Consolidated Financial Results
for the Nine Months Ended December 31, 2016 [Japanese GAAP]

February 2, 2017

Company name: MIRAIT Holdings Corporation
Code Number: 1417
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Scheduled date for filing of quarterly report: February 7, 2017
Scheduled date for commencement of dividend payment: —
Supplementary briefing materials on quarterly results: Available
Quarterly results briefing: None

(Amounts are rounded down to the nearest one million)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2016
(April 1, 2016 to December 31, 2016)

(1) Consolidated Operating Results (cumulative)

(% indicates change from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Nine months ended December 31, 2016	171,584	(0.7)	1,250	—	1,497	198.4	298	—
Nine months ended December 31, 2015	172,808	(8.5)	(75)	—	501	(94.9)	(188)	—

(Note) Comprehensive income: Nine months ended December 31, 2016 (1,015) million yen (—%)
Nine months ended December 31, 2015 1,032 million yen (- 87.2%)

	Net income per share	Diluted net income per share
	yen	yen
Nine months ended December 31, 2016	3.67	3.19
Nine months ended December 31, 2015	(2.32)	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
As of December 31, 2016	193,608	121,233	60.4
As of March 31, 2016	194,978	126,599	63.1

(Reference) Equity: As of December 31, 2016 116,889 million yen
As of March 31, 2016 122,949 million yen

2. Dividends

	Annual dividends per share				
	End of 1Q	End of2Q	End of 3Q	Year-end	Total
	yen	yen	yen	yen	Yen
Fiscal year ended March 31, 2016	—	15.00	—	15.00	30.00
Fiscal year ending March 31, 2017	—	15.00	—		
Fiscal year ending March 31, 2017 (forecast)				15.00	30.00

(Note) Revision of dividend forecasts from recently announced figures: None

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

(% indicates change from the same period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	Yen
Full year ending March 31, 2017	280,000	3.9	10,000	63.2	10,500	55.9	6,800	87.3	83.61

(Note) Revision of financial results forecasts from recently announced figures: None

* Notes:

(1) Significant changes in subsidiaries during the period under review: Yes

(Changes in specified subsidiaries resulting in changes in the scope of consolidation)

Additions: 2 companies (Names) Mirait Singapore Pte.Ltd., Lantrovision(S)Ltd

(2) Application of specific accounting practices for preparing consolidated quarterly financial statements: Yes

(3) Changes in accounting principles and changes or restatements of accounting estimates:

1) Changes in accounting principles due to revision of accounting standards: Yes

2) Changes in accounting principles other than 1) above: None

3) Changes in accounting estimates: None

4) Restatements: None

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

1) Total number of issued shares at the end of the period (including treasury stock):

December 31, 2016	85,381,866 shares	March 31, 2016	85,381,866 shares

2) Total number of treasury stock at the end of the period

December 31, 2016	6,336,422 shares	March 31, 2016	4,051,769 shares

3) Average number of shares outstanding during the period

December 31, 2016	81,180,054 shares	December 31, 2015	81,331,762 shares

* Implementation status of quarterly review processes

– This quarterly summary of consolidated financial results is not subject to the quarterly review procedures stipulated under the Financial Instruments and Exchange Act. The quarterly review procedures are still in progress at the time of disclosure of this quarterly summary of consolidated financial results.

* Explanation regarding the appropriate use of performance forecasts, and other items warranting special mention

– The performance forecasts and other forward-looking statements in this report are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Accordingly, actual performance may differ materially depending on various factors.

Consolidated Quarterly Financial Statements

(1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	Fiscal Year Ended March 31, 2016	Nine Months Ended December 31, 2016
Assets		
Current assets		
Cash and deposits	30,284	30,268
Notes receivable, accounts receivable from completed construction contracts and other	82,158	52,767
Securities	—	1,800
Costs on uncompleted construction contracts and other	17,281	32,621
Deferred tax assets	3,451	4,274
Other	3,980	5,098
Allowance for doubtful accounts	(43)	(48)
Total current assets	137,112	126,782
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,880	10,985
Land	18,397	18,611
Construction in progress	322	2,359
Other, net	2,130	2,420
Total property, plant and equipment	31,730	34,376
Intangible assets		
Goodwill	159	3,041
Customer related assets	—	2,128
Software	1,841	1,508
Other	96	88
Total intangible assets	2,097	6,766
Investments and other assets		
Investment securities	19,927	21,029
Long-term loans receivable	8	7
Net defined benefit asset	984	1,004
Deferred tax assets	785	739
Lease and guarantee deposits	1,139	1,269
Other	1,304	1,742
Allowance for doubtful accounts	(113)	(107)
Total investments and other assets	24,036	25,684
Total non-current assets	57,865	66,826
Total assets	194,978	193,608

