Consolidated Financial Results for the Year Ended March 31, 2017
(Prepared pursuant to Japanese GAAP)

May 11, 2017

Company name:	MEGMILK SNOW BRAND Co., Ltd.
Stock exchange listing:	Tokyo Stock Exchange (First Section), Sapporo Securities Exchange
Stock code:	2270
URL:	http://www.meg-snow.com
Representative:	Keiji Nishio, Representative Director and President
Contact:	Shigeru Watanabe, General Manager, Public Relations & Investor Relations Department
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Scheduled dates:

Annual general meeting of shareholders:	June 28, 2017
Dividend payout:	June 29, 2017
Filing of fiscal year-end financial report	June 28, 2017
Supplementary materials to fiscal year-end financial results available:	Yes
Fiscal year-end earnings presentation held:	Yes (targeted at institutional investors and analysts)

(Amounts rounded down to the nearest million yen)

1. Consolidated Results for the Fiscal Year Ended March 31, 2017 (April 1, 2016– March 31, 2017)

(1) Consolidated Operating Results (Percentages indicate year-over-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Year ended March 31, 2017	587,935	1.7	18,753	33.9	20,269	42.5	12,988	(13.7)
Year ended March 31, 2016	578,328	5.2	14,004	49.3	14,223	36.2	15,047	282.7

Note: Comprehensive income: Year Ended March 31, 2017: 15,180 million yen (+24.0 %)
Year Ended March 31, 2016: 12,243 million yen (+56.4 %)

	Profit per share – basic	Profit per share – diluted	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	yen	yen	%	%	%
Year ended March 31, 2017	191.48	-	9.5	5.9	3.2
Year ended March 31, 2016	221.81	-	12.0	4.1	2.4

For reference: Equity in earnings of affiliates: Year Ended March 31, 2017: 585 million yen
Year Ended March 31, 2016: 143 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
March 31, 2017	341,507	145,485	41.9	2,110.80
March 31, 2016	344,194	132,401	37.8	1,917.33

For reference: Equity: March 31, 2017: 143,179 million yen
March 31, 2016: 130,066 million yen

(3) Cash Flow Position

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	millions of yen	millions of yen	millions of yen	millions of yen
Year ended March 31, 2017	29,934	(14,408)	(14,376)	15,940
Year ended March 31, 2016	26,433	4,567	(25,332)	14,797

2. Dividends

	Cash dividends per share					Total dividends paid (full year)	Payout Ratio (consolidated)	Dividends to net assets (consolidated)
Record date or period	End-Q1	End-Q2	End-Q3	End-Q4	Total			
	yen	yen	yen	yen	yen	millions of yen	%	%
Year ended March 31, 2016	-	-	-	30.00	30.00	2,035	13.5	1.6
Year ended March 31, 2017	-	-	-	40.00	40.00	2,713	20.9	2.0
Year ending March 31, 2018 (forecast)	-	-	-	40.00	40.00		20.9	

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2018 (April 1, 2017 – March 31, 2018)

(Percentages indicate year-over-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Six months ending September 30, 2017	303,500	1.4	10,000	(8.1)	10,500	(5.6)	6,800	(8.1)	100.24
Full Year	600,000	2.1	19,500	4.0	20,500	1.1	13,000	0.1	191.64

*** Notes**

(1) Material reclassifications of subsidiaries during the period: None

(2) Changes in accounting policy, changes in accounting estimates, and retrospective restatement
- 1) Changes in accordance with amendments to accounting standards, etc.: None
- 2) Changes other than noted in 1) above: None
- 3) Changes in accounting estimates: None
- 4) Retrospective restatement: None

(3) Common stock issued
- 1) Issued shares as of period-end (including treasury stock):
  - March 31, 2017: 70,751,855 shares
  - March 31, 2016: 70,751,855 shares
- 2) Treasury stock as of period-end:
  - March 31, 2017: 2,919,856 shares
  - March 31, 2016: 2,914,832 shares
- 3) Average number of shares (during the respective period):
  - Year ended March 31, 2017: 67,834,753 shares
  - Year ended March 31, 2016: 67,840,013 shares

Reference: Overview of Non-consolidated Results

Non-consolidated Results for the Fiscal Year Ended March 31, 2017 (April 1, 2016 – March 31, 2017)

(1) Non-consolidated Operating Results (Percentages indicate year-over-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Year ended March 31, 2017	357,510	1.6	13,074	37.9	14,793	44.3	9,951	(21.3)
Year ended March 31, 2016	351,934	3.3	9,478	65.8	10,248	42.2	12,638	331.2

	Net income per share - basic	Net income per share - diluted
	yen	yen
Year ended March 31, 2017	146.70	-
Year ended March 31, 2016	186.30	-

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	millions of yen	millions of yen	%	yen
March. 31, 2017	274,351	108,760	39.6	1,603.37
March. 31, 2016	282,428	99,630	35.3	1,468.67

For reference:
Equity: March 31, 2017: 108,760 million yen
March 31, 2016: 99,630 million yen

***This report is not subject to audit procedures.**

***Appropriate Use of Earnings Forecasts and Other Important Information**

(Earnings Forecasts)

The above forecasts are based on the assumptions of management in the light of information available as of the release date of this report. MEGMILK SNOW BRAND makes no assurances as to the actual results, which may differ from forecasts due to various factors such as changes in the business environment.

The Company has scheduled an earnings presentation aimed at analysts and institutional investors on Thursday, May 11, 2017, and intends to publish the presentation handout materials on its website on the same date of the event.