

This is an English translation of the official announcement in Japanese that was released on May 12, 2017. The translation is prepared for the readers' convenience only. All readers are strongly recommended to refer to the original Japanese version for complete and accurate information. Should there be any inconsistency between the translation and the official Japanese text, the latter shall prevail.



Summary of Financial Data and Business Results for the Fiscal Year Ended March 31, 2017 (JP GAAP, Consolidated)

May 12, 2017

Listed Exchange: Tokyo Stock Exchange

Company Name: Universal Entertainment Corporation

Code No.: 6425 URL: <http://www.universal-777.com>

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Scheduled Date of Ordinary Shareholders' Meeting: June 29, 2017

Scheduled Submission Date of Securities Registration Report: June 30, 2017

Scheduled Commencement Date of Dividend Payment: June 30, 2017

Supplementary Briefing Materials for Settlement of Accounts: None available

Briefing on Settlement of Accounts: None scheduled

(Amounts rounded down to nearest million yen)

1. Consolidated Business Results for the Fiscal Year Ended March 31, 2017

(Period from April 1, 2016 to March 31, 2017)

(1) Consolidated Operating Results

(Percentages refer to changes from the previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Net Income Attributable to Owners of Parent	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Fiscal Year Ended March 31, 2017	111,187	21.2	28,609	69.3	27,036	21.0	18,629	19.0
Fiscal Year Ended March 31, 2016	91,709	4.1	16,896	(19.7)	22,343	1.3	15,661	53.9

(Note) Comprehensive income

Fiscal Year Ended March 31, 2017: 9,588 million yen (down 22.1%)

Fiscal Year Ended March 31, 2016: 12,314 million yen (down 53.1%)

	Net Income per Share	Diluted Net Income per Share	Ratio of Net Income to Shareholders' Equity	Ratio of Ordinary Profit to Total Assets	Ratio of Operating Profit to Net Sales
	Yen	Yen	%	%	%
Fiscal Year Ended March 31, 2017	252.66	252.27	7.6	5.8	25.7
Fiscal Year Ended March 31, 2016	213.41	213.38	7.0	6.8	18.4

(Reference) Equity in earnings/losses of affiliates

Fiscal Year Ended March 31, 2017: (366) million yen

Fiscal Year Ended March 31, 2016: 2,367 million yen

(2) Consolidated Financial Status

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Net Assets per Share
	Million Yen	Million Yen	%	Yen
As of March 31, 2017	568,635	259,990	45.6	3,287.46
As of March 31, 2016	369,580	229,072	61.7	3,108.92

(Reference) Shareholders' equity

As of March 31, 2017: 259,350 million yen

As of March 31, 2016: 228,143 million yen

(3) Consolidated Cash Flow Position

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Balance of Cash and Cash Equivalents at the End of Period
	Million Yen	Million Yen	Million Yen	Million Yen
Fiscal Year Ended March 31, 2017	23,780	(120,584)	166,804	119,038
Fiscal Year Ended March 31, 2016	19,118	(66,900)	56,662	51,518

2. Status of Dividends

	Annual Dividends					Total Dividends (Annual)	Dividend Payout Ratio (Consolidated)	Ratio of Dividend to Net Assets (Consolidated)
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	End of Fiscal Year	Total			
Fiscal Year Ended March 31, 2016	Yen -	Yen 0.00	Yen -	Yen 0.00	Yen 0.00	Million Yen -	% -	% -
Fiscal Year Ended March 31, 2017	-	0.00	-	40.00	40.00	3,155	15.8	1.3
Fiscal Year Ending December 31, 2017 (Forecast)	-	-	-	-	-		-	

(Note) The dividend forecast for the fiscal year ending December 31, 2017 is to be determined.

3. Consolidated Business Results Forecast for the Fiscal Year Ending December 31, 2017

(Period from April 1, 2017 to December 31, 2017)

(Percentages refer to changes from the previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Net Income Attributable to Owners of Parent	Net Income per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	Yen
Full Fiscal Year	101,900	-	16,700	-	16,700	-	15,800	200.28
	~115,800		~24,500		~24,500		~20,900	~264.92

Universal Entertainment Corporation (the "Company") plans to change its fiscal year end from March 31 to December 31 from the fiscal year beginning on April 1st, 2017. This change will require approval of the resolution to amend the Articles of Incorporation at the 44th Shareholders' Meeting to be held on June 29, 2017. Therefore, for calendar 2017, assuming the fiscal year end is changed, the nine-month period from April 1, 2017 to December 31, 2017 is used for the consolidated financial statements for the Company and subsidiaries with a March 31 fiscal year end.

In addition as the effect of regulation regarding Pachinko and Pachislot machines 1) it has been confirmed that the regulation for the 5.9 will come into effect starting in October 2017, and 2) it is anticipated that there will be an announcement in May 2017 regarding a new standard. In addition, 3) it is predicted that there will be a strengthening of guidelines related to high-stakes machines. However, in spite of the impact that such environmental changes will have on the marketplace, I believe it also represents an opportunity for makers to explore different sales opportunities. Although our company has the technology and the production capability in place to support the new standards, it is currently difficult to get a complete read on how the attractiveness of the new machines will measure up in the actual market. For this reason, for our earnings forecast for the year ending December 31, 2017, we have decided to use a range-based full-year earnings format.

Assuming that the accounting period for the company and all consolidated subsidiaries covers the 12 months from April to March, the outlook for the next period (based on available comparisons) is as follows.

