Translation

January 29, 2016

[Delayed] Consolidated Financial Results for the First Nine Months of the Fiscal Year Ending March 31, 2016 <under Japanese GAAP>

Company name: **PRONEXUS Inc.**
Listing: First Section of the Tokyo Stock Exchange
Stock code: 7893
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Scheduled date to file Quarterly Securities Report: February 10, 2016
Scheduled date to commence dividend payments: –
Preparation of supplementary material on quarterly earnings: Yes
Holding of quarterly earnings performance review: None

(Millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the first nine months of the fiscal year ending March 31, 2016 (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	
First nine months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
December 31, 2015	16,706	(1.1)	2,493	14.5	2,579	18.0	1,826	39.4
December 31, 2014	16,895	7.7	2,177	(3.3)	2,187	(5.1)	1,310	(9.4)

Note: Comprehensive income For the first nine months ended December 31, 2015: 2,100 million yen: [34.4%]
For the first nine months ended December 31, 2014: 1,563 million yen: [(0.7)%]

	Basic earnings per share	Diluted earnings per share
First nine months ended	Yen	Yen
December 31, 2015	60.98	–
December 31, 2014	41.66	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
December 31, 2015	28,748	22,232	77.3
March 31, 2015	27,478	20,934	75.6

Reference: Equity
As of December 31, 2015: 22,232 million yen
As of March 31, 2015: 20,760 million yen

2. Cash dividends

	Annual dividends				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2015	–	9.00	–	9.00	18.00
Fiscal year ending March 31, 2016	–	12.00	–		
Fiscal year ending March 31, 2016 (Forecast)				9.00	21.00

Notes: 1. Revisions to the forecasts of cash dividends most recently announced: None
2. The dividends per share of 12.00 yen for the second quarter-end of the fiscal year ending March 31, 2016 is the sum of ordinary dividends of 9.00 yen and 85th anniversary commemorative dividends of 3.00 yen.

3. Consolidated earnings forecasts for the fiscal year 2015 (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		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2016	20,500	(2.9)	2,100	5.4	2,150	5.6	1,600	17.8	53.43

Note: Revisions to the consolidated earnings forecasts most recently announced: None

* Notes

(1) Changes in significant subsidiaries during the first nine months ended December 31, 2015 (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Application of special accounting for preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, and restatement
   a. Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
   b. Changes in accounting policies due to other reasons: Yes
   c. Changes in accounting estimates: Yes
   d. Restatement: None

Note: Include items under Article 10-5 of the Ordinance on Terminology, Forms, and Preparation Methods of Quarterly Consolidated Financial Statements. For details, please refer to the section of "Changes in accounting policies, changes in accounting estimates, and restatement" of "2. Matters regarding summary information (notes)" on page 5 of [Attached Material].

(4) Number of issued shares (common shares)

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

As of December 31, 2015	33,444,451 shares
As of March 31, 2015	36,327,700 shares

b. Number of treasury shares at the end of the period

As of December 31, 2015	3,500,000 shares
As of March 31, 2015	6,383,249 shares

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

For the first nine months ended December 31, 2015	29,944,451 shares
For the first nine months ended December 31, 2014	31,448,917 shares

*** Indication regarding execution of quarterly review procedures**

At the time of disclosure of this quarterly earnings report, the review procedures for quarterly financial statements in accordance with the Financial Instruments and Exchange Act are in progress.

*** Proper use of earnings forecasts, and other special matters**

(Caution regarding forward-looking statements and others)

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors. Please refer to the section of "(3) Explanation of consolidated earnings forecasts and other forward-looking statements" of "1. Qualitative information regarding earnings for the first nine months" on page 4 of [Attached Material] for the suppositions that form the assumptions for earnings forecasts and cautions concerning the use thereof.

(Means of access to contents of supplementary material on quarterly earnings and quarterly earnings performance review)

The supplementary material on quarterly earnings will be available on the Company's website. The Company holds presentations for analysts regarding the six-month and year-end results. Distributed presentation materials as well as video and audio recordings from performance reviews are available on the Company's website.

