forecast)				15.00	30.00	

(Note) Revisions to dividend forecasts published most recently: None

3. Consolidated Results Forecasts for the Fiscal Year Ending May 31, 2017 (June 1, 2016 – May 31, 2017)

(% indicates year-on-year change)

		Net Sa	iles	Operating	Profit	Ordinary l	Profit	Profit Attribu Owners of		Net Income per Share
		million yen	%	million yen	%	million yen	%	million yen	%	yen
FY 5	5/2017	11,492	0.2	421	(26.1)	425	(32.1)	256	(38.0)	32.78

(Note) Revisions to performance forecasts published most recently: None

- * Notes
- (1) Changes in significant subsidiaries during the term under review (changes in subsidiaries via share exchange causing a change in the scope of consolidation): None
- (2) Adoption of accounting treatment unique to the preparation of quarterly consolidated financial statements: None
- (3) Changes in accounting policies and changes or restatement of accounting estimates

(i) Changes in accounting policies associated with the revision of accounting standards, etc.: None
(ii) Changes in accounting policies other than (i): Yes
(iii) Changes in accounting estimates: Yes
(iv) Restatement: None

(4) Number of shares issued (common stock)

(i) Shares Outstanding (incl. treasury stock):

(ii) Treasury Stock:

(iii) Average Number of Shares Outstanding

FY 5/2017 Q3	7,832,400 shares
FY 5/2016	7,832,400 shares
FY 5/2017 Q3	83 shares
FY 5/2016	83 shares
FY 5/2017 Q3	7,832,317 shares
FY 5/2016 Q3	7,820,949 shares

^{*}Presentation of the implementation status of audit procedures

This summary of Consolidated Financial Results is not subject to audit procedure under the Financial Institutions and Exchange Act. At the time of disclosure of this report, however, the audit procedures for the financial statement are still in progress.

The performance projections in this report are the forecast based on currently available information and significantly includes uncertainty. Actual result may differ materially from these projections due to various reasons.

^{*} Notes on appropriate use of performance projection and other special remarks

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

		(Unit: thousand yen)
	Previous fiscal year (As of May 31, 2016)	The third quarter of the reporting fiscal year (As of February 28, 2017)
Assets		
Current assets		
Cash and deposits	2,337,409	2,024,404
Accounts receivable-trade	453,119	546,505
Work in process	298,917	365,214
Deferred tax assets	173,076	149,433
Other	93,272	209,956
Allowance for doubtful accounts	(271)	(264)
Total current assets	3,355,524	3,295,250
Non-current assets		
Property, plant and equipment	112,254	143,953
Intangible assets	175,702	161,616
Investments and other assets		
Guarantee deposits	407,689	411,907
Deferred taxes assets	35,321	30,332
Other	23,909	26,150
Allowance for doubtful accounts	(31)	(81)
Total investments and other assets	466,888	468,309
Total non-current assets	754,845	773,878
Total assets	4,110,369	4,069,129

		(Unit: thousand yen
	Previous fiscal year (As of May 31, 2016)	The third quarter of the reporting fiscal year (As of February 28, 2017)
Liabilities		
Current liabilities		
Short-term loans payable	-	300,000
Accounts payable - other	171,833	205,72
Accrued expenses	578,133	415,08
Income taxes payable	164,579	18,07
Advances received	572,408	673,59
Other	143,035	115,29
Total current liabilities	1,629,989	1,727,78
Non-current liabilities		
Net defined benefit liability	92,475	79,04
Long-term accounts payable - other	67,780	67,78
Total non-current liabilities	160,255	146,82
Total liabilities	1,790,244	1,874,60
Net assets		
Shareholders' equity		
Capital stock	992,784	992,78
Capital surplus	26,304	26,30
Retained earnings	1,296,225	1,170,54
Treasury shares	(70)	(70
Total shareholders' equity	2,315,243	2,189,55
Non-controlling interests	4,882	4,96
Total net assets	2,320,125	2,194,52
Total liabilities and net assets	4,110,369	4,069,12