(Percentages refer to changes from the previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Net Income Attributable to Owners of Parent	Net Income per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	Yen
Full Fiscal Year	133,000	19.6	23,800	(16.8)	23,700	(12.3)	23,400	296.61
	~154,000	~38.5	~35,900	~25.5	~35,800	~32.4	~31,300	~396.75

* Matters of Note

(1) Changes in material subsidiaries during the period (Changes in specified subsidiaries accompanying changes in scope of consolidation) : None

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

- 1) Changes in accounting policies accompanying revision of accounting standards, etc. : Yes
- 2) Changes in accounting policies other than 1) : None
- 3) Changes in accounting estimates : None
- 4) Restatements : None

(3) Number of outstanding shares (common stock)

- 1) Shares issued at end of fiscal period (including treasury shares)
 - As of March 31, 2017: 80,195,000 shares
 - As of March 31, 2016: 80,195,000 shares
- 2) Number of treasury shares at end of fiscal period
 - As of March 31, 2017: 1,304,232 shares
 - As of March 31, 2016: 6,811,232 shares
- 3) Average number of shares during fiscal period
 - Fiscal Year Ended March 31, 2017: 73,731,206 shares
 - Fiscal Year Ended March 31, 2016: 73,383,808 shares

(Reference) Summary of the Non-consolidated Business Results

1. Non-consolidated Business Results for the Fiscal Year Ended March 31, 2017
(Period from April 1, 2016 to March 31, 2017)

(1) Non-consolidated Operating Results

(Percentages refer to changes from previous fiscal year)

	Net Sales		Operating Profit		Ordinary Profit		Net Income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
Fiscal Year Ended March 31, 2017	114,751	24.7	36,418	91.0	25,072	79.2	16,842	139.7
Fiscal Year Ended March 31, 2016	92,024	4.8	19,065	(12.0)	13,994	(47.4)	7,025	(50.1)

	Net Income per Share	Diluted Net Income per Share
	Yen	Yen
Fiscal Year Ended March 31, 2017	228.43	228.08
Fiscal Year Ended March 31, 2016	95.74	95.73

(2) Non-consolidated Financial Status

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Net Assets Per Share
	Million Yen	Million Yen	%	Yen
As of March 31, 2017	363,674	188,495	51.8	2,388.05
As of March 31, 2016	269,938	150,838	55.9	2,054.48

(Reference) Shareholders' equity

As of March 31, 2017: 188,395 million yen
As of March 31, 2016: 150,765 million yen

* The current financial report is not subject to audit procedures.

* Explanation on Proper Usage of Business Results Forecast and Other Noteworthy Items

The forward-looking statements regarding business results, etc. as featured herein are based on information that is currently available and certain assumptions that are determined to be reasonable, but are not promises by the Company regarding future performance. Actual business results may vary significantly due to a number of factors. For preconditions for business forecasts, notes on the usage of business forecasts and so forth, please see "1. Overview of Results of Operations, etc., (1) Overview of Operating Results for the Fiscal Year Under Review" on page 3 of the Attached Materials.

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1. Overview of Results of Operations, etc.

(1) Overview of Operating Results for the Fiscal Year Under Review

(Million yen)

Fiscal year ended March 31, 2017	Net sales	Operating Profit	Ordinary Profit	Net Income attributable to owners of parent
Non-consolidated	114,751	36,418	25,072	16,842
Consolidated	111,187	28,609	27,036	18,629

In the current consolidated fiscal year, Universal Entertainment Corporation (the “Company”) posted net sales of 111,187 million yen (an increase of 21.2% year on year), operating income of 28,609 million yen (an increase of 69.3% year on year), ordinary income of 27,036 million yen (an increase of 21.0% year on year), and net income attributable to owners of the parent of 18,629 million yen (an increase of 19.0% year on year).

Business segment performance was as follows. Sales and earnings are prior to adjustments for inter-segment sales or transfers.

(i) Pachislot and Pachinko Business

The Company launched nine Pachislot titles and one Pachinko title during the current consolidated fiscal year. The Pachislot and Pachinko Business posted net sales of 108,041 million yen (an increase of 22.4% year on year) and operating income of 46,462 million yen (an increase of 46.0% year on year).

There are concerns about the impact of voluntary regulations and other events on the Pachislot and Pachinko industry. This business performed well, mainly due to sales of Pachislot machines, due to Pachislot and Pachinko machine sales activities that placed priority on attracting new customers.

A number of Pachislot titles contributed to sales. One is “Basilisk: The Koga Ninpocho III,” the latest addition to the “Basilisk: The Koga Ninpocho” series that is still extremely popular several years after its debut. Another is “SLOT Maho Shojō Madoka☆Magika 2,” the successor to “SLOT Maho Shojō Madoka☆Magika.” In addition, two Pachislot titles were launched that feature the industry’s first projection mapping capability: “Azteca – Taiyō no Monshō” and “Another God Poseidon – Kaio no Sansen.”

In the Pachinko category, “CR Etotama” was launched, a title created through a tie-up with the popular animated TV show “Etotama.”

(ii) Other

Other Business posted net sales of 3,162 million yen (a decrease of 8.2% year on year) and an operating loss of 8,161 million yen (compared with an operating loss of 4,132 million yen in the previous consolidated fiscal year.)

In the Media Content Business, six simulator applications for Pachislot titles, including “SLOT Maho Shojō Madoka☆Magika 2” and “SLOT Basilisk: The Koga Ninpocho III,” were distributed on App Store, Google Play and the members-only mobile website “Univa Kingdom.” In addition, the distribution of simulator applications started on SoftBank App Pass.

One new initiative was the start of distribution on LINE Creators Stamp of the “Kamigami no Stamp” and “Hanabishi no Stamp” that are based on motifs that are Universal Entertainment intellectual property. “Kamigami no Stamp” became the best seller at the LINE Stamp Shop.

In the Broadcasting Business, Japan Amusement Broadcasting operates “Pachinko★Pachislot TV!,” the Japan’s largest channel specializing in the Pachislot and Pachinko field. Sales declined because of a large drop in the number

of SKY PerfectTV! subscribers and the emergence of video distribution services with very low fixed rates for smartphones and PCs. There was also a big increase in selling, general and administrative expenses in this business caused by relocation-related expenses for building a stronger operating structure.

(Future Outlook)

(i) Pachislot and Pachinko Business

The operating environment for this business is expected to remain challenging because of voluntary restrictions and other reasons.

