Consolidated Financial Result

(For the 6-month period ended June 30, 2016)

July 29, 2016

Company name: **SIOS Technology, Inc.**
Address: 2-12-3 Minami Azabu, Minato-ku, Tokyo 106-0047 Japan
Stock exchange listings: Tokyo Stock Exchange (TSE)
Code number : 3744
URL: http://www.sios.com/
Representative: Nobuo Kita, Representative Director
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Scheduled date for filing of quarterly financial report: August 12, 2016

(Note) All figures in the financial statements are rounded down to the nearest millionth.
'-' indicates a loss or negative figure.

1. Consolidated results (January 1, 2016 through June 30, 2016)

(% of change from previous first half)

(1) Consolidated financial results

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	**%**	**Million yen**	**%**	**Million yen**	**%**	**Million yen**	**%**
6-month period (2016/6)	**6,238**	**42.0**	**330**	**-**	**292**	**-**	**88**	**-**
6-month period (2015/6)	4,392	21.1	-55	-	-38	-	-59	-

(Note)Comprehensive income
As of June 30, 2016: -2 million yen/ -% As of June 30, 2015: -48 million yen/ -%

	Net income per share - Basic	Net income per share - Diluted
	Yen	Yen
6-month period (2016/6)	**10.34**	**10.32**
6-month period (2015/6)	-6.90	-

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
6-month period (2016/6)	**5,597**	**1,392**	**24.5**
FY2015	5,642	1,414	24.4

(Note) Equity
As of June 30, 2016: 1,370 million yen As of Dec. 31, 2015: 1,376million yen

2. Cash dividends

	Dividend per share				
Record Date	End of Q1	End of Q2	End of Q3	Year-end	Annual
	Yen	Yen	Yen	Yen	%
FY2015	-	0.00	-	0.00	0.00
FY2016	-	0.00			
FY2016 (expected)			-	0.00	0.00

(Note) Revisions to recent dividend forecast: None

3. Forecast of consolidated results for FY2016 (January 1, 2016 through December 31, 2016)

(% of change from previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY2016	11,500	22.8	370	-	310	-	100	-	11.62

(Note) Revisions to recent business forecast: Yes

4. Others

(1) Reclassification of significant subsidiaries during the period (Reclassification due to change in scope of consolidation): None
New: -(Company name: -)
Excluded: -(Company name: -)

(2) Application of special accounting methods for the preparation of the consolidated quarterly financial statements: None

(3) Change in accounting policies, accounting estimates and restatement
(i) Change in accounting policies associated with revision of accounting standards: Yes
(ii) Change arising from other factors: None
(iii) Change in accounting estimates: None
(iv) Restatement: None

(4) Number of outstanding shares (common shares)

(i) Number of outstanding shares (including treasury stock)	Second quarter of FY2016	8,874,400 shares	FY2015	8,874,400 shares
(ii) Number of treasury stock	Second quarter of FY2016	260,841 shares	FY2015	274,241 shares
(iii) Average number of outstanding shares (6-month period)	Second quarter of FY2016	8,605,613 shares	Second quarter of FY2015	8,597,058 shares

Explanation about proper use of forecasts of consolidated financial results and other special notes

1. Information Regarding the Audit Review Procedure: This report is outside the scope of the procedures for quarterly review of financial statements as required under the financial instruments and Exchange Act of Japan. The aforementioned procedures have not been completed as of the time of disclosure of this document.

2. Net income per share was calculated by the number of outstanding shares (excluding treasury stocks) at the end of fiscal year.

3. Forecasts announced by the company referred to above were prepared based on management's assumption with information available at this time and therefore involve known and unknown risks and uncertainties. Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts.

4. This information to above is an UNOFFICIAL English-language translation of the original Japanese-language version. The format and contents of this document are defined by the requirements of the Tokyo Stock Exchange's 2nd Section.
To the extent that there are discrepancies between this translation and the original version, the original version shall be definitive.