[Attached Material]

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1. Qualitative information regarding earnings for the first nine months

(1) Explanation of operating results

a. Condition of Japanese economy

During the first nine months, as for Japanese economy, the continuation of the government's economic policy measures and other factors facilitated a continued gradual recovery in corporate performance and the employment environment. Overseas, with risk factors including the economic slowdown in China and emerging countries intensifying, the United States made the decision to raise interest rates in December 2015, and the focus is now on that decision's effect on individual national economies. In the securities market of Japan, to which the business of PRONEXUS Inc. (hereinafter "the Company") is closely linked, in an environment of low global equity prices, the Nikkei Stock Average has trended between 18,000–19,000 yen level in general. While financing, etc. remains active, given the fluctuations in the Nikkei Stock Average immediately after the New Year, there is increasing uncertainty over the future of the economy.

b. Review of performance

In the first nine months, financing and sales volume of financial instruments continued to increase in the securities markets, while the increasing demand of companies to engage in dialogue with corporate investors upon establishment of Japan's Corporate Governance Code brought higher sales of products in that realm. On the other hand, the PRONEXUS Group (hereinafter "the Group") revised its scope of consolidation from the first quarter of the fiscal year ending March 31, 2016, changing the a2media Group from consolidated subsidiaries to associates accounted for by the equity method. Accordingly, there was a decrease in net sales of the listed companies IR-related, etc. business, which prior to the change had included net sales of the a2media Group to outside customers. As a result, consolidated net sales in the first nine months were 16,706 million yen, a decrease of 188 million yen, or 1.1%, year on year. In comparison with the same quarter of the previous fiscal year, net sales in the third quarter (from October to December) decreased by 335 million yen, or 7.1%.

Concerning profits, there was an improvement in the cost-to-sales ratio mainly reflecting discontinued recognition of the one-off initial cost burden among the system related costs, corresponding to the version upgrade of the EDINET system (hereinafter the "new EDINET system") for producing disclosure documents for submission to the Financial Services Agency, and the removal of costs related to the a2media Group due to the change in the scope of consolidation. This decrease in the cost of sales exceeded an increase in selling, general and administrative expenses arising from efforts to strengthen the sales structure, etc., and operating income was 2,493 million yen, an increase of 315 million yen, or 14.5%, year on year. Ordinary income was 2,579 million yen, an increase of 392 million yen, or 18.0%, year on year. Profit attributable to owners of parent was 1,826 million yen, an increase of 515 million yen, or 39.4%, year on year.

1) Sales performance by business

<Listed companies disclosure-related business>

Net sales were bolstered as a wider range of corporations took steps toward converting to color printing of their convocation notices, along with an increase in numbers of financing and IPO deals against a backdrop of the buoyant securities markets. As a result, net sales of the listed companies disclosure-related business were 7,558 million yen, an increase of 368 million yen, or 5.1%, year on year.

<Listed companies IR-related, etc. business>

Orders increased significantly for English-language translation services for IR documents against a backdrop of the establishment of Japan's Corporate Governance Code, while orders also increased in areas that included IR website development and other website-related online services, and visualization services for shareholders' meetings. However, the aforementioned exclusion of net sales of the a2media Group to outside customers significantly offset the factors that provided increased revenue. As a result, net sales of the listed companies IR-related, etc. business were 3,946 million yen, a decrease of 1,020 million yen, or 20.5%, year on year.

<Financial instruments disclosure-related business>
The investment trust market remained active, with large increases in orders for prospectuses, various sales materials, web services, etc. from both new and ongoing funds. Furthermore, the J-REIT market has also continued to be firm since the previous fiscal year. As a result, net sales of the financial instruments disclosure-related business were 4,841 million yen, an increase of 450 million yen, or 10.3%, year on year.

<Database-related business>
In database-related business, contract renewals among existing customers remained strong, while new orders also contributed. As a result, net sales of the database-related business were 360 million yen, an increase of 13 million yen, or 3.9%, year on year.

