

This is a translation of the original Japanese text of the “Consolidated Financial Results for the Second Quarter of Fiscal Year Ending March 31, 2018.” Should there be any discrepancy between any part of this translation and the original Japanese text, the latter shall prevail.

Consolidated Financial Results

for the Second Quarter of Fiscal Year Ending March 31, 2018 <Japanese GAAP>

November 7, 2017

Company Name: GLORY LTD. Stock exchange listing: Tokyo (1st Section)
Code number: 6457 URL: <http://www.glory-global.com/>
Representative: Hirokazu Onoe President & Representative Director
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Scheduled filing date of Quarterly Securities Report: November 13, 2017
Scheduled date of dividend payments: December 5, 2017
Preparation of quarterly earnings supplementary explanatory material: Yes
Holding of quarterly earnings presentation: Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded downward.)

1. Consolidated Financial Results for the Second Quarter of Fiscal Year Ending March 31, 2018 (from April 1, 2017 to September 30, 2017)

(1) Consolidated Operating Results (cumulative)

(The percentages show the changes from the corresponding period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Six months ended September 30, 2017	104,387	2.0	6,179	(26.1)	4,757	22.7	2,041	(4.5)
Six months ended September 30, 2016	102,343	(1.7)	8,356	24.3	3,878	(42.0)	2,136	(29.2)

(Note) Comprehensive income

Six months ended September 30, 2017: ¥4,491 million [— %]
Six months ended September 30, 2016: ¥(11,919) million [— %]

	Net income per share	Fully diluted net income per share
	(Yen)	(Yen)
Six months ended September 30, 2017	31.92	—
Six months ended September 30, 2016	32.63	—

(2) Consolidated Financial Position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	(Millions of yen)	(Millions of yen)	(%)	(Yen)
As of September 30, 2017	308,979	194,139	61.7	2,982.42
As of March 31, 2017	312,821	191,443	60.1	2,939.78

(Reference) Ownership equity

As of September 30, 2017: ¥190,733 million As of March 31, 2017: ¥187,949 million

(TRANSLATION FOR REFERENCE ONLY)

2. Dividends

(Record date)	Dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Annual
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Year ended March 31, 2017	—	30.00	—	30.00	60.00
Year ending March 31, 2018	—	31.00			
Year ending March 31, 2018 (forecast)			—	51.00	82.00

(Note) Revisions to the latest dividend forecast: Yes

The year-end dividends for the fiscal year ending March 31, 2018 (forecast): Ordinary dividends of ¥31.00, 100th anniversary commemorative dividends of ¥20.00

For details on the revisions to the dividend forecast, please refer to the news release “Notice of Revision of Year-End Dividend Forecast for Fiscal Year Ending March 31, 2018 (including 100th Anniversary Commemorative Dividend) and Decision on Acquisition of Own Shares” announced on the same day as this report (November 7, 2017).

3. Consolidated Financial Forecast for the Year Ending March 31, 2018 (from April 1, 2017 to March 31, 2018)

(The percentages show the changes from the corresponding period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
Full year	235,000	5.6	21,000	3.1	21,000	22.1	13,000	25.2	203.30

(Note) Revisions to the latest consolidated financial forecast: None

Notes:

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries involving a change in the scope of consolidation):
None

(2) Application of accounting methods specific to preparation of the quarterly consolidated financial statements: Yes

(3) Changes in accounting policies and estimates, and restatements

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|---|------|
| (a) Changes in accounting policies associated with revisions of accounting standards, etc.: | None |
| (b) Changes in accounting policies other than (a): | None |
| (c) Changes in accounting estimates: | None |
| (d) Restatements: | None |

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

(a) Total number of shares issued at the end of the period (including treasury shares)

As of September 30, 2017: 68,638,210 shares

As of March 31, 2017: 68,638,210 shares

(b) Number of treasury shares at the end of the period

As of September 30, 2017: 4,496,195 shares

As of March 31, 2017: 4,496,099 shares

(c) Average number of shares (cumulative from the beginning of the period)

Six months ended September 30, 2017: 63,946,218 shares

Six months ended September 30, 2016: 65,491,237 shares

(Note) In addition to the number of treasury shares at the end of the period, there also existed Company shares owned by the “Board Incentive Plan (BIP) Trust Account” and “Employee Stock Ownership Plan (ESOP) Trust Account.” (As of September 30, 2017: 189,309 shares, As of March 31, 2017: 208,950 shares)

(TRANSLATION FOR REFERENCE ONLY)

(Note) These “Consolidated Financial Results” are not required to be subjected to quarterly reviews.

(Note) Explanation regarding the appropriate use of financial forecasts and other special items

The forward-looking statements such as operational forecasts contained in this report are based on the information currently available to the Company and certain assumptions which the Company regards as legitimate, and are not promises regarding the achievement of forecasts. Actual performance may differ greatly from these forecasts due to various present and future factors.