To Whom It May Concern

May 2, 2016

Company name:	CONEXIO Corporation	Stock exchange listing:			Tokyo Stock Exchange
Stock code:	9422	URL:	http://www.conexio.co.jp/index.html		
Representative:	(Title) President	(Name)	Hiroo Inoue		
Contact:	(Title) General Manager, Corporate Planning	(Name)	Noriaki Kanno	Phone:	+81-3-5331-3702

(Correction) Notice of Concerning Partial Correction of Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2016 [Japanese GAAP]

CONEXIO Corporation announces the following correction of part of content stated in Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2016 [Japanese GAAP]. The section subject to the correction is underlined.

(Correction)

Summary Information “Scheduled date of commencement of dividend payment”

＜Before correction＞
Scheduled date of commencement of dividend payment: June 23, 2016

＜After correction＞
Scheduled date of commencement of dividend payment: June 24, 2016

For further information, please contact:

CONEXIO Corporation
PR・IR Section, Corporate Planning Department
Email: ir@conexio.co.jp
Phone: +81-3-5331-3702

Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2016 [Japanese GAAP]

May 2, 2016

Company name: CONEXIO Corporation
Stock exchange listing: Tokyo Stock Exchange
Stock code: 9422
URL: http://www.conexio.co.jp/index.html
Representative: (Title) President (Name) Hiroo Inoue
Contact: (Title) General Manager, Corporate Planning (Name) Noriaki Kanno Phone: +81-3-5331-3702
Scheduled date of annual general meeting of shareholders: June 23, 2016
Scheduled date for filing of annual securities report: June 23, 2016
Scheduled date of commencement of dividend payment: June 24, 2016
Availability of supplementary briefing material on annual results: Available
Schedule of briefing session on annual results: Scheduled

(Figures are rounded down to the nearest million yen.)

1. Financial Results for the Fiscal Year Ended March 31, 2016 (from April 1, 2015 to March 31, 2016)

(1) Non-consolidated Operating Results (Cumulative)

(% are shown as year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit	
Fiscal year ended	million yen	%	million yen	%	million yen	%	million yen	%
March 31, 2016	281,307	(0.6)	9,203	7.1	9,294	7.0	6,149	22.6
March 31, 2015	282,961	(3.2)	8,592	23.3	8,682	23.1	5,013	25.3

	Earnings per share	Diluted earnings per share	ROE	ROA	Operating income to net sales ratio
Fiscal year ended	yen	yen	%	%	%
March 31, 2016	137.45	—	22.1	9.3	3.3
March 31, 2015	112.07	—	21.3	8.7	3.0

(Reference) Equity in earnings of affiliates: March 31, 2016: －million yen March 31, 2015: － million yen

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	million yen	million yen	%	yen
March 31, 2016	96,912	29,850	30.8	667.23
March 31, 2015	102,404	25,731	25.1	575.17

(Reference) Equity: March 31, 2016: 29,850 million yen March 31, 2015: 25,731 million yen

(3)Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of the year
Fiscal year ended	million yen	million yen	million yen	million yen
March 31, 2016	8,392	(1,811)	(7,490)	3,088
March 31, 2015	7,266	(1,911)	(5,509)	3,997

2. Dividends

	Annual dividends					Total amount of dividends	Payout ratio	Dividend on equity
	1Q end	2Q end	3Q end	Year end	Total			
	yen	yen	yen	yen	yen	million yen	%	%
Year ended March 31,2015	—	18.00	—	22.00	40.00	1,789	35.7	7.6
Year ended March 31,2016	—	22.50	—	25.50	48.00	2,147	34.9	7.7
Year ending March 31,2017(Forecast)	—	26.00	—	26.00	52.00		40.8	

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

(% are shown as year-on-year changes.)

	Net sales		Operating income		Ordinary income		Profit		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	270,000	(4.0)	9,210	0.1	9,300	0.1	5,700	(7.3)	127.41

Note: Consolidated forecasts for the First-half year have not been disclosed.