(Millions of yen)

	Fiscal Year Ended March 31, 2016	Nine Months Ended December 31, 2016
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	38,670	28,104
Short-term loans payable	—	105
Current portion of long-term loans payable	20	65
Income taxes payable	1,028	512
Advances received on uncompleted construction contracts	2,225	3,705
Provision for loss on construction contracts	3,330	543
Provision for bonuses	4,164	2,222
Provision for directors' bonuses	71	49
Provision for warranties for completed construction	11	3
Other	5,987	7,115
Total current liabilities	55,511	42,427
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	—	16,581
Long-term loans payable	15	70
Deferred tax liabilities	2,810	3,418
Deferred tax liabilities for land revaluation	41	41
Provision for directors' retirement benefits	59	64
Net defined benefit liability	8,508	8,612
Asset retirement obligations	78	75
Long-term accounts payable - other	939	604
Other	413	479
Total non-current liabilities	12,866	29,948
Total liabilities	68,378	72,375
Net assets		
Shareholders' equity		
Capital stock	7,000	7,000
Capital surplus	25,936	26,050
Retained earnings	88,691	86,528
Treasury shares	(2,630)	(5,291)
Total shareholders' equity	118,997	114,286
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,786	4,264
Deferred gains or losses on hedges	65	—
Revaluation reserve for land	(98)	(98)
Foreign currency translation adjustment	3	(1,758)
Remeasurements of defined benefit plans	195	196
Total accumulated other comprehensive income	3,952	2,603
Non-controlling interests	3,649	4,343
Total net assets	126,599	121,233
Total liabilities and net assets	194,978	193,608

(2) Consolidated Quarterly Statements of Income and Comprehensive Income

Nine Months Ended December 31, 2016

(Millions of yen)

	Nine Months Ended December 31, 2015	Nine Months Ended December 31, 2016
Net sales of completed construction contracts	172,808	171,584
Cost of sales of completed construction contracts	158,219	153,173
Gross profit on completed construction contracts	14,589	18,410
Selling, general and administrative expenses	14,664	17,159
Operating income (loss)	(75)	1,250
Non-operating income		
Interest income	30	57
Dividend income	391	447
Insurance premiums refunded cancellation	71	22
Share of profit of entities accounted for using equity method	85	80
Other	140	104
Total non-operating income	719	712
Non-operating expenses		
Interest expenses	5	43
Foreign exchange losses	102	100
Commission fee	—	257
Other	34	64
Total non-operating expenses	141	465
Ordinary income	501	1,497
Extraordinary income		
Gain on sales of investment securities	13	4
Gain on step acquisitions	—	49
Other	2	12
Total extraordinary income	16	66
Extraordinary losses		
Provision of allowance for investment loss	55	—
Loss on retirement of non-current assets	49	90
Litigation cost	—	50
Other	55	143
Total extraordinary losses	160	283
Profit before income taxes	358	1,281
Income taxes	403	936
Profit (loss)	(45)	345
Profit attributable to		
Profit (loss) attributable to owners of parent	(188)	298
Profit attributable to non-controlling interests	142	46

(Millions of yen)

	Nine Months Ended December 31, 2015	Nine Months Ended December 31, 2016
Other comprehensive income		
Valuation difference on available-for-sale securities	1,264	480
Deferred gains or losses on hedges	—	(65)
Revaluation reserve for land	1	(0)
Foreign currency translation adjustment	(93)	(1,726)
Remeasurements of defined benefit plans, net of tax	(81)	0
Share of other comprehensive income of entities accounted for using equity method	(13)	(48)
Total other comprehensive income	1,077	(1,360)
Comprehensive income	1,032	(1,015)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	899	(1,051)
Comprehensive income attributable to non-controlling interests	132	36