

This is a translation of the original Japanese text of the “Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2017.” Should there be any discrepancy between any part of this translation and the original Japanese text, the latter shall prevail.

Consolidated Financial Results

for the First Quarter of Fiscal Year Ending March 31, 2017 <Japanese GAAP>

August 4, 2016

Company Name: GLORY LTD. Stock exchange listing: Tokyo (1st Section)
 Code number: 6 4 5 7 URL: <http://www.glory-global.com/>
 Representative: Hirokazu Onoe President & Representative Director
 Contact person: Motozumi Miwa Representative Director & Senior Managing Executive Officer /
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Scheduled filing date of Quarterly Securities Report: August 10, 2016
 Scheduled date of dividend payments: —
 Preparation of quarterly earnings supplementary explanatory material: Yes
 Holding of quarterly earnings presentation: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded downward.)

1. Consolidated Financial Results for the First Quarter of Fiscal Year Ending March 31, 2017 (from April 1, 2016 to June 30, 2016)

(1) Consolidated Operating Results (cumulative)

(The percentages show the changes from the corresponding period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Three months ended June 30, 2016	46,090	2.9	2,683	190.3	(751)	—	(860)	—
Three months ended June 30, 2015	44,777	9.8	924	15.7	2,659	77.6	1,114	45.9

(Note) Comprehensive income

Three months ended June 30, 2016: ¥(11,594) million [— %]
 Three months ended June 30, 2015: ¥7,907 million [457.8 %]

	Net income per share	Fully diluted net income per share
	(Yen)	(Yen)
Three months ended June 30, 2016	(13.10)	—
Three months ended June 30, 2015	16.96	—

(2) Consolidated Financial Position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
As of June 30, 2016	316,277	184,522	57.5	2,765.91
As of March 31, 2016	321,672	198,287	60.6	2,966.22

(Reference) Ownership equity

As of June 30, 2016: ¥181,738 million As of March 31, 2016: ¥194,840 million

(TRANSLATION FOR REFERENCE ONLY)

2. Dividends

(Record date)	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Annual
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Year ended March 31, 2016	—	27.00	—	29.00	56.00
Year ending March 31, 2017	—				
Year ending March 31, 2017 (forecast)		28.00	—	28.00	56.00

(Note) Revisions to the latest dividend forecast: None

3. Consolidated Financial Forecast for the Year Ending March 31, 2017 (from April 1, 2016 to March 31, 2017)

(The percentages show the changes from the corresponding period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(Yen)
Six months ending September 30, 2016	100,000	(4.0)	6,000	(10.8)	2,500	(62.6)	500	7.61
Full year	220,000	(3.1)	19,000	(7.6)	15,000	(14.7)	8,000	121.78

(Note) Revisions to the latest consolidated financial forecast: None

Notes:

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries involving a change in the scope of consolidation):
None

(2) Application of accounting methods specific to preparation of the quarterly consolidated financial statements: Yes

(3) Changes in accounting policies and estimates, and restatements

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|---|------|
| (a) Changes in accounting policies associated with revisions of accounting standards, etc.: | Yes |
| (b) Changes in accounting policies other than (a): | None |
| (c) Changes in accounting estimates: | None |
| (d) Restatements: | None |

(4) Total number of shares issued (common stock)

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

As of June 30, 2016: 68,638,210 shares

As of March 31, 2016: 68,638,210 shares

(b) Number of treasury shares at the end of the period

As of June 30, 2016: 2,749,737 shares

As of March 31, 2016: 2,749,737 shares

(c) Average number of shares (cumulative from the beginning of the period)

Three months ended June 30, 2016: 65,693,136 shares

Three months ended June 30, 2015: 65,686,893 shares

(Note) In addition to the number of treasury shares as of June 30, 2016, there also existed 27,655 shares owned by the “Board Incentive Plan (BIP) Trust Account” as assets in trust for a stock compensation plan for directors, and 154,135 shares owned by the “Employee Stock Ownership Plan (ESOP) Trust Account” as assets in trust for an incentive plan for senior managers.

(TRANSLATION FOR REFERENCE ONLY)

(Note) Status of implementation of quarterly review procedures

These “Consolidated Financial Results” are exempt from the quarterly review procedures required under the Financial Instruments and Exchange Act. As of the date of the release of these Consolidated Financial Results, the quarterly review procedures required under the Financial Instruments and Exchange Act for quarterly consolidated financial statements have not been completed.

(Note) Explanation regarding the appropriate use of financial forecasts and other special items

The forward-looking statements such as operational forecasts contained in this report are based on the information currently available to the Company and certain assumptions which the Company regards as legitimate, and are not promises regarding the achievement of forecasts. Actual performance may differ greatly from these forecasts due to various present and future factors.