The original disclosure in Japanese was released on April 21, 2017 at 15:15 (GMT+9).
This is a summary translation of a press release made in Japanese for convenience only.

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April 21, 2017

Financial Results for the Year Ended March 31, 2017

[Japanese GAAP]

(Summary of Japanese announcement)

(Japanese yen figures less than one million yen are rounded down)

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

(1) Consolidated Operating Results

(figures with % indicate the rate of change from the same period of the previous fiscal year)

	Net sales [¥ million]	[%]	Operating income [¥ million]	[%]	Ordinary income [¥ million]	[%]	Profit attributable to JAFCO Co., Ltd. stockholders [¥ million]	[%]
For the year ended March 31, 2017	27,857	(32.3)	12,324	(35.9)	13,666	(31.0)	11,073	(34.9)
For the year ended March 31, 2016	41,155	(33.6)	19,226	(50.0)	19,808	(50.6)	17,018	(38.6)

Note: Comprehensive income Year ended March 31, 2017: ¥22,791 million (292.0%)
Year ended March 31, 2016: ¥5,814 million (negative 80.5%)

	Profit per share [¥]	Fully diluted net income per share [¥]	Return on equity [%]	Ordinary income/ total assets [%]	Operating income/net sales [%]
For the year ended March 31, 2017	249.59	-	5.6	6.0	44.2
For the year ended March 31, 2016	383.57	-	9.0	8.7	46.7

(2) Consolidated Financial Position

	Total assets [¥ million]	Net assets [¥ million]	Equity ratio [%]	Net assets per share [¥]
As of March 31, 2017	237,902	207,855	87.4	4,684.87
As of March 31, 2016	214,245	189,501	88.5	4,271.15

(Reference) Shareholders' equity As of March 31, 2017: ¥207,855 million
As of March 31, 2016: ¥189,501 million

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities [¥ million]	Net cash provided by (used in) investing activities [¥ million]	Net cash provided by (used in) financing activities [¥ million]	Cash and cash equivalents as of fiscal year end [¥ million]
For the year ended March 31, 2017	15,117	(1,580)	(5,817)	107,179
For the year ended March 31, 2016	12,788	11,768	(14,092)	99,302

2. Dividends

	Dividend per share [¥]					Cash dividends paid [¥ million]	Consolidated payout ratio [%]	Dividend/ shareholders' equity [%]
(Record date)	End of 1Q	End of 2Q	End of 3Q	End of the year	Total			
For the year ended March 31, 2016	-	-	-	100.00	100.00	4,436	26.1	3.1
For the year ended March 31, 2017	-	-	-	100.00	100.00	4,436	40.1	2.9
For the year ending March 31, 2018 (Forecast)	-	-	-	-	-		-	

Notes: 1. The amount of dividend for the year ended March 31, 2017 is tentative. The forecast of dividend amount for the year ending March 31, 2018 is unfixed.
2. We have set a policy to pay dividends of approximately 3% of shareholders' equity (initial and term-end average value) effective fiscal year ended March 31, 2017.

3. Business Forecasts (April 1, 2017 – March 31, 2018)

Volatility in stock markets and the IPO environment in Japan and overseas causes performance to fluctuate, as a result of which it is difficult to make meaningful forecasts in earnings. Therefore, instead of announcing projections, JAFCO makes timely disclosure of quarterly financial results.

*Other Information

(1) Changes in significant subsidiaries during this period: None

(2) Changes in accounting principles, accounting estimates and correction of prior period errors

① Changes in accounting principles due to revisions to accounting standards: Yes
② Changes in accounting principles other than ①: None
③ Changes in accounting estimates: None
④ Correction of prior period errors: None

Notes: For details, please refer to page 17, (5) Notes for Consolidated Financial Statements (Changes in accounting principles).

(3) Number of issued shares (common stock)

① Number of issued shares (including treasury stock)
As of March 31, 2017: 48,294,336 As of March 31, 2016: 48,294,336

② Number of treasury stock
As of March 31, 2017: 3,926,884 As of March 31, 2016: 3,926,600

③ Average number of shares
For the year ended March 31, 2017: 44,367,565
For the year ended March 31, 2016: 44,367,885

*__This report is not subject to audit procedures.__

***Cautionary statements with respect to forward-looking statements and other notes**

(Access to the financial supplement materials)
The presentation material for the year ended March 31, 2017 was released on JAFCO's website on April 21, 2017.

***Note to XBRL**

Please note that the names of the English accounts contained in XBRL data, which are available through EDINET and TDNet, may be different from those of the English accounts in our financial statements.

