Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2015 (Based on Japanese GAAP)

February 12, 2016

Company name: Iida Group Holdings Co., Ltd.
Stock exchange listing: Tokyo
Stock code: 3291 URL http://www.ighd.co.jp
Representative: President, Representative Director Yoichi Nishikawa
Inquiries: Managing Director & General Manager, Corporate Planning Department Hideki Aoyagi TEL 042(452)5791
Scheduled date to file Quarterly Securities Report: February 12, 2016
Scheduled date to commence dividend payments: –
Preparation of supplementary material on quarterly financial results: Yes
Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2015 (from April 1, 2015 to December 31, 2015)

(1) Consolidated operating results (cumulative) Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended December 31, 2015	807,348	(4.2)	57,488	49.3	55,542	55.2	33,653	70.2
Nine months ended December 31, 2014	842,355	–	38,500	–	35,798	–	19,774	–

Note: Comprehensive income Nine months ended December 31, 2015 ¥33,601 million (69.0 %)
Nine months ended December 31, 2014 ¥19,877 million (– %)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2015	116.69	–
Nine months ended December 31, 2014	68.57	–

Note: For the nine months ended December 31, 2014, year-on-year changes are not provided.
Reason: a) Iida Group Holdings Co., Ltd. was established on November 1, 2013 and, b) fiscal year ended March 31, 2014 of the acquiring firm Hajime Construction was an irregular accounting period of 14 months as the firm changed its accounting period.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2015	957,624	551,987	57.5
As of March 31, 2015	927,476	528,582	56.9

Reference: Equity As of December 31, 2015 ¥550,592 million
As of March 31, 2015 ¥528,013 million

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2015	–	19.00	–	19.00	38.00
Year ending March 31, 2016	–	19.00	–		
Year ending March 31, 2016 (Forecast)				19.00	38.00

Note: Revisions to the cash dividend forecast most recently announced: No

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,125,900	(5.2)	73,900	33.4	70,800	35.6	42,300	47.9	146.68

Note: Revisions to the consolidated financial results forecast most recently announced: No

4. Notes

(1) Changes in significant subsidiaries during the nine months ended December 31, 2015 (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations:	Yes
Changes in accounting policies due to other reasons:	No
Changes in accounting estimates:	No
Restatement of prior period financial statements:	No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2015	294,431,639 shares	As of March 31, 2015	294,431,639 shares

Number of treasury shares at the end of the period

As of December 31, 2015	6,047,099 shares	As of March 31, 2015	6,044,327 shares

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2015	288,385,726 shares	Nine months ended December 31, 2014	288,388,711 shares

* Indication regarding execution of quarterly review procedures

This quarterly financial results report is exempt from the quarterly review procedures in accordance with the Financial Instruments and Exchange Act. At the time of disclosure of this quarterly financial results report, the review procedures for quarterly financial statements are completed.

* Explanation of appropriate use of financial results forecast and other remarks

– Financial results forecast and other forward-looking statements contained in this report are based on information available to the Company and a certain assumptions judged to be reasonable on the date of this report's announcement, and it does not constitute the Company's intention to promise the accomplishment of the forecasts. In addition, actual results may differ significantly from the forecast due to various factors.

– Supplementary material on financial results for nine months ended December 31, 2015 is planned to be available on our website on February 12, 2016.

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Assets		
Current assets		
Cash and deposits	187,117	182,042
Real estate for sale	197,074	157,705
Real estate for sale in process	221,482	277,426
Costs on uncompleted construction contracts	35,716	48,717
Other	37,881	47,669
Total current assets	679,273	713,562
Non-current assets		
Property, plant and equipment	43,577	45,889
Intangible assets		
Goodwill	187,943	180,330
Other	1,009	1,078
Total intangible assets	188,952	181,409
Investments and other assets	15,673	16,714
Total non-current assets	248,202	244,013
Deferred assets	–	48
Total assets	927,476	957,624
Liabilities		
Current liabilities		
Notes and accounts payable - trade	48,750	50,213
Accounts payable for construction contracts	67,020	54,439
Short-term loans payable	194,547	177,299
Current portion of long-term loans payable	18,931	20,918
Income taxes payable	14,801	11,474
Provision for bonuses	2,400	1,010
Provision for directors' bonuses	106	150
Other	15,215	17,045
Total current liabilities	361,774	332,551
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	–	29,442
Long-term loans payable	24,469	30,201
Net defined benefit liability	4,381	4,729
Provision for directors' retirement benefits	451	508
Provision for construction on warranties	2,190	2,294
Other	5,626	5,908
Total non-current liabilities	37,119	73,085
Total liabilities	398,893	405,636

(Millions of yen)

	As of March 31, 2015	As of December 31, 2015
Net assets		
Shareholders' equity		
Capital stock	10,000	10,000
Capital surplus	417,750	417,750
Retained earnings	113,520	136,214
Treasury shares	(13,190)	(13,195)
Total shareholders' equity	528,079	550,768
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	35	(70)
Remeasurements of defined benefit plans	(102)	(105)
Total accumulated other comprehensive income	(66)	(175)
Subscription rights to shares	–	780
Non-controlling interests	569	614
Total net assets	528,582	551,987
Total liabilities and net assets	927,476	957,624

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Net sales	842,355	807,348
Cost of sales	728,935	676,057
Gross profit	113,420	131,290
Selling, general and administrative expenses	74,919	73,801
Operating income	38,500	57,488
Non-operating income		
Interest income	27	62
Dividend income	46	64
House rent income	176	217
Other	486	525
Total non-operating income	737	870
Non-operating expenses		
Interest expenses	3,101	2,240
Other	338	576
Total non-operating expenses	3,439	2,816
Ordinary income	35,798	55,542
Extraordinary losses		
Loss on retirement of non-current assets	40	113
Total extraordinary losses	40	113
Income before income taxes and minority interests	35,757	55,428
Income taxes	15,919	21,718
Profit	19,838	33,710
Profit attributable to non-controlling interests	64	57
Profit attributable to owners of parent	19,774	33,653

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2014	Nine months ended December 31, 2015
Profit	19,838	33,710
Other comprehensive income		
Valuation difference on available-for-sale securities	8	(106)
Remeasurements of defined benefit plans, net of tax	30	(2)
Total other comprehensive income	38	(109)
Comprehensive income	19,877	33,601
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	19,812	33,543
Comprehensive income attributable to non-controlling interests	64	57