Notes

(1) Changes in accounting policies, changes in accounting estimates and restatements

(i)	Changes in accounting policies due to revision of accounting standards, etc.:	Yes
(ii)	Changes in accounting policies other than (i) above:	None
(iii)	Changes in accounting estimates:	None
(iv)	Restatements:	None

(2) Number of shares issued (common stock)

(i) Number of shares issued as of the end of period (including treasury stock)	FY2015	55,923,000 shares	FY2014	55,923,000 shares
(ii) Number of shares of treasury stock as of the end of period	FY2015	11,185,062 shares	FY2014	11,184,932 shares
(iii) Average number of shares during the period (cumulative)	FY2015	44,737,991 shares	FY2014	44,738,097 shares

*** Indication of implementation status of securities review procedures**

- This summary financial report is exempt from the audit procedure based on the Financial Instruments and Exchange Act and as of the date of disclosure of this summary financial report, the financial statements audit procedure based on the Financial Instruments and Exchange Act has not been completed.

*** Explanation of appropriate use of financial forecasts and other special notes**

- Financial forecasts and other forward-looking statements herein are based on information available to the Company and certain assumptions deemed reasonable as at the time of preparing this report. The Company does not guarantee that any forecasts would be met. Actual results may vary significantly from the forecasts due to a wide range of factors.

1. Non-consolidated Financial Statements

(1) Non-consolidated Balance Sheets

(Million yen)

	Previous fiscal year (March 31, 2015)	Current fiscal year (March 31, 2016)
Assets		
Current assets		
Cash and deposits	3,849	2,958
Accounts receivable - trade	48,573	46,020
Merchandise and finished goods	8,301	7,985
Raw materials and supplies	86	96
Prepaid expenses	649	712
Deferred tax assets	3,147	2,319
Accounts receivable - other	15,301	14,809
Deposits paid	148	130
Allowance for doubtful accounts	(16)	(13)
Total current assets	80,041	75,018
Non-current assets		
Property, plant and equipment		
Buildings	3,932	4,285
Accumulated depreciation	(1,788)	(2,017)
Buildings, net	2,143	2,267
Structures	192	247
Accumulated depreciation	(87)	(89)
Structures, net	104	158
Machinery and equipment	9	9
Accumulated depreciation	(1)	(1)
Machinery and equipment, net	8	7
Tools, furniture and fixtures	3,701	3,944
Accumulated depreciation	(2,028)	(2,286)
Tools, furniture and fixtures, net	1,673	1,658
Land	64	64
Construction in progress	—	29
Total property, plant and equipment	3,995	4,186
Intangible assets		
Goodwill	1,923	1,830
Software	475	491
Software in progress	76	—
The right of carrier shop management	11,800	11,102
Other	14	12
Total intangible assets	14,290	13,436
Investments and other assets		
Investment securities	333	258
Shares of subsidiaries and associates	50	30
Long-term prepaid expenses	214	289
Lease and guarantee deposits	3,410	3,611
Other	154	163
Allowance for doubtful accounts	(86)	(82)
Total investments and other assets	4,077	4,270
Total non-current assets	22,362	21,894
Total assets	102,404	96,912

(Million yen)

	Previous fiscal year (March 31, 2015)	Current fiscal year (March 31, 2016)
Liabilities		
Current liabilities		
Accounts payable - trade	26,244	24,808
Accrued agency commission	7,826	10,579
Short-term loans payable	5,000	2,500
Current portion of long-term loans payable	3,000	—
Accounts payable - other	15,014	13,402
Accrued expenses	2,837	2,707
Income taxes payable	2,255	521
Accrued consumption taxes	1,619	507
Advances received	14	77
Deposits received	1,292	1,192
Provision for bonuses	5,162	3,637
Provision for directors' bonuses	52	34
Other	19	21
Total current liabilities	70,339	59,990
Non-current liabilities		
Provision for retirement benefits	3,735	4,109
Deferred tax liabilities	1,747	2,080
Asset retirement obligations	402	425
Other	446	457
Total non-current liabilities	6,332	7,072
Total liabilities	76,672	67,062
Net assets		
Shareholders' equity		
Capital stock	2,778	2,778
Capital surplus		
Legal capital surplus	3,180	3,180
Other capital surplus	6,598	6,598
Total capital surpluses	9,779	9,779
Retained earnings		
Legal retained earnings	5	5
Other retained earnings		
General reserve	2,469	2,469
Retained earnings brought forward	19,739	23,898
Total retained earnings	22,214	26,373
Treasury shares	(9,193)	(9,194)
Total shareholders' equity	25,579	29,737
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	152	113
Total valuation and translation adjustments	152	113
Total net assets	25,731	29,850
Total liabilities and net assets	102,404	96,912

(2) Non-consolidated Statements of Income

(Million yen)

