

The information below is an English translation of the Consolidated Financial Report of the three months period ended June 30, 2017.

Consolidated Quarterly Financial Report [J-GAAP] (Financial Report of the three months period ended June 30, 2017)

August 7, 2017

Stock Exchange Listed: Tokyo

Name of Listed Company: Keihan Holdings Co., Ltd.
 Code: 9045 URL: <http://www.keihan-holdings.co.jp/>
 Representative: Yoshifumi Kato, Representative Director, President, CEO & COO
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Scheduled submission date of quarterly financial Report: August 10, 2017 (in Japanese only)

Commencement of payment of year-end dividends: —

Support documentation of FY2017 first-quarter financial results: None

Holding of investors meeting for FY2017 first-quarter financial results: None

(Figures shown are rounded down to the nearest million yen.)

1. Consolidated Financial Results for the three months period ended June 30, 2017 (April 1, 2017 to June 30, 2017)

(1) Consolidated Operating Results

(The percentages indicate the rates of change from the same period of the previous year.)

	Operating revenue		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1st period ended June 30, 2017	65,948	(12.3)	8,333	(17.2)	8,026	(17.1)	7,557	8.5
1st period ended June 30, 2016	75,208	(0.5)	10,065	(4.9)	9,675	(4.7)	6,965	(26.1)

(Note) Comprehensive income: 1st period ended June 30, 2017: ¥7,989 million (up 132.5%)
 1st period ended June 30, 2016: ¥3,435 million (down 70.8%)

	Earnings per share	Diluted earnings per share
	Yen	Yen
1st period ended June 30, 2017	14.10	14.10
1st period ended June 30, 2016	12.96	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of June 30, 2017	678,493	209,802	30.5
As of March 31, 2017	679,631	203,455	29.5

(Reference) Shareholders' equity: June 30, 2017: ¥206,812 million March 31, 2017: ¥200,570 million

2. Dividends

	Dividend per share				
	1Q End	2Q End	3Q End	Year-End	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2017	—	3.00	—	3.00	6.00
Year ended March 31, 2018	—	—	—	—	—
Year ending March 31, 2018 (forecast)	—	3.00	—	15.00	—

(Note) Revisions to the forecast most recently announced : None

Keihan Holdings Co., Ltd plans to conduct a consolidation of common shares at a rate of one share for every five shares with an effective date of October 1, 2017. Consequently, the impact of this consolidation of shares is factored into the figures for the cash dividends per share for the fiscal year ending March 31, 2018 (Forecast), and the total figures for annual cash dividends are omitted. The fiscal year-end cash dividends per share for the fiscal year ending March 31, 2018 (Forecast) without the consolidation of shares factored in would be ¥3.00 and the annual cash dividends per share would be ¥6.00.

3. Forecast of Consolidated Financial Results for the Year Ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(The percentages indicate the rates of change from the same period of the previous year.)

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	138,000	(2.2)	13,000	(24.9)	12,000	(26.4)	10,000	(17.0)	93.28
Full year	300,000	(1.0)	27,000	(16.5)	24,500	(19.2)	19,000	(16.1)	177.24

(Note) Revisions to the forecast most recently announced : None

Keihan Holdings Co., Ltd plans to conduct a consolidation of common shares at a rate of one share for every five shares with an effective date of October 1, 2017. Consequently, the impact of this consolidation of shares is factored into the figures for earnings per share in the forecast of consolidated financial results for the fiscal year ending March 31, 2018.

* Notes

- (1) Changes in important subsidiaries during the three months ended June 30, 2017 (changes in specified subsidiaries entailing a change in the scope of consolidation): None
- (2) Adoption of simple ways in accounting procedure or specific ways of preparing the quarterly financial statements : None
- (3) Changes in accounting principles, changes in accounting estimates and restatements
- 1) Changes in accounting principles associated with amendment of accounting standards, etc.: None
 - 2) Changes in accounting principles other than the above: None
 - 3) Changes in accounting estimates: None
 - 4) Restatements: None

(4) Number of shares issued (common stock)

1) Number of shares issued (including treasury shares)	As of June 30, 2017	565,913,515	As of March 31, 2017	565,913,515
2) Number of treasury shares	As of June 30, 2017	29,907,157	As of March 31, 2017	29,912,535
3) Average number of shares outstanding	1st period ended June 30, 2017	536,000,343	1st period ended June 30, 2017	537,422,593

* The quarterly financial report is not subject to quarterly reviews.

* Statement regarding the proper use of financial forecasts and other special remarks

Business forecasts and other forward-looking statements contained in this report are based on information currently available to the Company and on certain assumptions deemed as rational, and are not a guarantee of performance. Actual results may differ materially from forecasts due to various factors.