Sales by product areas

(Thousands of yen, with fractional amounts discarded)

	First nine months of FY2014 (from April 1, 2014 to December 31, 2014)		First nine months of FY2015 (from April 1, 2015 to December 31, 2015)		Change	
	Amount	Composition ratio (%)	Amount	Composition ratio (%)	Amount	(%)
Listed companies disclosure-related business	7,189,613	42.6	7,558,281	45.2	368,667	5.1
Listed companies IR-related, etc. business	4,966,911	29.4	3,946,374	23.6	(1,020,536)	(20.5)
Financial instruments disclosure-related business	4,391,526	26.0	4,841,892	29.0	450,366	10.3
Database-related business	347,032	2.0	360,420	2.2	13,387	3.9
Total	16,895,083	100.0	16,706,968	100.0	(188,114)	(1.1)

Notes: 1. Amounts are based on sales prices.
2. Consumption taxes are excluded from the above amounts.

2) Earnings summary
Net sales in the first nine months decreased by 188 million yen year on year as a result of decreases associated with making the a2media Group associates accounted for by the equity method, offsetting gains mainly achieved by the listed companies disclosure-related business and the financial instruments disclosure-related business. Meanwhile, cost of sales decreased by 979 million yen year on year mainly reflecting discontinued recognition of the one-off initial cost burden among the system-related costs corresponding to the new EDINET system, and also due to a substantial decrease in costs related to the a2media Group. The cost-to-sales ratio consequently decreased to 57.6% for a 5.1 percentage point improvement year on year. As a result, gross profit was 7,085 million yen, an increase of 791 million yen, or 12.6%, year on year. On the other hand, selling, general and administrative expenses amounted to 4,592 million yen, an increase of 475 million yen, or 11.6%, year on year, mainly due to a larger number of employees needed to strengthen the sales structure. As a result, operating income was 2,493 million yen, an increase of 315 million yen, or 14.5%, year on year.

Ordinary income was 2,579 million yen, an increase of 392 million yen, or 18.0%, year on year, after adjusting non-operating income of 113 million yen and non-operating expenses of 26 million yen. Income before income taxes and minority interests was 2,793 million yen, an increase of 606 million yen, or 27.7%, year on year, due to recognition of extraordinary income of 904 million yen and extraordinary losses of 690 million yen. Profit attributable to owners of parent was 1,826 million yen, an increase of 515 million yen, or 39.4%, year on year.

c. Seasonal factors of the third quarter

The Group owes approximately 75% of its net sales to Japanese listed companies. Because roughly 70% of these companies close their books in March, orders for products related to account settlements and shareholders' meetings peak in the first quarter (from April to June). Consequently, as shown in the table below, sales during the first quarter account for nearly 40% of the Group's total sales, while those during the third quarter (from October to December) are limited to around 20%.

(Reference) Fiscal year ended March 31, 2015

	Q1 (Apr.–Jun.)	Q2 (Jul.–Sep.)	Q3 (Oct.–Dec.)	Q4 (Jan.–Mar.)	Year total
Net sales (Millions of yen)	8,305	3,862	4,726	4,224	21,119
Composition ratio (%)	39.3	18.3	22.4	20.0	100.0

(2) Explanation of financial position

At the end of the third quarter ended December 31, 2015, total assets increased by 1,269 million yen from the previous fiscal year-end to 28,748 million yen. The main components included an increase of 3,401 million yen in securities, an increase of 1,246 million yen in investment securities, a decrease of 864 million yen in cash and deposits, a decrease of 357 million yen in notes and accounts receivable - trade, and a decrease of 1,958 million yen in land.

At the end of the third quarter, total liabilities decreased by 28 million yen from the previous fiscal year-end to 6,515 million yen. The main components included an increase of 563 million yen in income taxes payable, an increase of 300 million yen in long-term loans payable, a decrease of 486 million yen in accounts payable - other ("other" in current liabilities), a decrease of 239 million yen in accrued consumption taxes ("other" in current liabilities), and a decrease of 268 million yen in deferred tax liabilities ("other" in non-current liabilities).

Net assets totaled 22,232 million yen at the end of the third quarter, an increase of 1,298 million yen from the previous fiscal year-end. The main components were an increase due to the recording of 1,826 million yen in profit attributable to owners of parent, and a decrease due to dividends of surplus of 628 million yen. As a result, the equity ratio became 77.3%.

(3) Explanation of consolidated earnings forecasts and other forward-looking statements

<Outlook for the fiscal year ending March 31, 2016>
No changes have been made to the full-year consolidated earnings forecasts for the fiscal year ending March 31, 2016 announced on October 30, 2015.

