Note) This is an English translation of summarized consolidated financial results prepared for readers' convenience. Should there be any inconsistency between the translation and the original Japanese text, the latter shall prevail.

[Summary] Consolidated Financial Report for the Fiscal Year Ended March 31, 2017 [Japan GAAP]

May 9, 2017

Nihon Unisys, Ltd.

Stock Listing: Tokyo Stock Exchange 1st Section
Stock Code: 8056
URL: http://www.unisys.co.jp/
Representative: Akiyoshi Hiraoka, Representative Director, President & CEO
Scheduled Date for Ordinary General Meeting of Shareholders: June 28, 2017
Scheduled Starting Date for Dividend Payment: June 29, 2017
Scheduled Submission Date for Securities Report: June 29, 2017
Earnings Supplementary Explanatory Documents: yes
Earnings Results Briefing: yes (for institutional investors, analysts and press)

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

1. Consolidated Financial Results in FY2017 (from April 1, 2016 to March 31, 2017)

(1) Consolidated Results of Operations

(Percentage below represents increase (decrease) from previous year)

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to Owners of Parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY2017	282,249	1.5	14,314	14.3	13,852	14.0	10,261	15.0
FY2016	278,039	3.3	12,525	14.6	12,155	(1.7)	8,920	23.1

(Note) Comprehensive Income FY2017: 13,054 Million Yen (—%) FY2016: -1,480 Million Yen (—%)

	Earnings Per Share	Diluted Earnings Per Share	Return on Equity	Ordinary Income to Total Assets	Operating Income to Net
	Yen	Yen	%	%	%
FY2017	96.49	96.05	11.4	7.2	5.1
FY2016	93.71	82.33	10.5	6.2	4.5

(Reference) Share of Profit of Entities Accounted for Using Equity Method FY2017: 79 Million Yen FY2016: 61 Million Yen

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
FY2017	192,694	90,772	46.7	896.39
FY2016	193,094	91,213	46.8	847.51

(Reference) Equity FY2017: 89,918Million Yen FY2016: 90,374 Million Yen

(3) Consolidated Cash Flow Status

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents at End of Period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
FY2017	29,922	(15,906)	(11,756)	17,823
FY2016	10,989	(10,565)	(8,186)	15,564

2. Dividends

	Dividends Per Share					Total Dividends (Annual)	Dividend Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	End of Q1	End of Q2	End of Q3	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
FY2016	—	15.00	—	15.00	30.00	3,010	32.0	3.5
FY2017	—	17.50	—	17.50	35.00	3,639	36.3	4.0
FY2018 (Forecast)	—	20.00	—	20.00	40.00		36.5	

3. Consolidated Earnings Forecast for FY2018 (from April 1, 2017 to March 31, 2018)

(Percentage below represents increase (decrease) from previous year)

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to		Earnings Per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of yen	%	Yen
FY2018 1st Half	130,000	2.0	5,500	10.4	5,500	9.9	3,700	5.4	36.89
FY2018	290,000	2.7	16,000	11.8	15,800	14.1	11,000	7.2	109.66

* Notes

(1) Change in the scope of consolidation (change of condition of significant consolidated subsidiaries) during the period: No

(2) Changes in accounting policies, changes in accounting estimates and restatement of corrections

1. Changes in accounting policies in association with revision in accounting standards: No
2. Other changes in accounting policies: No
3. Changes in accounting estimates: No
4. Restatement of corrections: No

(3) Number of shares outstanding (common stock) (shares)

1. Number of shares outstanding (including treasury shares)	FY2017	109,663,524	FY2016	109,663,524
2. Number of shares of treasury shares	FY2017	9,351,876	FY2016	3,035,570
3. Average number of shares outstanding (during the period)	FY2017	106,342,599	FY2016	95,187,267

(Reference) Summary of Non-Consolidated Performance Results

1. Non-Consolidated Financial Results in FY2017 (from April 1, 2016 to March 31, 2017)

(1) Non-Consolidated Results of Operations

(Percentage below presents increase (decrease) from previous year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY2017	170,281	1.4	7,704	2.7	9,120	6.2	7,770	(8.1)
FY2016	167,856	2.6	7,500	6.9	8,589	(24.8)	8,453	9.3