To reduce the negative impact of these events, the Universal Entertainment Group (the “Group”) will conduct sales activities as a comprehensive partner for Pachinko hall operators. Proposals will be created that incorporate Pachislot and Pachinko machines along with peripheral equipment for the purpose of helping Pachinko halls increase earnings by attracting new users and increasing the number of regular users.

Two titles were launched as the first introductions of new products in this business in the next fiscal year. One is the “SLOT Akagi – Yami ni Oritatta Tensai” Pachislot title and the other is the “CR Darker Than Black – Kuro no Keiyakusha” Pachinko title.

The new Pachislot title “SLOT Akagi – Yami ni Oritatta Tensai” is based on the popular mahjong anime created by Nobuyuki Fukumoto. The title features an ART system with loop ratio management that skillfully combines the original anime and game-playing enjoyment. The new Pachinko title “CR Darker Than Black – Kuro no Keiyakusha” incorporates a blockbuster anime that sold out immediately after its release on Blu-ray BOX. This title also has game-playing characteristics that can provide enjoyment even within a short time and pachinko ball output that meets players’ expectations. As a result, this title is expected to appeal to a broad spectrum of pachinko fans.

By creating a diverse array of Pachislot and Pachinko titles that combine the key strengths of new technologies and outstanding game-playing characteristics, the Company is determined to contribute to progress of the entire industry.

(ii) Other

In the Media Content Business, the distribution of high-quality simulator applications will continue on App Store, Google Play and the members-only mobile website “Univa Kingdom”.

There are also many activities involving new businesses other than simulator applications with the goal of continuing to offer services that meet the expectations of users.

Japan Amusement Broadcasting operates “Pachinko★Pachislot TV!,” the Japan’s largest channel specializing in the Pachislot and Pachinko field. To further increase the number of viewers, the priorities of Japan Amusement Broadcasting are the expansion of cable TV sales channels, creation of new business schemes and growth of its “Pachitele! Net Premium” video distribution site.

In the Casino Resort Business, operations started at the end of 2016 at a casino and resort OKADA MANILA® in the Philippines. Since the opening, this resort has been expanding in stages through growth of casino, hotel and restaurant operations. On March 31, 2017, OKADA MANILA® unveiled The Fountain, which is the symbol of this resort and the largest fountain of its type in the world.

OKADA MANILA® accepts hotel reservations on its website and through travel agents to attract guests from Philippines and other countries. The resort is taking numerous actions to provide guests with outstanding services and to increase the number of guests. Overall, OKADA MANILA® is dedicated to being a source of the best hospitality and the best entertainment for guests from around the world.

(2) Overview of Financial Status for the Fiscal Year Under Review

The amount of total assets at the end of the current consolidated fiscal year amounted to 568,635 million yen, an increase of 199,055 million yen over the end of the previous consolidated fiscal year. This was mainly due to increases of 67,016 million yen in cash and deposits and 123,234 million yen in construction in progress.

The amount of liabilities at the end of current consolidated fiscal year amounted to 308,645 million yen, an increase of 168,137 million yen over the end of the previous consolidated fiscal year. This was mainly due to increases of 69,944 million yen in bonds payable and 88,736 million yen in long-term loans payable.

The amount of net assets at the end of the current consolidated fiscal year amounted to 259,990 million yen, an increase of 30,918 million yen over the end of the previous consolidated fiscal year. This was mainly due to increases of 19,154 million yen in retained earnings and 11,559 million yen due to disposal of treasury shares.

(3) Overview of Cash Flows for the Fiscal Year Under Review

As of the end of the current consolidated fiscal year, the balance of cash and cash equivalents totaled 119,038 million yen. The status of each cash flow and the primary reasons for increases/decreases as of the end of the current consolidated fiscal year are as follows:

<Cash Flows from Operating Activities>

Net cash provided by operating activities amounted to 23,780 million yen (compared with 19,118 million yen provided a year earlier), mainly due to booking of income before income taxes and others of 24,157 million yen (compared with 23,935 million yen a year earlier), 4,430 million yen in depreciation, a 3,292 million yen increase in accrued consumption taxes, and 9,136 million yen in income taxes paid.

<Cash Flows from Investing Activities>

Net cash used in investing activities amounted to 120,584 million yen (compared with 66,900 million yen used a year earlier), mainly due to purchase of property, plant and equipment of 118,291 million yen.

<Cash Flows from Financing Activities>

Net cash provided by financing activities amounted to 166,804 million yen (compared with 56,662 million yen provided a year earlier), mainly due to proceeds from issuance of bonds of 61,618 million yen and 88,693 million yen in proceeds from long-term loans payable and 20,772 million yen from proceeds from sale of treasury stock.

(Reference) Transition of Cash Flow-related Indicators

	Mar. 2013 Fiscal Year	Mar. 2014 Fiscal Year	Mar. 2015 Fiscal Year	Mar. 2016 Fiscal Year	Mar. 2017 Fiscal Year
Ratio of shareholders' equity (%)	74.5	77.5	75.9	61.7	45.6
Ratio of shareholders' equity on market value basis (%)	62.7	55.6	49.9	37.1	49.4
Ratio of interest-bearing liabilities to cash flows (years)	0.7	6.2	19.4	4.4	10.1
Interest coverage ratio (x)	187.3	6.4	3.9	45.4	81.4

Ratio of shareholders' equity = shareholders' equity / total assets

Ratio of shareholders' equity on market value basis = total market value of shares / total assets

Ratio of interest-bearing liabilities to cash flows = interest bearing liabilities / cash flows

Interest coverage ratio = cash flows / interests paid

*Note 1: All figures are calculated based on consolidated financial values.

*Note 2: The total market value of shares is calculated based on the number of issued shares minus treasury shares.

*Note 3: Cash flows are represented by operating cash flows.

*Note 4: Interest-bearing liabilities include all liabilities accounted for on the consolidated balance sheet for which interests are paid.