2. Matters regarding summary information (notes)

Changes in accounting policies, changes in accounting estimates, and restatement

Changes in accounting policies

(Application of Accounting Standard for Business Combinations, etc.)
Effective from the first quarter ended June 30, 2015, the Company has applied the "Accounting Standard for Business Combinations" (ASBJ Statement No. 21, September 13, 2013), the "Accounting Standard for Consolidated Financial Statements" (ASBJ Statement No. 22, September 13, 2013), the "Accounting Standard for Business Divestitures" (ASBJ Statement No. 7, September 13, 2013), etc. As a result, the method of recording the amount of difference caused by changes in the Company's ownership interests in subsidiaries in the case of subsidiaries under ongoing control of the Company was changed to one in which it is recorded as capital surplus, and the method of recording acquisition-related costs was changed to one in which they are recognized as expenses for the fiscal year in which they are incurred. Furthermore, for business combinations carried out on or after the beginning of the first quarter ended June 30, 2015, the accounting method was changed to one in which the reviewed acquisition cost allocation resulting from the finalization of the provisional accounting treatment is reflected in the quarterly consolidated financial statements for the quarterly period to which the date of business combination belongs. In addition, the presentation method for "net income" and other related items was changed, and the presentation of "minority interests" was changed to "non-controlling interests." To reflect these changes, the Company has reclassified its quarterly and full-year consolidated financial statements for the first nine months of the previous fiscal year and the previous fiscal year.

Application of the Accounting Standard for Business Combinations, etc. is in line with the transitional measures provided for in paragraph 58-2 (4) of the Accounting Standard for Business Combinations, paragraph 44-5 (4) of the Accounting Standard for Consolidated Financial Statements and paragraph 57-4 (4) of the Accounting Standard for Business Divestitures. The Company is applying the said standard, etc. prospectively from the beginning of the first quarter ended June 30, 2015.

These changes in accounting policies have no impact on profit and loss.

Changes in accounting policies that are difficult to differentiate from changes in accounting estimates

(Change in the depreciation method of property, plant and equipment)
The Company and its consolidated subsidiaries in Japan had previously adopted the declining-balance method for the depreciation of property, plant and equipment, excluding leased assets (however, the straight-line method is used with respect to buildings, but not facilities attached to buildings, acquired on or after April 1, 1998), but they have adopted the straight-line method of depreciation from the first quarter of the fiscal year ending March 31, 2016.

This change was made as a result that management considered how the Company's property, plants and equipment are actually used at the occasion of the substantial investment in new capital assets during the fiscal year under review. Consequently, management has determined that adoption of the straight-line method of depreciation will be a more rational method that will more accurately reflect realities of the Company's property, plant and equipment, particularly given expectations for consistent use of such assets over the long term in the future.

As a result of the change, for the first nine months ended December 31, 2015, depreciation decreased by 62,475 thousand yen, gross profit increased by 55,380 thousand yen, and operating income, ordinary income and income before income taxes and minority interests each increased by 62,475 thousand yen, compared with their respective figures calculated using the former depreciation method.

3. Quarterly consolidated financial statements

(1) Consolidated balance sheet

(Thousands of yen)

	As of March 31, 2015	As of December 31, 2015
Assets		
Current assets		
Cash and deposits	6,851,632	5,986,939
Notes and accounts receivable - trade	2,182,938	1,825,635
Securities	4,090,425	7,491,641
Work in process	314,220	265,400
Raw materials and supplies	4,897	5,670
Other	468,192	386,567
Allowance for doubtful accounts	(3,486)	(1,652)
Total current assets	13,908,820	15,960,202
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,478,680	1,417,859
Machinery, equipment and vehicles, net	362,572	616,572
Land	3,887,672	1,928,703
Other, net	290,319	159,238
Total property, plant and equipment	6,019,245	4,122,373
Intangible assets	2,650,477	2,554,888
Investments and other assets		
Investment securities	3,678,566	4,925,073
Other	1,245,181	1,209,560
Allowance for doubtful accounts	(23,861)	(23,902)
Total investments and other assets	4,899,886	6,110,731
Total non-current assets	13,569,608	12,787,993
Total assets	27,478,429	28,748,195