(2) Quarterly Consolidated Statements of Income and comprehensive income Quarterly Consolidated Statements of Income

Cost of sales 6,179,134 6,088,95 Gross profit 2,506,166 2,323,50 Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,45 Non-operating income 1,579 2 Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,3 Insurance income - 10,07 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,4 Total non-operating expenses 2,237 1,4 Interest expenses 2,237 1,4 Loss on guarantees 17,202 1,6 Miscellaneous loss 161 1,7 Total non-operating expenses 19,602 1,6 Ordinary profit 50,200 187,3 Extraordinary losses 2,771 5 Total extraordinary losses 2,771 5 Profit before income taxes 499,429 18			(Unit: thousand yen)
Ket sales Refrom June 1, 2015 to February 29, 2016 GFrom June 1, 2016 to February 28, 2017) Net sales 8,685,301 8,412,50 Cost of sales 6,179,134 6,088,90 Gross profit 2,506,166 2,323,50 Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,45 Non-operating income 1,579 4,6 Interest income 1,579 4,6 Commission fee 1,569 1,33 Insurance income 1,569 1,33 Insurance premiums refunded cancellation 20,891 1,43 Miscellaneous income 31,73 3,75 Non-operating expenses 2,237 1,43 Loss on guarantees 17,202 1,43 Miscellaneous loss 161 1,43 Total non-operating expenses 1,60 1,60 Ordinary profit 50,20 1,83 Extraordinary losses 2,771 5,5 Total extraordinary losses 2,771 5,5		The third quarter of	The third quarter of
Net sales 8,685,301 8,412,50 Cost of sales 6,179,134 6,088,93 Gross profit 2,506,166 2,2323,55 Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,43 Non-operating income 1,579 2 Interest income 1,579 1,33 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,00 Insurance premiums refunded cancellation 20,891 1 Miscellaneous income 1,266 1,44 Total non-operating expenses 2,237 1,4 Loss on guarantees 17,202 1 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,33 Extraordinary losses 2,771 5 Total extraordinary losses 2,771 5 Profit before income taxes 4		the previous fiscal year	
Net sales 8,685,301 8,412,50 Cost of sales 6,179,134 6,088,90 Gross profit 2,506,166 2,323,50 Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,44 Non-operating income 1,579 2 Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,07 Insurance income 1,266 1,44 Total non-operating income 31,173 17,55 Non-operating expenses 1,266 1,44 Total non-operating expenses 2,237 1,44 Loss on guarantees 17,202 1,66 Miscellaneous loss 161 1 Total non-operating expenses 19,602 1,6 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 5 Loss on retirement of non-current assets 2,77		(From June 1, 2015	(From June 1, 2016
Cost of sales 6,179,134 6,088,95 Gross profit 2,506,166 2,323,50 Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,45 Non-operating income 1,579 2 Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,3 Insurance income - 10,07 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,4 Total non-operating expenses 2,237 1,4 Interest expenses 2,237 1,4 Loss on guarantees 17,202 1,6 Miscellaneous loss 161 1,7 Total non-operating expenses 19,602 1,6 Ordinary profit 50,200 187,3 Extraordinary losses 2,771 5 Total extraordinary losses 2,771 5 Profit before income taxes 499,429 18		to February 29, 2016)	to February 28, 2017)
Gross profit 2,506,166 2,323,50 Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,49 Non-operating income 1,579 2 Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,07 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,4 Total non-operating income 31,173 17,5 Non-operating expenses 1,227 1,4 Interest expenses 2,237 1,4 Loss on guarantees 17,202 1,6 Miscellaneous loss 161 1.7 Total non-operating expenses 19,602 1,6 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Total extraordinary losses 2,771 <td>Net sales</td> <td>8,685,301</td> <td>8,412,502</td>	Net sales	8,685,301	8,412,502
Selling, general and administrative expenses 2,015,536 2,152,1 Operating profit 490,629 171,43 Non-operating income 1,579 2 Interest income 1,579 1,33 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,07 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,4 Total non-operating income 31,173 17,5 Non-operating expenses 2,237 1,4 Interest expenses 2,237 1,4 Loss on guarantees 17,202 1,6 Miscellaneous loss 161 1,7 Total non-operating expenses 19,602 1,6 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Total extraordinary losses 2,771 55 Profit before income taxes 4	Cost of sales	6,179,134	6,088,939
