

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2016 (Based on Japanese GAAP)

August 12, 2016

Company name: Kamigumi Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 9364 URL <http://www.kamigumi.co.jp/>
 Representative: President & Representative Director Yoshihiro Fukai
 Executive Officer and Director of Financial
 Inquiries: Yasuhiro Kishino TEL 078-271-5119
 Div.
 Scheduled date to file Quarterly Securities Report: August 12, 2016
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2016 (from April 1, 2016 to June 30, 2016)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Operating revenue		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2016	60,042	(1.0)	5,594	(0.9)	5,941	(6.5)	4,070	(6.9)
Three months ended June 30, 2015	60,656	0.1	5,646	(5.7)	6,354	1.2	4,373	8.1

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2016	16.25	–
Three months ended June 30, 2015	17.12	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2016	358,081	303,017	84.6	1,209.86
As of March 31, 2016	359,942	301,944	83.9	1,205.57

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, 2016	–	6.00	–	7.00	13.00
Year ending March 31, 2017	–				
Year ending March 31, 2017 (Forecast)		6.00	–	7.00	13.00

3. Forecast of consolidated financial results for the year ending March 31, 2017 (from April 1, 2016 to March 31, 2017)

Percentages indicate year-on-year changes

	Operating revenue		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
Six months ending September 30, 2016	121,500	0.0	11,300	0.8	12,300	0.8	8,300	0.2	33.14
Full year	245,000	1.1	23,000	4.5	24,300	1.9	16,300	1.8	65.09

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2016
(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: No
- (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 June 30, 2016	274,345,675 shares	As of March 31, 2016	274,345,675 shares
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Number of treasury shares at the end of the period

As of June 30, 2016	23,932,133 shares	As of March 31, 2016	23,930,828 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2016	250,414,009 shares	Three months ended June 30, 2015	255,418,408 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Millions of yen)

	As of March 31, 2016	As of June 30, 2016
Assets		
Current assets		
Cash and deposits	17,330	32,179
Notes and operating accounts receivable	41,225	40,082
Securities	23,299	9,000
Inventories	1,142	1,026
Other	8,831	8,030
Allowance for doubtful accounts	(53)	(52)
Total current assets	91,775	90,266
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	108,895	107,216
Land	92,477	92,818
Other, net	20,509	23,050
Total property, plant and equipment	221,882	223,086
Intangible assets	8,295	8,178
Investments and other assets		
Investment securities	28,205	26,811
Other	10,010	9,963
Allowance for doubtful accounts	(226)	(224)
Total investments and other assets	37,988	36,551
Total non-current assets	268,166	267,815
Total assets	359,942	358,081
Liabilities		
Current liabilities		
Notes and operating accounts payable - trade	24,951	24,629
Income taxes payable	3,918	2,252
Provision for bonuses	142	220
Other	11,875	10,899
Total current liabilities	40,888	38,002
Non-current liabilities		
Provision for directors' retirement benefits	25	26
Provision for special repairs for ships and vessels	7	8
Net defined benefit liability	15,845	15,879
Other	1,231	1,147
Total non-current liabilities	17,109	17,061
Total liabilities	57,997	55,063

	(Millions of yen)	
	As of March 31, 2016	As of June 30, 2016
Net assets		
Shareholders' equity		
Capital stock	31,642	31,642
Capital surplus	26,854	26,854
Retained earnings	259,580	261,898
Treasury shares	(19,347)	(19,349)
Total shareholders' equity	298,729	301,045
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,538	3,349
Foreign currency translation adjustment	(7)	(99)
Remeasurements of defined benefit plans	(1,368)	(1,330)
Total accumulated other comprehensive income	3,162	1,920
Non-controlling interests	52	51
Total net assets	301,944	303,017
Total liabilities and net assets	359,942	358,081

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Operating revenue	60,656	60,042
Operating cost	50,693	50,180
Operating gross profit	9,963	9,861
Selling, general and administrative expenses	4,316	4,267
Operating income	5,646	5,594
Non-operating income		
Interest income	24	20
Dividend income	476	286
Share of profit of entities accounted for using equity method	90	67
Other	143	69
Total non-operating income	733	444
Non-operating expenses		
Foreign exchange losses	–	94
Other	26	1
Total non-operating expenses	26	96
Ordinary income	6,354	5,941
Extraordinary income		
Gain on sales of non-current assets	5	31
Subsidy income	182	–
Total extraordinary income	188	31
Extraordinary losses		
Loss on sales and retirement of non-current assets	17	4
Loss on valuation of investment securities	2	2
Total extraordinary losses	20	6
Profit before income taxes	6,522	5,966
Income taxes - current	2,397	2,111
Income taxes - deferred	(249)	(216)
Total income taxes	2,147	1,894
Profit	4,374	4,071
Profit attributable to non-controlling interests	1	1
Profit attributable to owners of parent	4,373	4,070

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2015	Three months ended June 30, 2016
Profit	4,374	4,071
Other comprehensive income		
Valuation difference on available-for-sale securities	710	(1,196)
Foreign currency translation adjustment	(2)	(47)
Remeasurements of defined benefit plans, net of tax	13	38
Share of other comprehensive income of entities accounted for using equity method	(1)	(36)
Total other comprehensive income	721	(1,242)
Comprehensive income	5,095	2,828
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	5,094	2,828
Comprehensive income attributable to non-controlling interests	1	0