	Earnings Per Share	Diluted Earnings Per Share
	Yen	Yen
FY2017	73.07	72.73
FY2016	88.80	78.00

(2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
FY2017	156,139	77,791	49.6	772.55
FY2016	160,093	83,104	51.7	776.80

(Reference) Equity FY2017: 77,497 Million Yen FY2016: 82,835 Million Yen

2. Non-Consolidated Earnings Forecast for FY2017 (from April 1, 2016 to March 31, 2017)

(Percentage below represents increase(decrease)from previous year)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
FY2018 1st Half	80,500	1.4	3,300	4.0	5,800	29.0	4,500	24.8	44.86
FY2018	174,000	2.2	8,000	3.8	11,500	26.1	8,500	9.4	84.73

* Implementation status of audit procedures

This Consolidated Financial Report is not subject to audit procedures.

* Comment regarding appropriate usage of earnings forecast, and other special notes

The forward-looking statements such as earnings forecasts contained in this document are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. The Company makes no warranty as to the achievability of what is described in the statements. Actual results may differ from these forecasts due to various factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

Millions of Yen

	FY2016 (As of March 31, 2016)	FY2017 (As of March 31, 2017)
ASSETS		
Current assets		
Cash and deposits	15,564	17,823
Notes and accounts receivable - trade	70,446	70,275
Merchandise and finished goods	9,374	5,708
Work in process	2,341	1,684
Raw materials and supplies	223	317
Deferred tax assets	6,194	6,307
Prepaid expenses	9,703	11,079
Other	8,836	5,117
Allowance for doubtful accounts	(163)	(59)
Total current assets	**122,520**	**118,255**
Non-current assets		
Property, plant and equipment		
Buildings and structures	12,719	12,312
Accumulated depreciation	(9,552)	(8,213)
Buildings and structures, net	3,167	4,098
Machinery, equipment and vehicles	28,884	29,739
Accumulated depreciation	(21,513)	(21,271)
Machinery, equipment and vehicles, net	7,371	8,467
Land	618	618
Other	10,318	9,669
Accumulated depreciation	(7,455)	(6,335)
Other, net	2,862	3,334
Total property, plant and equipment	**14,019**	**16,519**
Intangible assets		
Goodwill	920	836
Software	19,933	21,602
Other	269	300
Total intangible assets	**21,123**	**22,739**
Investments and other assets		
Investment securities	15,544	17,911
Deferred tax assets	4,175	1,463
Net defined benefit asset	832	945
Other	15,353	15,175
Allowance for doubtful accounts	(475)	(316)
Total investments and other assets	**35,431**	**35,179**
Total non-current assets	**70,574**	**74,439**
Total assets	**193,094**	**192,694**

Millions of Yen

	FY2016 (As of March 31, 2016)	FY2017 (As of March 31, 2017)
LIABILITIES		
Current liabilities		
Notes and accounts payable - trade	22,940	22,609
Short-term loans payable	475	350
Current portion of convertible bond	1,085	—
Current portion of long-term loans payable	16,015	11,007
Commercial papers	—	6,000
Income taxes payable	1,173	1,965
Accrued expenses	8,922	9,985
Advances received	13,637	13,838
Allowance for loss on contract development	55	312
Other provision	820	1,232
Asset retirement obligations	517	—
Other	9,631	9,146
Total current liabilities	**75,273**	**76,448**
Non-current liabilities		
Long-term loans payable	18,915	20,282
Provision	1,136	1,147
Net defined benefit liability	4,822	1,813
Asset retirement obligations	974	1,132
Other	760	1,097
Total non-current liabilities	**26,608**	**25,473**
Total liabilities	**101,881**	**101,921**
NET ASSETS		
Shareholders' equity		
Capital stock	5,483	5,483
Capital surplus	14,200	14,200
Retained earnings	73,364	80,085
Treasury shares	(3,746)	(13,592)
Deposit for subscriptions to treasury shares	6	—
Total shareholders' equity	**89,309**	**86,096**
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	4,297	4,625
Deferred gains or losses on hedges	(16)	1
Remeasurements of defined benefit plans	(3,216)	(805)
Total accumulated other comprehensive income	**1,065**	**3,821**
Subscription rights to shares	269	294
Non-controlling interests	569	560
Total net assets	**91,213**	**90,772**
Total liabilities and net assets	**193,094**	**192,694**