1. Qualitative Analysis and Financial Statements

(1) Qualitative Analysis of Consolidated Operating Results

JAFCO posted net sales of ¥27,857 million, ordinary income of ¥13,666 million, and profit attributable to JAFCO Co., Ltd. stockholders of ¥11,073 million in the consolidated fiscal year ended March 31, 2017. This compares with net sales of ¥41,155 million, ordinary income of ¥19,808 million, and profit attributable to JAFCO Co., Ltd. stockholders of ¥17,018 million for the previous full year ended March 31, 2016 (the "previous full year"). Net assets were ¥207,855 million, total assets were ¥237,902 million and the equity ratio was 87.4% as of the end of the year, compared with ¥189,501 million, ¥214,245 million and 88.5% respectively at the end of the previous full year.

(Outline of Investments)

The JAFCO Group and its funds made investments totaling ¥20,904 million (55 companies) in the year ended March 31, 2017, compared with ¥21,441 million (62 companies) in the previous full year. In Japan, we focused further on highly selective investment in promising companies. In the US, we made initial investments in three IT service providers totaling $25 million. In Asia, we made initial investments totaling $13 million in six companies in Taiwan and China.

(Outline of Capital Gains and IPOs)

Of ¥20,774 million in revenues from operational investment securities (previous full year: ¥32,376 million). Capital gains came to ¥8,800 million (previous full year: ¥15,689 million), out of which capital gains on listed shares were ¥6,499 million (previous full year: ¥9,989 million) and capital gains on unlisted shares were ¥2,301 million (previous full year: ¥5,699 million). This ¥2,301 million consisted of ¥5,893 million (previous full year: ¥10,586 million) in gains on sale and ¥3,592 million (previous full year: ¥4,887 million) in losses on sale.

There were six IPOs in Japan and three overseas by investees of the JAFCO Group and its funds (previous full year: eight IPOs in Japan and six overseas).

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Revenues from operational investment securities (1)	32,376	20,774
Proceeds from sale of securities	30,824	20,533
Dividend and interest income	1,551	240
Cost of operational investment securities (2)	16,687	11,973
Cost of securities sold	16,687	11,973
Impairment	-	-

Capital gains (1) – (2)	15,689	8,800
Multiple (1) / (2)	1.94	1.74

Capital gains on listed shares	9,989	6,499
Capital gains on unlisted shares	5,699	2,301
Gains on sale	10,586	5,893
Losses on sale	4,887	3,592

(Outline of Investment Loss Reserves)

JAFCO makes investment loss reserves for operational investment securities after taking investees' business performance into consideration. Company-by-company reserves are made if the estimated recovery amount falls below 70% of acquisition cost. General reserves had been made to cover all other unlisted portfolio companies based on our accumulated expertise in private equity. However, investments made from January 2017 onward are no longer subject to general reserves because the quality of investments has enhanced and more accurate valuation has become possible as a result of the highly selective, intensive investment strategy.

Additions to investment loss reserves for the year ended March 31, 2017 totaled ¥1,905 million, consisting of ¥2,006 million in company-by-company reserves and a reversal of ¥101 million in general reserves, compared with ¥3,098 million, ¥3,370 million and a reversal of ¥272 million respectively in the previous full year.

Company-by-company reserves were reversed by ¥4,741 million following the sale and impairment of securities in the year ended March 31, 2017, compared with ¥3,673 million reversed in the previous full year. As a result, net additions to investment loss reserves were negative ¥2,835 million, compared with negative ¥574 million in the previous full year.

Balance of investment loss reserves came to ¥12,332 million (25.9% of the balance of unlisted operational investment securities) as of March 31, 2017, compared with ¥15,176 million (29.8% of the balance of unlisted operational investment securities) at the end of the previous full year.

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Additions to investment loss reserves (1)	3,098	1,905
Company-by-company reserves	3,370	2,006
(Reversal of) General reserves	(272)	(101)
Reversal of investment loss reserves (2)	3,673	4,741
Net additions = (1)-(2) (minus figures are reversals)	(574)	(2,835)

(Millions of Yen)

	As of March 31, 2016	As of March 31, 2017
Balance of investment loss reserves	15,176	12,332
Company-by-company reserves	11,834	9,091
General reserves	3,342	3,241
Ratio for all unlisted operational investment securities	29.8%	25.9%

(Outline of Balance of Operational Investment Securities)

Difference in acquisition cost and market value of listed operational investment securities was ¥11,358 million as of March 31, 2017 (compared with ¥6,017 million at the end of the previous full year). This consisted of ¥11,679 million in unrealized gains on operational investment securities whose market value exceeds acquisition cost and ¥321 million in unrealized losses on operational investment securities whose market value falls below acquisition cost (compared with ¥6,499 million and ¥482 million respectively at the end of the previous full year).

