

Summary Report on Financial Results for the Second Quarter of the Year Ending August 2017 (Japanese Accounting Standards)

April 12, 2017

Company name: MEIKO NETWORK JAPAN CO., LTD.
 Stock exchange listing: The First Section of the Tokyo Stock Exchange
 Stock code: 4668 (URL : <http://www.meikonet.co.jp>)
 Representative: Setsuro Tagami, President
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 Scheduled date for filing the securities report: April 13, 2017
 Scheduled date for commencement of dividend payment: May 8, 2017
 Supplementary material development: Yes
 Financial results meeting: Yes(for analysts)

(Amounts less than one million yen are discarded)

1. Consolidated financial results for the Second quarter of the year ending August 2017 (September 1, 2016 through February 28, 2017)

(1) Consolidated operating results (cumulative)

(Percentages represent increases or decreases from the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Second quarter of the year ending August 2017	10,145	7.7	2,039	31.4	2,164	37.1	1,713	216.7
Second quarter of the year ended August 2016	9,419	0.5	1,551	(26.7)	1,578	(31.4)	540	(64.0)

(Note) Comprehensive income:

Second quarter of the year ending August 2017: 1,887 million yen, 258.2%

Second quarter of the year ended August 2016: 527 million yen, (65.1%)

	Net income per share	Fully diluted net income per share
	yen	yen
Second quarter of the year ending August 2017	64.51	—
Second quarter of the year ended August 2016	20.03	—

(2) Consolidated financial situation

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
Second quarter of the year ending August 2017	19,177	14,592	75.7
Year ended August 2016	16,970	13,209	77.4

(Reference) Shareholders' equity:

Second quarter of the year ending August 2017: 14,514 million yen

Year ended August 2016: 13,130 million yen

2. Dividends

	Yearly Dividends per share				
	End of the first quarter	End of the second quarter	End of the third quarter	End of the term	annual
	yen	yen	yen	yen	yen
Year ended August 2016	—	19.00	—	19.00	38.00
Year ending August 2017	—	20.00			
Year ending August 2017 (estimate)			—	20.00	40.00

(Note) Revision of dividend projections in the current quarter: None

3. Forecast of consolidated financial results for fiscal year ending August 2017 (September 1, 2016 through August 31, 2017)

(Percentages represent increases or decreases from the previous year for the full-year figures.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full-year	20,041	7.3	2,560	17.7	2,650	13.9	1,886	99.9	71.05

(Note) Revision of consolidated earnings projections'numerical values in the current quarter: Exist

Please refer to attached reference material " Revision of Earnings Projections' Numerical Values" .

4. Others

(1) Changes of important subsidiaries during the period

(changes of specific subsidiaries in accordance with changes in the scope of consolidation): None

(2) Application of particular accounts procedures 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 caused by revision of accounting standards: None
- (ii) Changes in accounting policies other than (i): None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of outstanding issues (common stock)

(i) Number of outstanding shares at the end of the period (including treasury stock)

Second quarter of the year ending August 2017: 27,803,600 shares

Year ended August 2016: 27,803,600 shares

(ii) Number of shares of treasury stock at the end of the period:

Second quarter of the year ending August 2017: 1,246,507 shares

Year ended August 2016: 1,246,507 shares

(iii) Average number of shares during the period (accumulated consolidated quarter)

Second quarter of the year ending August 2017: 26,557,093 shares

Second quarter of the year ended August 2016: 27,010,532 shares

※ Implementation status of quarterly review procedures

This summary report on the quarterly financial results is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this summary report, the quarterly review procedures have not been completed for quarterly financial statements pursuant to the Financial Instruments and Exchange Act.

※ Explanation of the appropriate use of the forecasts of financial results, and other noteworthy matters

Forward-looking statements in the document, such as earnings forecasts, are based on current information in the possession of the company and certain assumptions the company thinks reasonable. Actual results may differ remarkably from the statements due to a variety of different factors.