



Consolidated Financial Result

(For the 3-month period ended March 31, 2017)



April 28, 2017

Company name: **SIOS Technology, Inc.**
 Address: 2-12-3 Minami Azabu, Minato-ku, Tokyo 106-0047 Japan
 Stock exchange listings: Tokyo Stock Exchange (TSE)
 Code number : 3744
 URL: <http://www.sios.com/>
 Representative: Nobuo Kita, Representative Director
 Contact: Tokutaro Kobayashi, V.P. of Finance & Accounting
 Phone: +81-3-6401-5111

Scheduled date for filing of quarterly financial report: May 12, 2017

(Note) All figures in the financial statements are rounded down to the nearest millionth.
 ‘-’ indicates a loss or negative figure.

1. Consolidated results (January 1, 2017 through March 31, 2017)

(% of change from previous first quarter)

(1) Consolidated financial results

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|-------------------------------|--------------|------------|------------------|--------------|-----------------|--------------|-------------|--------------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| 3-month period(2017/3) | 3,321 | 1.2 | 121 | -45.7 | 126 | -39.0 | 59 | -54.3 |
| 3-month period(2016/3) | 3,281 | 56.3 | 223 | 760.1 | 207 | 562.7 | 129 | - |

(Note) Comprehensive income

As of Mar.31, 2017: 32 million yen/ -62.4%

As of Mar. 31, 2016: 86 million yen/ -%

| | Net income per share - Basic | Net income per share - Diluted |
|-------------------------------|---------------------------------|-----------------------------------|
| | Yen | Yen |
| 3-month period(2017/3) | 6.89 | 6.86 |
| 3-month period(2016/3) | 15.09 | 15.08 |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio |
|-------------------------------|--------------|--------------|--------------|
| | Million yen | Million yen | % |
| 3-month period(2017/3) | 5,580 | 1,680 | 29.6 |
| FY2016 | 5,256 | 1,647 | 30.8 |

(Note) Equity

As of Mar. 31, 2017: 1,652 million yen

As of Dec. 31, 2016: 1,619million yen

2. Cash dividends

| Record Date | Dividend per share | | | | |
|-------------------|--------------------|---------|-----------|----------|--------|
| | End of Q1 | Interim | End of Q3 | Year-end | Annual |
| | Yen | Yen | Yen | Yen | % |
| FY2016 | - | 0.00 | - | 0.00 | 0.00 |
| FY2017 | - | | | | |
| FY2017 (expected) | | 0.00 | - | 5.00 | 5.00 |

(Note) Revisions to recent dividend forecast: None

3. Forecast of consolidated results for FY2017 (January 1, 2017 through December 31, 2017)

(% of change from previous year)

| | Net sales | | Operating income | | Ordinary income | | Net income | | Net income per share |
|--------|-------------|-----|------------------|-----|-----------------|------|-------------|------|-------------------------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Yen |
| FY2017 | 12,600 | 4.3 | 500 | 5.4 | 480 | 23.1 | 320 | 25.7 | 37.14 |

(Note) Revisions to recent business forecast: None

4. Others

- (1) Reclassification of significant subsidiaries during the period (Reclassification due to change in scope of consolidation): None
 (2) Application of special accounting methods for the preparation of the consolidated quarterly financial statements: None
 (3) Change in accounting policies, accounting estimates and restatement
 (i) Change in accounting policies associated with revision of accounting standards: None
 (ii) Change arising from other factors: None
 (iii) Change in accounting estimates:None
 (iv) Restatement:None
 (4) Number of outstanding shares (common shares)

| | | | | |
|--|----------------------------|------------------|----------------------------|------------------|
| (i) Number of outstanding shares (including treasury stock) | First quarter of FY2017 | 8,874,400 shares | FY2016 | 8,874,400 shares |
| (ii) Number of treasury stock | First quarter of FY2017 | 259,241 shares | FY2016 | 260,041 shares |
| (iii) Average number of outstanding shares (3-month period) | First quarter of FY2017 | 8,615,159 shares | First quarter of FY2016 | 8,600,159 shares |

Explanation about proper use of forecasts of consolidated financial results and other special notes

- Information Regarding the Audit Review Procedure: This report is outside the scope of the procedures for quarterly review of financial statements as required under the financial instruments and Exchange Act of Japan. The aforementioned procedures have not been completed as of the time of disclosure of this document.
- Net income per share was calculated by the number of outstanding shares (excluding treasury stocks) at the end of fiscal year.
- Forecasts announced by the company referred to above were prepared based on management's assumption with information available at this time and therefore involve known and unknown risks and uncertainties. Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts.
- This information to above is an UNOFFICIAL English-language translation of the original Japanese-language version. The format and contents of this document are defined by the requirements of the Tokyo Stock Exchange's 2nd Section. To the extent that there are discrepancies between this translation and the original version, the original version shall be definitive.