



### 3. Consolidated financial forecast for the fiscal year ending March 31, 2017 (April 1, 2016 – March 31, 2017)

(Percentages represent changes from the same period of previous year)

Full year	Net sales		Operating income		Ordinary income		Net income		Profit attributable to owners of parent
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	406	—	-1,306	—	-1,306	—	-1,308	—	-41.14

(Notes)

1. Corrections to most recently disclosed financial results projections : Yes
2. Year-on-year changes are not stated, because the company began preparing consolidated financial statements from the fiscal year ending March 31, 2017.

#### [Notes]

- (1) Changes in significant subsidiaries during the period (change in scope of consolidation) : None
- (2) Application of special accounting methods for the preparation of quarterly consolidated financial statements : None
- (3) Changes in significant accounting policies, changes in accounting estimates and restatements
  - 1) Changes in accounting policies due to revisions of accounting standards, etc. : Yes
  - 2) Changes in accounting policies due to other reasons than above 1) : None
  - 3) Changes in accounting estimates : None
  - 4) Restatements : None

#### (4) Number of shares outstanding (common stock)

1) Number of shares outstanding at the end of fiscal term (including treasury stocks)	As of December 31, 2016	34,988,400 shares	As of March 31, 2016	31,807,700 shares
2) Number of treasury stocks at the end of fiscal term	As of December 31, 2016	— shares	As of March 31, 2016	— shares
3) Average number of shares during the fiscal term (cumulative from beginning of quarter)	Nine months ended December 31, 2016	33,232,809 shares	Nine months ended December 31, 2015	26,985,882 shares

(Notes)

1. Due to a 100-for-1 stock split which was conducted with an effective date of July 31, 2015, the number of shares is calculated as if such stock split was implemented at the beginning of the previous fiscal year.

\* Disclosure on the status of the quarterly review procedures.

Although this quarterly financial report is not subject to the requirement of the quarterly review procedures under the Financial Instruments and Exchange Act, the quarterly review procedures for the quarterly financial statements have been completed at the time of disclosure of the quarterly financial report.

\* Explanations regarding appropriate use of forecasts and projections of financial results, and other specific notes.

All forecasts and projections contained in this presentation are based on the information currently available to the management and they are not intended to represent our promise to attain them as a goal. Furthermore, due to various reasons, actual results may differ substantially.

## Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheets

(Thousands of yen)

As of December 31, 2016

Assets	
Current assets	
Cash and deposits	4,009,628
Accounts receivable - trade	66,165
Merchandise and finished products	8,733
Work in process	9,078
Raw materials and supplies	23,573
Other	222,327
Total current assets	4,339,507
Non-current assets	
Property, plant and equipment	
Facilities attached to buildings, net	39,714
Machinery and equipment, net	360
Tools, furniture and fixtures, net	67,774
Total property, plant and equipment	107,850
Intangible assets	
Other	14,681
Total intangible assets	14,681
Investments and other assets	
Other	39,430
Total investments and other assets	39,430
Total non-current assets	161,962
Total assets	4,501,469
Liabilities	
Current liabilities	
Accounts payable - trade	26,493
Income taxes payable	12,683
Other	108,705
Total current liabilities	147,882
Non-current liabilities	
Net defined benefit liability	24,805
Asset retirement obligations	16,533
Deferred tax liabilities	4,214
Total non-current liabilities	45,553
Total liabilities	193,436

(Thousands of yen)

As of December 31, 2016

Net assets	
Shareholders' equity	
Capital stock	3,119,628
Capital surplus	3,103,213
Retained earnings	-1,951,975
Total shareholders' equity	4,270,867
Subscription rights to shares	31,445
Non-controlling interests	5,721
Total net assets	4,308,033
Total liabilities and net assets	4,501,469

**(2) Quarterly Consolidated Statements of Income and Comprehensive Income**  
**Quarterly Consolidated Statements of Income**  
**For the Nine Months Ended December 31, 2016**

(Thousands of yen)

	For the nine months ended December 31, 2016
Net sales	431,430
Cost of sales	423,034
Gross profit	8,395
Selling, general and administrative expenses	707,606
Operating loss	-699,210
Non-operating income	
Interest income	14
Other	108
Total non-operating income	122
Non-operating expenses	
Stock issuance expenses	9,064
Other	3,739
Total non-operating expenses	12,804
Ordinary loss	-711,892
Extraordinary losses	
Loss on retirement of non-current assets	372
Total extraordinary losses	372
Loss before income taxes	-712,264
Income taxes - current	2,010
Income taxes - deferred	2,499
Total income taxes	4,510
Net loss	-716,775
Net loss attributable to non-controlling interests	-3,892
Net loss attributable to owners of parent	-712,882

**Quarterly Consolidated Statements of Comprehensive Income**  
**For the Nine Months Ended December 31, 2016**

(Thousands of yen)

	For the nine months ended December 31, 2016
Net loss	-716,775
Comprehensive income	-716,775
Comprehensive income attributable to:	
Comprehensive income attributable to owners of parent	-712,882
Comprehensive income attributable to non-controlling interests	-3,892