(4) Basic Policy Regarding Distribution of Profits and Dividends for the Current and Next Fiscal Years

The Group views the return of profits to its shareholders as one of its foremost management priorities. To this end, the Group is endeavoring to establish a highly profitable corporate structure and to improve the ratio of profit to shareholder's equity continuously. It also adopts a basic policy of maintaining a stable level of dividends that reflects its business performance.

It is the Group's basic policy to maintain the internal reserve at appropriate levels to ensure a healthy financial base and to strengthen the management foundation of the Group in order to invest necessary funds efficiently in promising businesses.

To reflect results of operations in Japan and the opening of OKADA MANILA®, the Company plans to pay a dividend of 40 yen for the fiscal year that ended in March 2017.

(5) Businesses Risks

Of the items relating to the status of business and the status of financial condition, as stated in this Summary of Financial Data and Business Results, factors that might affect investor decisions are described below. The Group recognizes the possibility that these risks might emerge, and will work to avoid such risks, or deal with them appropriately if they arise. However, the factors listed below do not cover all risks related to the business of the Group.

(i) Pachislot and Pachinko Business

According to the "Act Concerning Regulation and Proper Operation of Businesses Affecting Public Morals," Pachislot and Pachinko machines need to meet the "technical standards" defined in the National Public Safety Commission's rules (Regulations Concerning Authorization and Model Approval for Amusement Machines). Each type of machine must pass the model test conducted by the designated testing organization (Security Communications Association) and the model inspection conducted by the Public Safety Commission of the applicable prefecture. In case these laws or standards are amended or abolished, the Group will analyze industry trends and the application status of other companies, and make new applications for new machines in a structured and strategic fashion. However, if major changes need to be made due to administrative direction or voluntary restriction by the industry, the business results of the Group would be materially impacted.

There is also the possibility that profitability would be adversely affected by changing preferences in the market, as well as economic trends in Japan that include income levels.

(ii) Foreign Exchange Risks

In preparing consolidated financial statements, foreign currency-denominated profits/losses and assets/liabilities of each overseas subsidiary of the Group are incorporated into the consolidated financial statements after they are translated into Japanese yen. As a result, business results of the Group may be adversely affected by fluctuations in currency exchange rates.

(iii) Litigation

The Group has several pending lawsuits, and their outcomes may have an impact on the business results of the Group. Although the Group continues to make every effort to eliminate litigation risk, there is always a possibility that third parties may file new cases against the Group, with the rulings in these cases having the potential to affect future business results.

(iv) Litigation with Wynn Resorts, Limited

Litigation between the Group and Wynn Resorts (NASDAQ: WYNN) is currently under way. Depending on the outcome of this dispute and facts that are confirmed in the future, there may be an effect on the Group's financial position and results of operations.

(v) Casino Resort Business

The Group operates OKADA MANILA®, a casino and resort in the Philippines. Changes in the economic environment of the Philippines and other countries, movements in foreign exchange rates and other economic factors, and changes in the business environment, including revisions to regulations of the Philippine Amusement and Gaming Corporation and tax revisions by the Philippine government, may affect the Group's business results.

2. Basic Approach to the Selection of Accounting Standards

To prepare for the application of International Financial Reporting Standards (IFRS), the Company is preparing internal manuals, guidelines and other items and examining schedule for the application of IFRS.

3. Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheet

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Assets		
Current assets		
Cash and deposits	52,280	119,296
Notes and accounts receivable-trade	13,842	11,983
Securities	14	13
Merchandise and finished goods	4,994	3,100
Work in process	15,141	16,264
Raw materials and supplies	23,926	23,310
Deferred tax assets	637	1,785
Other	8,813	16,999
Allowance for doubtful accounts	(7)	(20)
Total current assets	119,643	192,734
Non-current assets		
Property, plant and equipment		
Buildings and structures	15,550	16,293
Accumulated depreciation	(6,402)	(6,323)
Buildings and structures (net amount)	9,147	9,969
Lease assets	6,243	6,243
Accumulated depreciation	(693)	(1,618)
Lease assets (net amount)	5,549	4,624
Land	7,330	7,298
Construction in progress	117,158	240,393
Other	19,476	24,197
Accumulated depreciation	(13,126)	(14,962)
Other (net amount)	6,349	9,234
Total property, plant and equipment	145,536	271,521
Intangible assets		
Other	1,965	1,826
Total intangible assets	1,965	1,826
Investments and other assets		
Investment securities	61,376	60,323
Long-term deposits	6,999	6,866
Long-term deposits for affiliates	30,034	27,897
Deferred tax assets	21	1,562
Other	4,911	4,334
Allowance for doubtful accounts	(2,840)	(1,064)
Total investments and other assets	100,502	99,920
Total non-current assets	248,004	373,268
Deferred assets	1,932	2,632
Total assets	369,580	568,635

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	22,566	14,461
Short-term loans payable	14,274	10,110
Accounts payable-other	13,854	26,807
Income taxes payable	6,020	5,840
Provision for bonuses	270	273
Deferred tax liabilities	15	-
Other	4,684	15,032
Total current liabilities	61,686	72,527
Non-current liabilities		
Bonds payable	70,588	140,532
Long-term loans payable	-	88,736
Net defined benefit liability	-	64
Deferred tax liabilities	1,885	1,433
Other	6,347	5,351
Total non-current liabilities	78,821	236,118
Total liabilities	140,507	308,645
Net assets		
Shareholders' equity		
Capital stock	98	98
Capital surplus	10,852	20,070
Retained earnings	217,673	236,827
Treasury shares	(14,296)	(2,737)
Total shareholders' equity	214,326	254,258
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	(577)	(152)
Foreign currency translation adjustment	14,395	5,285
Remeasurements of defined benefit plans	-	(41)
Total accumulated other comprehensive income	13,817	5,091
Subscription rights to shares	73	99
Non-controlling interests	854	539
Total net assets	229,072	259,990
Total liabilities and net assets	369,580	568,635

