To whom it may concern:

February 9, 2017

Company name: Inabata & Co., Ltd.
Representative: Katsutaro Inabata, Director, President
(Stock code: 8098, First Section of Tokyo Stock Exchange)
Inquiries: Kenichi Yokota,
Director and Managing Executive Officer
(Tel: 03-3639-6421)

Notice Concerning Recording of Gain on Sales of Investment Securities (Extraordinary Income)

Inabata & Co., Ltd (the "Company") hereby announces that it resolved to sell part of the investment securities held by the Company at Board of Directors' meetings on January 30 and February 9, 2017. As a result of this decision, the Company expects to record extraordinary income in the fourth quarter of the fiscal year ending March 31, 2017 (January 1, 2017 to March 31, 2017). Details are as follows.

1. Reason for sale of investment securities
   In order to pursue greater efficiency of owned assets and strengthen financial position.

2. Details of sale of investment securities

(1) Investment securities to be sold:	The marketable securities of one listed company owned by the Company.
(2) Time of recognition of gain on sales of investment securities:	January – February 2017
(3) Gain on sales of investment securities:	Approx. 3,200 million yen (estimate)

3. Future outlook
   The above gain on sales of investment securities will be recorded as extraordinary income recognized in the fourth quarter of the fiscal year ending March 31, 2017. The amounts of the Company's full-year forecasts of consolidated financial results presented in today's announced Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2016 remain unchanged from those announced on May 10, 2016. However, the Company is currently examining the forecasts by taking other factors in consideration, and it will provide prompt disclosure in the event that a forecast revision is required.