(Thousands of yen)

	As of March 31, 2015	As of December 31, 2015
Liabilities		
Current liabilities		
Accounts payable - trade	637,903	448,852
Short-term loans payable	110,000	100,000
Income taxes payable	412,944	976,812
Provision for bonuses	492,146	264,595
Other	2,098,835	1,879,599
Total current liabilities	3,751,830	3,669,859
Non-current liabilities		
Long-term loans payable	–	300,000
Provision for directors' retirement benefits	32,892	37,617
Net defined benefit liability	1,368,430	1,414,250
Other	1,391,177	1,094,211
Total non-current liabilities	2,792,500	2,846,079
Total liabilities	6,544,331	6,515,939
Net assets		
Shareholders' equity		
Capital stock	3,058,650	3,058,650
Capital surplus	4,683,596	4,683,596
Retained earnings	17,084,798	16,250,040
Treasury shares	(4,498,785)	(2,466,729)
Total shareholders' equity	20,328,259	21,525,557
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	628,946	860,625
Foreign currency translation adjustment	4,687	4,317
Remeasurements of defined benefit plans	(201,546)	(158,244)
Total accumulated other comprehensive income	432,086	706,699
Non-controlling interests	173,751	–
Total net assets	20,934,098	22,232,256
Total liabilities and net assets	27,478,429	28,748,195

(2) Consolidated statement of income (cumulative) and consolidated statement of comprehensive income (cumulative)

(Consolidated statement of income (cumulative))

(Thousands of yen)

	First nine months ended December 31, 2014	First nine months ended December 31, 2015
Net sales	16,895,083	16,706,968
Cost of sales	10,600,440	9,621,044
Gross profit	6,294,642	7,085,924
Selling, general and administrative expenses	4,117,151	4,592,766
Operating income	2,177,490	2,493,158
Non-operating income		
Interest income	2,978	4,683
Dividend income	15,587	14,780
Share of profit of entities accounted for using equity method	–	14,706
Gain on investments in partnership	–	14,057
Rent income on facilities	27,436	17,804
Other	53,306	47,037
Total non-operating income	99,309	113,069
Non-operating expenses		
Interest expenses	4,621	1,945
Share of loss of entities accounted for using equity method	39,316	–
Loss on investments in partnership	32,830	–
Loss on disposal of non-current assets	1,227	13,589
Other	11,720	10,791
Total non-operating expenses	89,715	26,325
Ordinary income	2,187,084	2,579,902
Extraordinary income		
Gain on sales of non-current assets	–	904,437
Total extraordinary income	–	904,437
Extraordinary losses		
Loss on sales of non-current assets	–	617,494
Impairment loss	–	27,848
Loss on valuation of investment securities	–	45,435
Total extraordinary losses	–	690,778
Income before income taxes and minority interests	2,187,084	2,793,561
Income taxes - current	763,372	1,314,098
Income taxes - deferred	68,870	(346,553)
Total income taxes	832,242	967,544
Profit	1,354,842	1,826,016
Profit attributable to non-controlling interests	44,811	–
Profit attributable to owners of parent	1,310,031	1,826,016

(Consolidated statement of comprehensive income (cumulative))

(Thousands of yen)

	First nine months ended December 31, 2014	First nine months ended December 31, 2015
Profit	1,354,842	1,826,016
Other comprehensive income		
Valuation difference on available-for-sale securities	182,397	231,679
Foreign currency translation adjustment	4,050	(369)
Remeasurements of defined benefit plans, net of tax	22,171	43,302
Total other comprehensive income	208,618	274,612
Comprehensive income	1,563,461	2,100,628
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,518,650	2,100,628
Comprehensive income attributable to non-controlling interests	44,811	–

(3) Notes to quarterly consolidated financial statements

(Notes on premise of going concern)

No items to report

(Notes on significant changes in the amount of shareholders' equity)

Based on a resolution at the meeting of the Board of Directors held on May 1, 2015, the Company has cancelled 2,883,249 treasury shares of common shares as of May 15, 2015. As a result, treasury shares and retained earnings each decreased by 2,032,056 thousand yen.