	Previous fiscal year (From April 1, 2014 to March 31, 2015)	Current fiscal year (From April 1, 2015 to March 31, 2016)
Net sales		
Net sales of goods	206,570	207,773
Commission income	76,390	73,534
Total net sales	282,961	281,307
Cost of sales		
Beginning goods	8,488	8,301
Cost of purchased goods	207,544	206,275
Total	216,032	214,576
Ending goods	8,363	8,048
Valuation loss on goods	61	63
Cost of goods sold	207,730	206,591
Agent fee	28,252	28,501
Total cost of sales	235,982	235,093
Gross profit	46,978	46,214
Selling, general and administrative expenses		
Directors' compensations	164	157
Salaries and allowances	9,698	10,237
Bonuses	1,151	1,248
Provision for bonuses	5,162	3,637
Provision for directors' bonuses	52	34
Retirement benefit expenses	575	644
Legal welfare expenses	3,531	3,356
Temporary staffing expense	1,937	1,523
Packing and delivery expenses	291	282
Promotion expenses	1,907	2,307
Communication expenses	622	583
Rents	4,031	4,040
Repair and maintenance	924	874
Business consignment expenses	1,086	1,205
Rent expenses	145	143
Depreciation	2,000	1,992
Amortization of goodwill	111	113
Other	4,993	4,628
Total selling, general and administrative expenses	38,386	37,011
Operating income	8,592	9,203

(Million yen)

	Previous fiscal year (From April 1, 2014 to March 31, 2015)	Current fiscal year (From April 1, 2015 to March 31, 2016)
Non-operating income		
Interest income	0	0
Interest on securities	0	—
Dividend income	3	3
Support money of store move etc income	86	102
Other	83	67
Total non-operating income	173	173
Non-operating expenses		
Interest expenses	41	30
Loss on sales and retirement of non-current assets	16	28
Rent expenses on real estates	5	11
Provision of allowance for doubtful accounts	15	—
Other	5	11
Total non-operating expenses	82	82
Ordinary income	8,682	9,294
Extraordinary income		
Gain on sales of non-current assets	1	1
Gain on sales of investment securities	—	11
Gain on transfer of business	—	297
Total extraordinary income	1	309
Extraordinary losses		
Head office transfer cost	42	—
Loss on closing of stores	44	34
Loss on sales and retirement of non-current assets	18	13
Impairment loss	326	165
Other	7	—
Total extraordinary losses	439	213
Profit before income taxes	8,244	9,390
Income taxes - current	3,569	2,048
Income taxes - deferred	(338)	1,193
Total income taxes	3,230	3,241
Profit	5,013	6,149

(3)Statement of Changes in Net Assets

Previous fiscal year (From April 1, 2014 to March 31, 2015)

(Million yen)

	Shareholders' equity							
		Capital surplus			Retained earnings			
						Other retained earnings		
	Capital stock	Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	General reserve	Retained earnings brought forward	Total retained earnings
Balance at beginning of current period	2,778	3,180	6,598	9,779	5	2,469	15,549	18,024
Cumulative effects of changes in accounting policies							685	685
Restated balance	2,778	3,180	6,598	9,779	5	2,469	16,235	18,710
Changes of items during period								
Dividends of surplus							(1,509)	(1,509)
Net income							5,013	5,013
Purchase of treasury shares								
Net changes of items other than shareholders' equity								
Total changes of items during period	—	—	—	—	—	—	3,503	3,503
Balance at end of current period	2,778	3,180	6,598	9,779	5	2,469	19,739	22,214

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of current period	(9,193)	21,389	54	54	21,443
Cumulative effects of changes in accounting policies		685			685
Restated balance	(9,193)	22,075	54	54	22,129
Changes of items during period					
Dividends of surplus		(1,509)			(1,509)
Net income		5,013			5,013
Purchase of treasury shares	(0)	(0)			(0)
Net changes of items other than shareholders' equity			98	98	98
Total changes of items during period	(0)	3,503	98	98	3,602
Balance at end of current period	(9,193)	25,579	152	152	25,731

Current fiscal year (From April 1, 2015 to March 31, 2016)

(Million yen)