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
(Consolidated Statement of Income)

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Net sales	91,709	111,187
Cost of sales	43,688	46,837
Gross profit	48,020	64,350
Selling, general and administrative expenses	31,124	35,740
Operating Profit	16,896	28,609
Non-operating income		
Interest income	77	143
Dividend income	349	21
Foreign exchange gains	3,163	-
Equity in earnings of affiliates	2,367	-
Other	275	102
Total non-operating income	6,234	267
Non-operating expenses		
Interest expenses	421	292
Equity in losses of affiliates	-	366
Foreign exchange losses	-	801
Commission fee	195	170
Sales discounts	154	21
Other	16	188
Total non-operating expenses	787	1,841
Ordinary Profit	22,343	27,036
Extraordinary income		
Gain on sales of non-current assets	57	6
Gain on liquidation of subsidiaries	1,832	-
Other	7	-
Total extraordinary income	1,897	6
Extraordinary losses		
Loss on sales and retirement of non-current assets	77	126
Impairment loss	227	-
Loss on liquidation of business	-	2,489
Loss on business of subsidiaries and associates	-	269
Other	0	0
Total extraordinary losses	305	2,885
Income before income taxes and others	23,935	24,157
Income taxes-current	8,311	8,942
Income taxes-deferred	431	(3,098)
Total income taxes	8,742	5,843
Net income	15,192	18,314
Net loss attributable to non-controlling interests	(468)	(314)
Net income attributable to owners of the parent	15,661	18,629

(Consolidated Statement of Comprehensive Income)

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Net income	15,192	18,314
Other comprehensive income		
Valuation difference on available-for-sale securities	(608)	425
Foreign currency translation adjustment	(2,270)	(9,109)
Remeasurements of defined benefit plans, net of tax	-	(41)
Total other comprehensive income	(2,878)	(8,725)
Comprehensive income	12,314	9,588
(Breakdown)		
Comprehensive income attributable to owners of the parent	12,782	9,903
Comprehensive income attributable to non-controlling interests	(468)	(314)

(3) Consolidated Statement of Changes in Equity

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	98	10,852	205,314	(14,296)	201,967
Changes of items during period					
Dividends of surplus			(3,302)		(3,302)
Net income attributable to owners of the parent			15,661		15,661
Purchase of treasury shares				(0)	(0)
Net changes of items other than shareholders' equity					
Total changes of items during period	-	-	12,358	(0)	12,358
Balance at end of current period	98	10,852	217,673	(14,296)	214,326

	Accumulated other comprehensive income			Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Total accumulated other comprehensive income			
Balance at beginning of current period	30	16,665	16,696	32	1,323	220,020
Changes of items during period						
Dividends of surplus						(3,302)
Net income attributable to owners of the parent						15,661
Purchase of treasury shares						(0)
Net changes of items other than shareholders' equity	(608)	(2,270)	(2,878)	40	(468)	(3,306)
Total changes of items during period	(608)	(2,270)	(2,878)	40	(468)	9,052
Balance at end of current period	(577)	14,395	13,817	73	854	229,072

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

(Million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	98	10,852	217,673	(14,296)	214,326
Changes of items during period					
Net income attributable to owners of the parent			18,629		18,629
Disposal of treasury shares		9,218		11,559	20,777
Change in scope of consolidation			525		525
Net changes of items other than shareholders' equity					
Total changes of items during period	-	9,218	19,154	11,559	39,932
Balance at end of current period	98	20,070	236,827	(2,737)	254,258

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of current period	(577)	14,395	-	13,817	73	854	229,072
Changes of items during period							
Net income attributable to owners of the parent							18,629
Disposal of treasury shares							20,777
Change in scope of consolidation							525
Net changes of items other than shareholders' equity	425	(9,109)	(41)	(8,725)	26	(314)	(9,014)
Total changes of items during period	425	(9,109)	(41)	(8,725)	26	(314)	30,918
Balance at end of current period	(152)	5,285	(41)	5,091	99	539	259,990

(4) Consolidated Statement of Cash Flows

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Cash flows from operating activities		
Income before income taxes and others	23,935	24,157
Depreciation	3,966	4,430
Impairment loss	227	-
Loss (gain) on sales and retirement of non-current assets	20	119
Equity in (earnings) losses of affiliates	(2,367)	366
Loss on business of subsidiaries and affiliates	-	269
Loss (gain) on liquidation of affiliates	(1,832)	-
Increase (decrease) in provision for bonuses	23	3
Increase (decrease) in allowance for doubtful accounts	602	(6)
Increase (decrease) in net defined benefit liability	-	20
Interest and dividend income	(427)	(164)
Interest expenses	421	292
Foreign exchange losses (gains)	(5,202)	3,264
Decrease (increase) in notes and accounts receivable-trade	12,729	1,858
Decrease (increase) in inventories	(14,390)	2,048
Decrease (increase) in accounts receivable-other	(32)	(187)
Increase (decrease) in accrued consumption taxes	(2,686)	3,292
Increase (decrease) in notes and accounts payable-trade	7,322	(8,962)
Increase (decrease) in accounts payable-other	8,419	3,046
Decrease (increase) in other current assets	(1,232)	(8,304)
Increase (decrease) in other current liabilities	(1,232)	7,455
Increase (decrease) in other non-current liabilities	(56)	(11)
Other	249	57
Subtotal	28,455	33,046
Interest and dividend income received	427	163
Interest expenses paid	(421)	(292)
Income taxes paid	(9,342)	(9,136)
Net cash provided by (used in) operating activities	19,118	23,780