Unrealized losses on operational investment securities were reversed by ¥157 million for the year ended March 31, 2017 (compared with reversal of ¥15 million for the previous full year).
As a result, the balance of operational investment securities stood at ¥62,274 million as of March 31, 2017, compared with ¥60,644 million at the end of the previous full year.

(Millions of Yen)

	As of March 31, 2016	As of March 31, 2017
Difference between acquisition cost and market value of listed operational investment securities	6,017	11,358
Securities whose market value exceeds acquisition cost	6,499	11,679
Securities whose market value falls below acquisition cost	(482)	(321)

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
(Reversal of) Unrealized losses on operational investment securities	(15)	(157)

Balance of Operational Investment Securities (Millions of Yen)

	As of March 31, 2016		As of March 31, 2017	
	Acquisition cost	Figures on the consolidated B/S	Acquisition cost	Figures on the consolidated B/S
Listed	3,763	9,780	3,243	14,601
Unlisted	45,300	48,215	43,111	45,589
Subtotal	49,064	57,996	46,354	60,190
Investments in other funds	2,257	2,648	1,720	2,084
Total	51,322	60,644	48,075	62,274

Notes: 1. “Investments in other funds” is investment in funds managed by third parties.
2. The difference in “Acquisition cost” and “Figures on the consolidated balance sheets” for unlisted securities and investments in other funds only reflects foreign exchange translation difference.

(Outline of Fund Operations)

Fees from fund operations for the year ended March 31, 2017 totaled ¥7,062 million (previous full year: ¥8,688 million) as shown below.

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Income from partnership management	8,688	7,062
Fund management fees	3,812	3,494
Success fees	4,875	3,567

Note: Fund management fees and success fees are based on commitment amount excluding the JAFCO Group's commitment.

(2) Outline of Consolidated Financial Condition

(Outline of Assets, Liabilities, and Net Assets)

Total assets came to ¥237,902 million, comprising current assets of ¥158,549 million and noncurrent assets of ¥79,352 million as of March 31, 2017, compared with ¥214,245 million, ¥148,370 million and ¥65,875 million respectively at the end of the previous full year.

Total liabilities came to ¥30,046 million, comprising current liabilities of ¥9,371 million and noncurrent liabilities of ¥20,675 million as of March 31, 2017, compared with ¥24,744 million, ¥4,850 million and ¥19,893 million respectively at the end of the previous full year.

Net assets as of March 31, 2017 came to ¥207,855 million, compared with ¥189,501 million at the end of the previous full year.

(Outline of Cash Flows)

Cash flows from operating activities for the year ended March 31, 2017 resulted in a cash inflow of ¥15,117 million, compared with a cash inflow of ¥12,788 million in the previous full year. This is mainly due to the sale of operational investment securities.

Cash flows from investing activities for the year ended March 31, 2017 resulted in a cash outflow of ¥1,580 million, compared with a cash inflow of ¥11,768 million in the previous full year. This is mainly due to the acquisition of investment securities.

Cash flows from financing activities for the year ended March 31, 2017 resulted in a cash outflow of ¥5,817 million, compared with a cash outflow of ¥14,092 million in the previous full year. This is mainly due to the payment of dividends.

As a result of the above, cash and cash equivalents increased by ¥7,877 million. The balance as of March 31, 2017 came to ¥107,179 million, out of which ¥9,371 million was JAFCO's interest in funds (compared with ¥99,302 million and ¥6,987 million respectively as of the end of the previous full year). JAFCO's uncalled commitment to JAFCO-operated funds stood at ¥19,385 million as of March 31, 2017 (compared with ¥18,220 million a year earlier).

(Reference) Cash flow indices

Fiscal Year ended	March 2013	March 2014	March 2015	March 2016	March 2017
Equity ratio (%)	68.6	72.4	78.7	88.5	87.4
Market price-based equity ratio (%)	88.4	93.3	83.0	71.7	69.7
Cash flow/ Interest-bearing debt ratio (year)	4.2	0.6	0.5	0.4	0.3
Interest coverage ratio (times)	21.9	94.0	162.8	82.4	300.5

Equity ratio: Shareholders' equity / total assets
Market price-based equity ratio: Market capitalization/ total assets
Cash flow/Interest-bearing debt ratio: Interest-bearing debt/ cash flow
Interest coverage ratio: Cash flow/ interest expense

Notes: 1. The above figures are calculated using consolidated financial data based on interest consolidation method (reflecting only JAFCO Group's interests in funds).
2. Market capitalization is based on the number of issued shares excluding treasury stock.
3. Operating cash flows are used as cash flow.
4. The interest-bearing debts include all the liabilities on the balance sheets, whose interest is being paid.