	Shareholders' equity							
		Capital surplus			Retained earnings			
						Other retained earnings		
	Capital stock	Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	General reserve	Retained earnings brought forward	Total retained earnings
Balance at beginning of current period	2,778	3,180	6,598	9,779	5	2,469	19,739	22,214
Cumulative effects of changes in accounting policies								
Restated balance	2,778	3,180	6,598	9,779	5	2,469	19,739	22,214
Changes of items during period								
Dividends of surplus							(1,990)	(1,990)
Net income							6,149	6,149
Purchase of treasury shares								
Net changes of items other than shareholders' equity								
Total changes of items during period	—	—	—	—	—	—	4,158	4,158
Balance at end of current period	2,778	3,180	6,598	9,779	5	2,469	23,898	26,373

	Shareholders' equity		Valuation and translation adjustments		Total net assets
	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
Balance at beginning of current period	(9,193)	25,579	152	152	25,731
Cumulative effects of changes in accounting policies					
Restated balance	(9,193)	25,579	152	152	25,731
Changes of items during period					
Dividends of surplus		(1,990)			(1,990)
Net income		6,149			6,149
Purchase of treasury shares	(0)	(0)			(0)
Net changes of items other than shareholders' equity			(39)	(39)	(39)
Total changes of items during period	(0)	4,158	(39)	(39)	4,118
Balance at end of current period	(9,194)	29,737	113	113	29,850

(4) Non-consolidated Cash Flows

(Million yen)

	Previous fiscal year (From April 1, 2014 to March 31, 2015)	Current fiscal year (From April 1, 2015 to March 31, 2016)
Cash flows from operating activities		
Profit before income taxes	8,244	9,390
Depreciation	2,000	1,992
Amortization of goodwill	111	113
Impairment loss	326	165
Increase (decrease) in allowance for doubtful accounts	10	(7)
Increase (decrease) in provision for bonuses	2,256	(1,525)
Increase (decrease) in provision for directors' bonuses	32	(18)
Increase (decrease) in provision for retirement benefits	433	373
Interest and dividend income	(3)	(3)
Interest expenses	41	30
Loss (gain) on sales of investment securities	-	(11)
Gain on business transfer	-	(297)
Decrease (increase) in notes and accounts receivable - trade	(2,575)	2,615
Decrease (increase) in accounts receivable - other	(1,838)	495
Decrease (increase) in inventories	231	307
Increase (decrease) in notes and accounts payable - trade	(1,202)	1,316
Increase (decrease) in accounts payable - other	1,253	(1,451)
Increase (decrease) in accrued consumption taxes	1,213	(1,112)
Other, net	863	(217)
Subtotal	11,399	12,158
Interest and dividend income received	3	3
Interest expenses paid	(42)	(31)
Income taxes (paid) refund	(4,087)	(3,836)
Other, net	(5)	98
Net cash provided by (used in) operating activities	7,266	8,392
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,450)	(1,459)
Purchase of intangible assets	(239)	(211)
Purchase of investment securities	(28)	(1)
Proceeds from sales of investment securities	-	24
Proceeds from liquidation of subsidiaries and associates	-	24
Payments for lease and guarantee deposits	(228)	(444)
Proceeds from collection of lease and guarantee deposits	555	117
Purchase of long-term prepaid expenses	(184)	(199)
Proceeds from transfer of business	-	396
Payments for transfer of business	(126)	(8)
Other, net	(209)	(49)
Net cash provided by (used in) investing activities	(1,911)	(1,811)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(4,000)	(2,500)
Repayments of long-term loans payable	-	(3,000)
Cash dividends paid	(1,509)	(1,990)
Other, net	(0)	(0)
Net cash provided by (used in) financing activities	(5,509)	(7,490)
Net increase (decrease) in cash and cash equivalents	(154)	(908)
Cash and cash equivalents at beginning of period	4,151	3,997
Cash and cash equivalents at end of period	3,997	3,088

2. Other

(1) Sales Information

When shown in each segment sales during the financial year are as follows.

(Million yen, %)

		Previous fiscal year (March 31, 2015)	Current fiscal year (March 31, 2016)	Rate of change
Consumer Business	Net sales	263,994	263,834	(0.1)
	Operating income	10,131	10,598	4.6
Corporate Business	Net sales	18,967	17,472	(7.9)
	Operating income	2,223	2,154	(3.1)
Adjustments	Company-wide expenses	3,762	3,550	(5.6)
Amount recorded in quarterly non-consolidated statement of income	Net sales	282,961	281,307	(0.6)
	Operating income	8,592	9,203	7.1

(2) Transfer of Officers

Please refer to the “Notice of Changes regarding Officers,” which was announced on May 2, 2016.