Operating profit 490,629 171,42 Non-operating income 1,579 2 Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,07 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,52 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 1,60 Miscellaneous loss 161 11 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 10,28 46,43 Income taxes - deferred 58,827 30,97 Total income taxes 160,116	Gross profit	2,506,166	2,323,562
Non-operating income 1,579 2 Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,07 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,4 Total non-operating income 31,173 17,5 Non-operating expenses 2,237 1,4 Loss on guarantees 2,237 1,4 Loss on guarantees 161 11 Total non-operating expenses 19,602 1,6 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Profit before income taxes 499,429 186,80 Income taxes - current 101,82 4,64 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,44 Profit (loss) attributable to non-controlling interests	Selling, general and administrative expenses	2,015,536	2,152,111
Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,00 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,55 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 1,60 Miscellaneous loss 161 11 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Profit before income taxes 499,429 186,82 Income taxes - current 101,288 46,44 Income taxes - deferred 58,827 30,99 Total income taxes 160,116 77,44 Profit (loss) attributable to non-controlling interests (450) 339,313	Operating profit	490,629	171,451
Interest income 1,579 2 Dividend income of insurance 5,865 4,66 Commission fee 1,569 1,33 Insurance income - 10,00 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,55 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 1,60 Miscellaneous loss 161 11 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Profit before income taxes 499,429 186,82 Income taxes - current 101,288 46,44 Income taxes - deferred 58,827 30,99 Total income taxes 160,116 77,44 Profit (loss) attributable to non-controlling interests (450) 339,313	Non-operating income		
Commission fee 1,569 1,33 Insurance income - 10,00 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,52 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 1,60 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Total extraordinary losses 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,44 Income taxes - deferred 58,827 30,97 Total income taxes 160,116 77,44 Profit (loss) attributable to non-controlling interests (450) 3		1,579	26
Insurance income — 10,00 Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,52 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 15,60 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Total extraordinary losses 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,43 Income taxes - deferred 58,827 30,95 Total income taxes 160,116 77,44 Profit (loss) attributable to non-controlling interests (450) 50	Dividend income of insurance	5,865	4,667
Insurance premiums refunded cancellation 20,891 Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,52 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 1,49 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 50 Loss on retirement of non-current assets 2,771 50 Total extraordinary losses 2,771 50 Profit before income taxes 499,429 186,80 Income taxes - current 101,288 46,40 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,40 Profit (loss) attributable to non-controlling interests (450) 50	Commission fee	1,569	1,353
Miscellaneous income 1,266 1,44 Total non-operating income 31,173 17,52 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 161 17 Miscellaneous loss 161 17 16 16 17 16 17 16 16 17 16 17 16 17 16 16 17 16 16 17 16 16 17 16 16 17 16 16 17 16 16 17 16 17 16 16 17 16 17 16 16 17 16 17 16 16 17 16 17 16 16 17 17 16 16 17 16 16 17 14 16 16 16 17 14 16 16 16 16 16 16 16 16 16 16 16 16 16	Insurance income		10,070
Total non-operating income 31,173 17,54 Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 1,49 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,62 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Total extraordinary losses 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,43 Income taxes - deferred 58,827 30,99 Total income taxes 160,116 77,44 Profit (loss) attributable to non-controlling interests (450) 50	Insurance premiums refunded cancellation	20,891	_