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Cash flows from investing activities		
Purchase of property, plant and equipment	(70,136)	(118,291)
Proceeds from sales of property, plant and equipment	341	6
Purchase of intangible assets	(665)	(1,003)
Purchase of investment securities	(1,469)	(18)
Payments of short term-loans receivable	(86)	-
Payments for lease and guarantee deposits	(218)	(248)
Payments of long-term loans receivable	-	(1,625)
Decrease (increase) in deposits paid	5,131	-
Other	203	596
Net cash provided by (used in) investing activities	(66,900)	(120,584)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(14,495)	(4,026)
Proceeds from issuance of bonds	70,849	61,618
Proceeds from long-term loans payable	-	88,693
Redemption of bonds	(500)	-
Proceeds from sales of treasury shares	-	20,772
Cash dividends paid	(3,302)	-
Decrease (increase) in pledged deposit	(530)	428
Proceeds from sales and leasebacks	6,243	-
Payment for sales and leasebacks	(556)	-
Payment for sales and purchasebacks	(1,045)	(688)
Other	-	5
Net cash provided by (used in) financing activities	56,662	166,804
Effect of exchange rate change on cash and cash equivalents	3,620	(2,455)
Net increase (decrease) in cash and cash equivalents	12,500	67,545
Cash and cash equivalents at beginning of consolidated fiscal year	39,356	51,518
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	(338)	(25)
Cash and cash equivalents at end of consolidated fiscal year	51,518	119,038

(5) Notes to Consolidated Financial Statements

(Notes Pertaining to Going Concern)

There is no applicable information.

(Changes in Significant Accounting Policies for the Preparation of Consolidated Financial Statements)

(Changes in the Scope of Consolidation or Application of the Equity Method)

Effective from the first quarter of the current consolidated fiscal year, ZEEG Co. Ltd. was included in the scope of application of the equity method due to an increase in its materiality.

(Changes in Accounting Policies)

(Application of Practical Solution on a Change in Depreciation Method due to Tax Reform 2016)

Following the revision of the Corporation Tax Act, the Company has adopted the “Practical Solution on a Change in Depreciation Method due to Tax Reform 2016” (Accounting Standards Board of Japan (ASBJ) Practical Issues Task Force (PITF) No. 32, June 17, 2016) after the beginning of the first quarter of the current consolidated fiscal year, and changed the method for the depreciation of facilities attached to buildings and structures acquired on or after April 1, 2016, from the declining-balance method to the straight-line method.

The effect of this change is insignificant.

(Changes in Description)

There is no applicable information.

(Additional Information)

(Litigation)

The lawsuit involving Wynn Resorts, Limited (NASDAQ: WYNN) is currently in the stage of disclosure of evidence including discovery and recording of testimony. Next will be a trial with witness examinations and other activities that will result in a verdict. Consequently, taking into account the difficulty of estimating with certainty the effects that could potentially arise from the results of filing this countersuit on the financial status, operating results, and cash flow status of the corporate group consisting of the Company and its consolidated subsidiaries, etc. in a particular period of time, the Wynn Resorts stock has been valued at the acquisition cost since the end of March 2013.

Interest payments for the long-term note issued by Wynn Resorts for the past five years (38,728,852.63 U.S. dollars each year) have been paid to the clerk of the court for deposit in the court trust account. However, since the Company believes the interest payments do not belong to the Group based on the principle of the right to claim, the Company has concluded that it is very likely that there will be no need to recognize the interest paid by this check as interest received for either accounting or tax purposes. Consequently, the Company's consolidated financial statements do not reflect the issuance of this check with an interest payment.

In February 2015, the Company, with Aruze USA Inc. and others, filed a lawsuit in the Court of First Instance of the Macau Special Administrative Region of the People's Republic of China against Wynn Resorts (Macau) S.A. and four of its directors, including Steve Wynn. The pending suit asks for the dissolution of Wynn Resorts (Macau) S.A., payment of damages totaling about 8 billion Macau patacas and other actions.

(Borrowing Costs into the Acquisition Cost)

Finance from loans and corporate bonds/debentures (private placement bonds) has formed part of the construction funds required by the Casino Resort Business for its long-term projects. Given the significance of these amounts, we have included borrowing costs that are funding ongoing construction periods into our calculation of the acquisition cost.

(Application of the Implementation Guidance on Recoverability of Deferred Tax Assets)

The Company has adopted the "Implementation Guidance on Recoverability of Deferred Tax Assets" (ASBJ Guidance No. 26, March 28, 2016) from the first quarter of the current consolidated fiscal year.

(Consolidated Balance Sheet)

1. Assets pledged as collateral and secured liabilities

Assets pledged as collateral are as follows.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Cash and deposits	775	271

Secured liabilities are as follows.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Short-term loans payable	6,010	5,873

2. Investment securities for non-consolidated subsidiaries and affiliates are as follows.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Investment securities (stocks)	5,941	5,730

3. Contingent liabilities

Guaranteed debt

Standby letters of credit issued to companies other than consolidated companies are as follows.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
KONE PTE LTD	519 (4 million US dollars)	35 (0.3 million US dollars)

Tiger Resort, Leisure and Entertainment, Inc., which is a consolidated subsidiary of the Company, has issued an import letter of credit to KONE PTE LTD by submitting a request to BDO UNIBANK, INC. The Company's consolidated subsidiary pledged the following assets as collateral when this import letter of credit was issued.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Cash and deposits	519 (4 million US dollars)	35 (0.3 million US dollars)

Standby letters of credit issued to companies other than consolidated companies are as follows.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Philippine Amusement and Gaming Corporation	256 (100 million Philippine Peso)	236 (100 million Philippine Peso)

Tiger Resort, Leisure and Entertainment, Inc., which is a consolidated subsidiary of the Company, has issued a standby letter of credit to Philippine Amusement and Gaming Corporation by submitting a request to BDO UNIBANK, INC. The issuance of this letter of credit is stipulated in the contract concerning the Group's casino resort project in the Philippines. The Company's consolidated subsidiary pledged the following assets as collateral when this standby letter of credit was issued.