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

(Consolidated Statements of Income)

Millions of Yen

	FY2016 (Fiscal year ended March 31, 2016)	FY2017 (Fiscal year ended March 31, 2017)
Net sales	**278,039**	**282,249**
Cost of sales	**213,428**	**215,521**
Gross profit	**64,610**	**66,727**
Selling, general and administrative expenses		
Selling expenses	10,324	9,882
General and administrative expenses	41,761	42,530
Total selling, general and administrative expenses	**52,085**	**52,413**
Operating income	**12,525**	**14,314**
Non-operating income		
Interest income	38	6
Dividend income	380	353
Share of profit of entities accounted for using equity method	61	79
Rebate revenue	69	93
Other	216	140
Total non-operating income	**766**	**672**
Non-operating expenses		
Interest expenses	249	194
Settlement package	219	693
Other	666	246
Total non-operating expenses	**1,135**	**1,134**
Ordinary income	**12,155**	**13,852**
Extraordinary income		
Gain on sales of investment securities	434	101
Gain on reversal of subscription rights to shares	188	64
Other	4	6
Total extraordinary income	**628**	**171**
Extraordinary losses		
Loss on sales and retirement of non-current assets	207	53
Office transfer expenses	574	―
Impairment loss	18	337
Other	263	80
Total extraordinary losses	**1,064**	**471**
Profit before income taxes	**11,719**	**13,553**
Income taxes - current	**1,389**	**1,765**
Income taxes - deferred	**1,370**	**1,489**
Total income taxes	**2,760**	**3,255**
Profit	**8,959**	**10,298**
Profit attributable to non-controlling interests	**38**	**36**
Profit attributable to owners of parent	**8,920**	**10,261**

(Consolidated Statements of Comprehensive Income)

Millions of Yen

	FY2016 (Fiscal year ended March 31, 2016)	FY2017 (Fiscal year ended March 31, 2017)
Profit	**8,959**	**10,298**
Other comprehensive income		
Valuation difference on available-for-sale securities	(1,213)	328
Deferred gains or losses on hedges	(5)	17
Remeasurements of defined benefit plans	(9,220)	2,410
Share of other comprehensive income of entities accounted for using equity method	0	(0)
Total other comprehensive income	**(10,440)**	**2,756**
Comprehensive income	**(1,480)**	**13,054**
(Breakdown)		
Comprehensive income attributable to owners of parent	(1,519)	13,017
Comprehensive income attributable to non-controlling interests	38	36

(3) Consolidated Statement of Changes in Equity

FY2016 [From April 1, 2015 to March 31, 2016]

(Millions of Yen)

	Shareholders' equity					
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Deposit for subscriptions to treasury shares	Total shareholders' equity
Balance at beginning of period	5,483	15,281	68,031	(19,283)	2	69,515
Cumulative effects of changes in accounting policies		(1,081)	287			(793)
Restated balance	5,483	14,200	68,319	(19,283)	2	68,722
Changes of items during the period						
Dividends of surplus			(2,351)			(2,351)
Profit attributable to owners of parent			8,920			8,920
Change in treasury shares of parent arising from transactions with non-controlling		0				0
Conversion of convertible bond			(1,510)	15,443		13,933
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares			(12)	94	(2)	79
Deposit for subscriptions to treasury shares					6	6
Net changes of items other than shareholders' equity						
Total changes of items during the period	—	0	5,045	15,537	3	20,586
Balance at end of period	5,483	14,200	73,364	(3,746)	6	89,309

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains (losses) on hedges	Re-measurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	5,511	(10)	6,004	11,505	366	587	81,975
Cumulative effects of changes in accounting policies							(793)
Restated balance	5,511	(10)	6,004	11,505	366	587	81,182
Changes of items during the period							
Dividends of surplus							(2,351)
Profit attributable to owners of parent							8,920
Change in treasury shares of parent arising from transactions with non-controlling							0
Conversion of convertible bond							13,933
Purchase of treasury shares							(0)
Disposal of treasury shares							79
Deposit for subscriptions to treasury shares							6
Net changes of items other than shareholders' equity	(1,213)	(5)	(9,220)	(10,440)	(97)	(18)	(10,555)
Total changes of items during the period	(1,213)	(5)	(9,220)	(10,440)	(97)	(18)	10,030
Balance at end of period	4,297	(16)	(3,216)	1,065	269	569	91,213

