Consolidated Financial Results
for the Six Months Ended September 30, 2017 [Japanese GAAP]

October 31, 2017

Company name: MIRAIT Holdings Corporation
Stock exchange listing: TSE
Code Number: 1417
URL: http://www.mirait.co.jp/
Representative: Masatoshi Suzuki, President and CEO
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Scheduled date for filing of quarterly report: November 7, 2017
Scheduled date for commencement of dividend payment: November 30, 2017
Supplementary briefing materials on quarterly results: Available
Quarterly results briefing: scheduled (for analysts and institutional investors)

(Amounts are rounded down to the nearest one million)

1. Consolidated Financial Results for the Six Months Ended September 30, 2017
(April 1, 2017 to September 30, 2017)

(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	%
Six months ended September 30, 2017	132,291	23.8	4,502	—	5,110	—	2,704	—
Six months ended September 30, 2016	106,852	(4.7)	(942)	—	(1,138)	—	(1,433)	—

(Note) Comprehensive income: Six months ended September 30, 2017 3,880 million yen (—%)
Six months ended September 30, 2016 (2,359) million yen (—%)

	Net income per share	Diluted net income per share
	yen	yen
Six months ended September 30, 2017	34.22	29.63
Six months ended September 30, 2016	(17.62)	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
As of September 30, 2017	212,415	131,589	59.6
As of March 31, 2017	218,053	128,837	56.9

(Reference) Equity: As of September 30, 2017 126,705 million yen
As of March 31, 2017 124,132 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, 2017	—	15.00	—	15.00	30.00
Fiscal year ending March 31, 2018	—	15.00			
Fiscal year ending March 31, 2018 (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, 2018
(April 1, 2017 to March 31, 2018)

(% 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, 2018	310,000	9.4	12,500	24.2	13,000	22.7	8,000	24.3	101.22

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

* Notes:

(1) Significant changes in subsidiaries during the period under review: None

(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: None

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):

September 30, 2017	85,381,866 shares	March 31, 2017	85,381,866 shares

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

September 30, 2017	6,332,175 shares	March 31, 2017	6,343,431 shares

3) Average number of shares outstanding during the period

September 30, 2017	79,042,308 shares	September 30, 2016	81,329,708 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.

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

– The Company plans to hold a briefing session for analysts and institutional investors on Thursday, November 2, 2017.

– 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 and Notes

(1) Consolidated Quarterly Balance Sheets

(Millions of yen)

	Fiscal Year Ended March 31, 2017	Six Months Ended September 30, 2017
Assets		
Current assets		
Cash and deposits	34,550	44,635
Notes receivable, accounts receivable from completed construction contracts and other	91,623	61,470
Costs on uncompleted construction contracts and other	17,607	28,313
Deferred tax assets	2,671	2,672
Other	4,915	6,316
Allowance for doubtful accounts	(45)	(8)
Total current assets	151,323	143,400
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	10,835	10,570
Land	18,643	18,630
Construction in progress	2,387	3,254
Other, net	2,743	3,100
Total property, plant and equipment	34,609	35,556
Intangible assets		
Goodwill	3,137	3,179
Customer related assets	2,289	2,246
Software	1,454	1,199
Other	82	71
Total intangible assets	6,963	6,697
Investments and other assets		
Investment securities	20,865	22,382
Net defined benefit asset	746	776
Deferred tax assets	731	837
Lease and guarantee deposits	1,272	1,280
Other	1,664	1,633
Allowance for doubtful accounts	(122)	(149)
Total investments and other assets	25,157	26,760
Total non-current assets	66,730	69,014
Total assets	218,053	212,415

(Millions of yen)

	Fiscal Year Ended March 31, 2017	Six Months Ended September 30, 2017
Liabilities		
Current liabilities		
Notes payable, accounts payable for construction contracts and other	40,772	29,863
Short-term loans payable	710	41
Income taxes payable	1,023	1,875
Advances received on uncompleted construction contracts	3,774	6,556
Provision for loss on construction contracts	800	864
Provision for bonuses	4,228	4,706
Provision for directors' bonuses	70	32
Provision for warranties for completed construction	4	5
Other	7,727	6,059
Total current liabilities	59,112	50,006
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	16,577	16,568
Long-term accounts payable - other	607	450
Deferred tax liabilities	3,556	4,216
Deferred tax liabilities for land revaluation	41	41
Provision for directors' retirement benefits	70	67
Provision For Share Based Compensation	52	79
Net defined benefit liability	8,444	8,499
Asset retirement obligations	76	95
Other	677	801
Total non-current liabilities	30,104	30,820
Total liabilities	89,216	80,826
Net assets		
Shareholders' equity		
Capital stock	7,000	7,000
Capital surplus	26,043	26,043
Retained earnings	92,679	94,180
Treasury shares	(5,299)	(5,287)
Total shareholders' equity	120,423	121,937
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,161	5,194
Revaluation reserve for land	(98)	(98)
Foreign currency translation adjustment	(409)	(396)
Remeasurements of defined benefit plans	56	68
Total accumulated other comprehensive income	3,709	4,768
Non-controlling interests	4,704	4,884
Total net assets	128,837	131,589
Total liabilities and net assets	218,053	212,415

(2) Consolidated Quarterly Statements of Income and Comprehensive Income

Six Months Ended September 30, 2017

(Millions of yen)

	Six Months Ended September 30, 2016	Six Months Ended September 30, 2017
Net sales of completed construction contracts	106,852	132,291
Cost of sales of completed construction contracts	96,539	116,017
Gross profit on completed construction contracts	10,312	16,274
Selling, general and administrative expenses	11,255	11,771
Operating profit (loss)	(942)	4,502
Non-operating income		
Interest income	38	45
Dividend income	240	268
Insurance premiums refunded cancellation	14	72
Share of profit of entities accounted for using equity method	70	147
Other	82	108
Total non-operating income	446	642
Non-operating expenses		
Interest expenses	32	10
Foreign exchange losses	315	0
Commission fee	263	—
Other	29	23
Total non-operating expenses	642	34
Ordinary profit (loss)	(1,138)	5,110
Extraordinary income		
Gain on sales of non-current assets	2	2
Gain on sales of golf memberships	4	—
Gain on sales of investment securities	—	3
Total extraordinary income	6	5
Extraordinary losses		
Loss on sales of non-current assets	4	60
Loss on retirement of non-current assets	84	21
litigation cost	50	—
Other	128	73
Total extraordinary losses	267	155
Profit (loss) before income taxes	(1,398)	4,959
Income taxes	30	2,142
Profit (loss)	(1,428)	2,817
Profit attributable to		
Profit (loss) attributable to owners of parent	(1,433)	2,704
Profit attributable to non-controlling interests	4	113

(Millions of yen)

	Six Months Ended September 30, 2016	Six Months Ended September 30, 2017
Other comprehensive income		
Valuation difference on available-for-sale securities	361	1,035
Deferred gains or losses on hedges	(65)	—
Revaluation reserve for land	(0)	—
Foreign currency translation adjustment	(1,181)	31
Remeasurements of defined benefit plans, net of tax	(5)	12
Share of other comprehensive income of entities accounted for using equity method	(38)	(16)
Total other comprehensive income	(930)	1,063
Comprehensive income	(2,359)	3,880
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(2,348)	3,763
Comprehensive income attributable to non-controlling interests	(10)	117