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2016)	Current Consolidated Fiscal Year (March 31, 2017)
Cash and deposits	256 (100 million Philippine Peso)	236 (100 million Philippine Peso)

4. The equity method is not used for Wynn Resorts stock held by the Company because this investment does not have a significant effect on the consolidated financial statements. The details are stated in (Additional Information).

(Consolidated Statement of Income)

1. Major items of selling, general and administrative expenses

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Research and development expenses	5,288	6,128
Salaries and allowances	5,205	8,453
Commission fee	6,198	5,082
Depreciation	3,274	3,727

2. Total amount of research and development expenses included in general and administrative expenses, and manufacturing expenses

(Million yen)

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
5,288	6,128

3. The ending inventory is the amount written down to reflect the effect of lower profit margins. The following provision for valuation of inventories is included in cost of sales.

(Million yen)

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
2,491	1,278

(Consolidated Statement of Changes in Equity)

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

1. Matters regarding the class and number of issued shares and treasury shares

(Shares)

	As of Apr. 1, 2015	Increase	Decrease	As of Mar. 31, 2016
Issued shares				
Common stock	80,195,000	-	-	80,195,000
Total	80,195,000	-	-	80,195,000
Treasury shares				
Common stock	6,811,154	78	-	6,811,232
Total	6,811,154	78	-	6,811,232

(Note) The increase of 78 treasury shares was the result of the purchase of shares less than one unit.

2. Matters regarding subscription rights to shares and subscription rights to own shares

Classification	Classification of subscription rights to shares	Type of shares subject to subscription rights to shares	Number of shares subject to subscription rights to shares				Balance as of Mar. 31, 2016 (Million yen)
			As of Apr. 1, 2015	Increase	Decrease	As of Mar. 31, 2016	
The Company (parent company)	Subscription rights to shares as stock options	-	-	-	-	-	73
Total		-	-	-	-	-	73

(Note) Regarding the above subscription rights to shares as stock options, the exercisable period of rights has not yet arrived.

3. Matters regarding dividends

(1) Amount paid as dividends

(Resolution)	Class of share	Total amount of dividends (Million yen)	Dividend resource	Dividend per share (yen)	Record date	Effective date
Board of Directors' meeting held on Feb. 13, 2015	Common stock	2,201	Retained earnings	30	Mar. 5, 2015	May 8, 2015
Board of Directors' meeting held on May 8, 2015	Common stock	1,100	Retained earnings	15	Mar. 31, 2015	June 29, 2015

(Note) The dividend payment approved by the Board of Directors on February 13, 2015 is for the special dividend with a record date of March 5, 2015.

(2) Dividends for which the record date belongs to the current consolidated fiscal year and the effective date is in the following consolidated fiscal year

There is no applicable information.

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

1. Matters regarding the class and number of issued shares and treasury shares

(Shares)

	As of Apr. 1, 2016	Increase	Decrease	As of Mar. 31, 2017
Issued shares				
Common stock	80,195,000	-	-	80,195,000
Total	80,195,000	-	-	80,195,000
Treasury shares				
Common stock	6,811,232	-	5,507,000	1,304,232
Total	6,811,232	-	5,507,000	1,304,232

(Note) The decrease of 5,507,000 treasury shares was the result of the sale of 5,500,000 treasury shares outside Japan and the use of 7,000 treasury shares to provide stock to individuals who exercised stock options.

2. Matters regarding subscription rights to shares and subscription rights to own shares

Classification	Classification of subscription rights to shares	Type of shares subject to subscription rights to shares	Number of shares subject to subscription rights to shares				Balance as of Mar. 31, 2017 (Million yen)
			As of Apr. 1, 2016	Increase	Decrease	As of Mar. 31, 2017	
The Company (parent company)	Subscription rights to shares as stock options	-	-	-	-	-	94
	Subscription rights 8 th (Issued March 27, 2017)	Common stock	-	500,000	-	500,000	5
Total		-	-	500,000	-	500,000	99

(Note) Increase of Subscription rights 8th is the issuance of Subscription rights

3. Matters regarding dividends

(1) Amount paid as dividends

There is no applicable information.

(2) Dividends for which the record date belongs to the current consolidated fiscal year and the effective date is in the following consolidated fiscal year

(Resolution)	Class of share	Total amount of dividends (Million yen)	Dividend resource	Dividend per share (yen)	Record date	Effective date
Board of Directors' meeting held on May 12, 2017	Common stock	3,155	Retained earnings	40	Mar. 31, 2017	June 30, 2017

(Consolidated Statement of Cash Flows)

1. The relationship between the balance of cash and cash equivalents at the end of the consolidated fiscal year and the amount of items posted in the consolidated balance sheet is as follows.

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Cash and deposit account	52,280	119,296
Securities account	14	13
Deposits pledged as collateral	(775)	(271)
Cash and cash equivalents	51,518	119,038

2. Significant non-cash transactions

(1) Borrowing costs into the acquisition cost

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Borrowing costs into the acquisition cost	2,587	5,214

(2) Assets and obligations relating to finance lease transactions

(Million yen)

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Assets relating to finance lease transactions	6,243	-
Obligations relating to finance lease transactions	6,243	-

(Segment Information)

Segment information

1. Outline of reportable segments

The segments reported herein by the Company are the units constituting the Company, of which segregated financial information is available and which are subject to periodical reviews by the Board of Directors so as to determine allocations of management resources and to evaluate business performance.

The Company has established business divisions classified by products and services at the headquarters and each business division devises comprehensive strategies for domestic or overseas products and services and deploys its business activities.

Accordingly, the Company is composed of segments classified by products or services based on the business divisions and specifies "Pachislot and Pachinko Business" as its reportable segment.

"Pachislot and Pachinko Business" includes development, manufacture and sales of Pachislot and Pachinko machines.

2. Calculation method of net sales, income/loss, assets, liabilities and other items in each reportable segment

Accounting method applied to reportable segments is identical to that of the consolidated financial statements.

Values in segment income/loss are based on operating income.

Inter-segment sales or transfer amounts are based on actual market prices.