FY2017 [From April 1, 2016 to March 31, 2017]

(Millions of Yen)

	Shareholders' equity					
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Deposit for subscriptions to treasury shares	Total shareholders' equity
Balance at beginning of period	5,483	14,200	73,364	(3,746)	6	89,309
Changes of items during the period						
Dividends of surplus			(3,483)			(3,483)
Profit attributable to owners of parent			10,261			10,261
Conversion of convertible bond			(127)	1,212		1,085
Purchase of treasury shares				(11,131)		(11,131)
Disposal of treasury shares			(9)	71	(6)	55
Net changes of items other than shareholders' equity						
Total changes of items during the period	—	—	6,640	(9,846)	(6)	(3,212)
Balance at end of period	5,483	14,190	80,005	(13,592)	—	86,096

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains (losses) on hedges	Re-measurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	4,297	(16)	(3,216)	1,065	269	569	91,213
Changes of items during the period							
Dividends of surplus							(3,483)
Profit attributable to owners of parent							10,261
Conversion of convertible bond							1,085
Purchase of treasury shares							(11,131)
Disposal of treasury shares							55
Net changes of items other than shareholders' equity	327	17	2,410	2,756	25	(9)	2,772
Total changes of items during the period	327	17	2,410	2,756	25	(9)	(440)
Balance at end of period	4,625	1	(805)	3,821	294	560	90,772

(4) Consolidated Statements of Cash Flows

Millions of Yen

	FY2016 (Fiscal year ended March 31, 2016)	FY2017 (Fiscal year ended March 31, 2017)
Net cash provided by (used in) operating activities		
Profit before income taxes	11,719	13,553
Depreciation	9,405	9,232
Impairment loss	18	337
Amortization of goodwill	83	83
Loss (gain) on sales of investment securities	(434)	(58)
Increase(decrease) in allowance for loss on contract development	(1,632)	257
Increase (decrease) in other provision	797	160
Increase (decrease) in net defined benefit liability	4,269	(3,009)
Decrease (increase) in net defined benefit asset	6,343	(112)
Increase (decrease) in remeasurements of defined benefit plans	(13,442)	3,387
Interest and dividend income	(419)	(359)
Interest expenses	249	194
Decrease (increase) in notes and accounts receivable - trade	(2,325)	170
Decrease (increase) in inventories	(2,038)	4,228
Decrease (increase) in advances paid	(834)	1,027
Increase (decrease) in notes and accounts payable - trade	(2,290)	(331)
Increase (decrease) in accrued expenses	1,232	1,063
Other	551	1,260
Subtotal	11,253	31,086
Interest and dividend income received	422	362
Interest expenses paid	(337)	(201)
Income taxes paid	(347)	(1,325)
Net cash provided by (used in) operating activities	10,989	29,922
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(3,957)	(5,967)
Proceeds from sales of property, plant and equipment	7	2
Purchase of intangible assets	(7,152)	(8,059)
Purchase of investment securities	(710)	(2,081)
Proceeds from sales of investment securities	1,195	239
Proceeds from redemption of investment securities	—	300
Payments for asset retirement obligations	—	(438)
Other	51	98
Net cash provided by (used in) investing activities	(10,565)	(15,906)
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term loans payable	(3,525)	(125)
Proceeds from long-term loans payable	13,275	12,375
Repayments of long-term loans payable	(15,115)	(16,015)
Proceeds from sales and leasebacks	—	1,078
Repayments of other borrowings	(482)	(454)
Increase (decrease) in commercial papers	—	6,000
Purchase of treasury shares	(0)	(11,131)
Cash dividends paid	(2,349)	(3,480)
Dividends paid to non-controlling interests	(48)	(46)
Other	60	42
Net cash provided by (used in) financing activities	(8,186)	(11,756)
Net increase (decrease) in cash and cash equivalents	(7,761)	2,259
Cash and cash equivalents at beginning of period	23,326	15,564
Cash and cash equivalents at end of period	15,564	17,823