Non-operating expenses 2,237 1,49 Loss on guarantees 17,202 Miscellaneous loss 161 12 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 50 Loss on retirement of non-current assets 2,771 50 Total extraordinary losses 2,771 50 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,43 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 50	Miscellaneous income	1,266	1,425
Interest expenses 2,237 1,49 Loss on guarantees 17,202 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 50 Loss on retirement of non-current assets 2,771 50 Total extraordinary losses 2,771 50 Profit before income taxes 499,429 186,80 Income taxes - current 101,288 46,40 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 50	Total non-operating income	31,173	17,543
Loss on guarantees 17,202 Miscellaneous loss 161 17 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 50 Loss on retirement of non-current assets 2,771 50 Total extraordinary losses 2,771 50 Profit before income taxes 499,429 186,80 Income taxes - current 101,288 46,40 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 50	Non-operating expenses		
Miscellaneous loss 161 12 Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses 2,771 50 Loss on retirement of non-current assets 2,771 50 Total extraordinary losses 2,771 50 Profit before income taxes 499,429 186,80 Income taxes - current 101,288 46,40 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 50	Interest expenses	2,237	1,499
Total non-operating expenses 19,602 1,60 Ordinary profit 502,200 187,30 Extraordinary losses	Loss on guarantees	17,202	_
Ordinary profit 502,200 187,30 Extraordinary losses 2,771 50 Loss on retirement of non-current assets 2,771 50 Total extraordinary losses 2,771 50 Profit before income taxes 499,429 186,80 Income taxes - current 101,288 46,44 Income taxes - deferred 58,827 30,90 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 80	Miscellaneous loss	161	128
Extraordinary losses 2,771 55 Loss on retirement of non-current assets 2,771 55 Total extraordinary losses 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,43 Income taxes - deferred 58,827 30,97 Total income taxes 160,116 77,44 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 8	Total non-operating expenses	19,602	1,628
Loss on retirement of non-current assets 2,771 55 Total extraordinary losses 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,44 Income taxes - deferred 58,827 30,97 Total income taxes 160,116 77,44 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 8	Ordinary profit	502,200	187,366
Total extraordinary losses 2,771 55 Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,44 Income taxes - deferred 58,827 30,97 Total income taxes 160,116 77,44 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 8	Extraordinary losses		
Profit before income taxes 499,429 186,83 Income taxes - current 101,288 46,43 Income taxes - deferred 58,827 30,93 Total income taxes 160,116 77,44 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 8	Loss on retirement of non-current assets	2,771	536
Income taxes - current 101,288 46,48 Income taxes - deferred 58,827 30,97 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 30,30	Total extraordinary losses	2,771	536
Income taxes - deferred 58,827 30,99 Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 8	Profit before income taxes	499,429	186,830
Total income taxes 160,116 77,40 Profit 339,313 109,30 Profit (loss) attributable to non-controlling interests (450) 8	Income taxes - current	101,288	46,482
Profit339,313109,30Profit (loss) attributable to non-controlling interests(450)	Income taxes - deferred	58,827	30,978
Profit339,313109,30Profit (loss) attributable to non-controlling interests(450)	Total income taxes	160,116	77,460
	Profit	339,313	109,369
	Profit (loss) attributable to non-controlling interests	(450)	83
Profit autroutable to owners of parent 539,705 109,20	Profit attributable to owners of parent	339,763	109,286

Quarterly Consolidated Statements of Comprehensive income

		(Unit: thousand yen)	
	The third quarter of	The third quarter of	
	the previous fiscal year	the reporting fiscal year	
	(From June 1, 2015	(From June 1, 2016	
	to February 29, 2016)	to February 28, 2017)	
Profit	339,313	109,369	
Other comprehensive income			
Total other comprehensive income	-	_	
Comprehensive income	339,313	109,369	
Comprehensive income attributable to:			
Comprehensive income attributable to owners of parent	339,763	109,286	
Comprehensive income attributable to non-controlling interests	(450)	83	