3. Information pertaining to amounts of net sales, income/loss, assets, liabilities and other items in each reportable segment

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

(Million yen)

	Reportable Segment	Others (Note)	Total
	Pachislot and Pachinko Business		
Net sales			
Sales to external customers	88,290	3,419	91,709
Inter-segment sales or transfers	0	25	25
Total	88,290	3,444	91,734
Segment profit (loss)	31,851	(4,132)	27,718
Segment assets	99,169	12,019	111,188
Other items			
Depreciation	2,256	738	2,995
Increase in property, plant and equipment and intangible assets	4,470	61,521	65,992

(Note) "Others" classification consists of business segments not included in the reportable segment and is inclusive of the Overseas business and others.

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

(Million yen)

	Reportable Segment	Others (Note)	Total
	Pachislot and Pachinko Business		
Net sales			
Sales to external customers	108,041	3,146	111,187
Inter-segment sales or transfers	-	15	15
Total	108,041	3,162	111,203
Segment profit (loss)	46,462	(8,161)	38,300
Segment assets	125,066	13,937	139,004
Other items			
Depreciation	2,437	933	3,370
Increase in property, plant and equipment and intangible assets	3,185	132,650	135,836

(Note) "Others" classification consists of business segments not included in the reportable segment and is inclusive of the Overseas business and others.

4. Difference between the total amounts in reportable segment and the amounts recorded in consolidated financial statements and primary items of such difference (matters pertaining to difference adjustments)

(Million yen)

Net Sales	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year
Total of reportable segment	88,290	108,041
Net sales in "Others" classification	3,444	3,162
Eliminated inter-segment transactions	(25)	(15)
Net sales in consolidated financial statements	91,709	111,187

(Million yen)

Profit	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year
Total of reportable segment	31,851	46,462
Loss in "Others" classification	(4,132)	(8,161)
Eliminated inter-segment transactions	2,630	-
Unallocated expenses (Note)	(13,452)	(9,691)
Operating income in consolidated financial statements	16,896	28,609

(Note) Unallocated expenses are mainly composed of selling, general and administrative expenses not attributed to the reportable segment.

(Million yen)

Assets	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year
Total of reportable segment	99,169	125,066
Assets in "Others" classification	12,019	13,937
Unallocated assets (Note)	258,391	429,631
Total assets in consolidated financial statements	369,580	568,635

(Note) Unallocated assets are mainly composed of investments in affiliates, excess funds in working capital (cash and deposits and securities), land, etc. not attributed to the reportable segment.

(Million yen)

Other Items	Total of Reportable Segment		Others		Adjusted Amounts		Amounts Recorded in Consolidated Financial Statements	
	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year	Previous Consolidated Fiscal Year	Current Consolidated Fiscal Year
Depreciation	2,256	2,437	738	933	971	1,059	3,966	4,430
Increase in property, plant and equipment and intangible assets	4,470	3,185	61,521	132,650	13,899	471	79,891	136,307

(Note) The adjusted amounts in increase in property, plant and equipment and intangible assets are allocated investment amounts.

Related information

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

1. Information by product and service

Description of this item is omitted because the same information is indicated in Segment information.

2. Geographical information

(1) Net sales

Description of this item is omitted because Japanese sales to external customers accounted for more than 90% of net sales in the consolidated statement of income.

(2) Property, plant and equipment

(Million yen)

Japan	Philippines	Other Overseas Countries	Total
26,579	115,869	3,087	145,536

3. Information by specific major customer

(Million yen)

Name	Sales	Related segments
Fields Corporation	13,450	Pachislot and Pachinko Business

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

1. Information by product and service

Description of this item is omitted because the same information is indicated in Segment information.

2. Geographical information

(1) Net sales

Description of this item is omitted because Japanese sales to external customers accounted for more than 90% of net sales in the consolidated statement of income.

(2) Property, plant and equipment

(Million yen)

Japan	Philippines	Other Overseas Countries	Total
26,082	242,232	3,206	271,521

3. Information by specific major customer

Description of this item is omitted because there is no specific external customer whose sales exceed 10% or more of net sales in the consolidated statement of income.

Information pertaining to impairment loss of non-current assets in each reportable segment

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

This information is not disclosed due to the lack of its significance.

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

There is no applicable information.

Information pertaining to amortization and unamortized balance of goodwill in each reportable segment

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

There is no applicable information.

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

There is no applicable information.

Information regarding gain on negative goodwill in each reportable segment

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)

There is no applicable information.

Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)

There is no applicable information.

(Per Share Information)

(Yen)

Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)		Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)	
Net assets per share	3,108.92	Net assets per share	3,287.46
Net income per share	213.41	Net income per share	252.66
Diluted net income per share	213.38	Diluted net income per share	252.27

(Note) The calculation bases for net income per share and diluted net income per share are as follows:

	Previous Consolidated Fiscal Year (April 1, 2015 to March 31, 2016)	Current Consolidated Fiscal Year (April 1, 2016 to March 31, 2017)
Net income per share		
Net income attributable to owners of the parent (million yen)	15,661	18,629
Amount not attributed to common shareholders (million yen)	-	-
Net income attributable to owners of the parent applicable to common stock (million yen)	15,661	18,629
Average number of shares during the year (thousand shares)	73,383	73,731
Diluted net income per share		
Adjusted net income attributable to owners of the parent (million yen)	-	-
Increase in the number of common stock (thousand shares)	11	115
(Of which, subscription rights to shares (thousand shares))	(11)	(115)
Description of the potential shares not included in the calculation of diluted net income per share due to their non-dilutive effect	Stock option approved at the Board of Directors' meeting held on June 26, 2014: Common stock of 650,000 shares (Subscription rights to shares of 6,500 units)	Subscription rights to shares through a third-party allotment approved at the Board of Directors' meeting held on March 9, 2017 Common stock of 500,000 shares (Subscription rights to shares of 5,000 units)

(Significant Subsequent Events)

There is no applicable information.