



(TRANSLATION FOR REFERENCE ONLY)

September 14, 2017

To Our Shareholders:

Corporate Name: PROTO CORPORATION
 Representative: Kenji Kamiya, President
 Securities Code: 4298 (TSE JASDAQ)
 Contact: Shigeyoshi Shimizu, Director
 Tel: +81-52-934-2000

Revision of Earnings Forecasts for the Six Months Ending September 30, 2017

PROTO CORPORATION (the “Company”) hereby revises its earnings forecasts for the six months ending September 30, 2017, as announced on May 10, 2017.

1. Revision of Consolidated Earnings Forecast for the Six Months Ending September 30, 2017 (April 1, 2017 - September 30, 2017)

	Net Sales	Operating Income	Ordinary Income	Net income attributable to owners of parent	Net Income per Share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous Forecast (A)	29,370	1,577	1,593	1,008	50.27
Revised Forecast (B)	29,370	1,917	2,056	1,216	60.64
Amount of Change (B) – (A)	—	340	463	208	—
Percentage of Change (%)	—	21.6	29.1	20.6	—
(Reference) Results for the Six Months Ended September 30, 2016	26,399	1,338	1,306	702	34.93

2. Reason of the Revision

As for the consolidated earnings forecast for the first and second quarter of this term, gross profit is projected to exceed the initial estimate, mainly because the sold quantity of tires exceeded the initial estimate considerably in AUTOWAY Co., Ltd., which sells imported tires and wheels.

In addition, operating income, ordinary income, and net income attributable to owners of parent are projected to exceed the respective initial estimates, as consolidated SG&A expenses was smaller than the initial estimate, although advertisement cost exceeded the initial estimate slightly as the company enhanced promotion.

The full-year consolidated earnings forecast has not been changed from the previously announced one, but if it becomes necessary to revise it, we will disclose it swiftly.

Note: The forecasted values written in this document were produced based on the available information as of the release date of this document, and so actual business performance may be different from the forecasted values due to various factors.