(3) Policy on Distribution of Profits and Dividends for the Year Ended March 31, 2017 / Next Fiscal Year

JAFCO, which primarily focuses on private equity investment, plans to provide continuous shareholder returns in more flexible manner.

As an indicator to demonstrate our positive approach, we have set a policy to pay dividends of approximately 3% of shareholders' equity (initial and term-end average value) effective fiscal year ended March 31, 2017.

We will maintain solid equity capital and financial base that underpin the continuity of our private equity investment business, and build an investment structure and a profit base that allow us to adapt to any operating environment. We aim to ensure a good balance between the levels of shareholders' equity and return to shareholders based on the above indicator.

Regarding the dividend for the year ended March 31, 2017, we plan to pay ¥100 per share (previous full year: ¥100 per share) based on this policy.

2. Basic Rationale for Selection of Accounting Standards

Valuation of unlisted securities and the scope of consolidation for funds, which are essential for the proper representation of the JAFCO Group's financial conditions and operating performance, differ between Japanese Accounting Standards and IFRS. At present, we consider Japanese Accounting Standards reasonable and have no immediate plans to convert to IFRS for the preparation of consolidated financial statements.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of Yen)

	As of March 31, 2016	As of March 31, 2017
Assets		
Current assets		
Cash and deposits	18,431	88,179
Operational investment securities	60,644	62,274
Investment loss reserves	(15,176)	(12,332)
Securities	80,870	19,000
Deferred tax assets	42	50
Other	3,556	1,376
Total current assets	148,370	158,549
Non-current assets		
Property, plant and equipment		
Buildings, net	122	97
Furniture and fixture	219	170
Total property, plant and equipment	342	268
Intangible assets		
Software	99	74
Telephone subscription right	4	3
Total intangible assets	103	78
Investments and other assets		
Investment securities	64,536	78,140
Investments in capital	34	32
Long-term loans receivable	166	143
Deferred tax assets	133	146
Other	559	543
Total investments and other assets	65,430	79,006
Total non-current assets	65,875	79,352
Total assets	214,245	237,902

(Millions of Yen)

	As of March 31, 2016	As of March 31, 2017
Liabilities		
Current liabilities		
Current portion of bonds	—	2,000
Current portion of long-term loans payable	1,724	1,343
Income taxes payable	200	1,860
Deferred tax liabilities	564	2,143
Provision for bonuses	346	324
Allowance for extraordinary compensation for directors	165	156
Reserve for success fee refunds	146	6
Other	1,703	1,537
Total current liabilities	4,850	9,371
Non-current liabilities		
Bonds payable	2,000	—
Long-term loans payable	1,978	977
Net defined benefit liability	582	580
Deferred tax liabilities	15,290	19,074
Other	42	42
Total non-current liabilities	19,893	20,675
Total liabilities	24,744	30,046
Net assets		
Shareholders' equity		
Capital stock	33,251	33,251
Capital surplus	32,806	32,806
Retained earnings	101,336	107,973
Treasury shares	(20,080)	(20,081)
Total shareholders' equity	147,313	153,949
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	41,989	53,771
Foreign currency translation adjustment	193	136
Remeasurements of defined benefit plans	4	(1)
Total accumulated other comprehensive income	42,187	53,905
Total net assets	189,501	207,855
Total liabilities and net assets	214,245	237,902

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

(Consolidated Statements of Income) (Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Net sales		
Revenue from operational investment securities	32,376	20,774
Income from partnership management	8,688	7,062
Other sales	90	20
Total net sales	41,155	27,857
Cost of sales		
Cost of operational investment securities	16,687	11,973
Other cost	151	1,215
Total cost of sales	16,839	13,188
Gross profit	24,316	14,668
(Reversal of) Additions to investment loss reserves	(574)	(2,835)
(Reversal of) unrealized losses on operational investment securities	(15)	(157)
(Reversal of) Additions to reserve for success fee refunds	(10)	(140)
Gross profit - net	24,916	17,801
Selling, general and administrative expenses	5,689	5,476
Operating income	19,226	12,324
Non-operating income		
Interest income	75	34
Dividend income	1,285	1,373
Foreign exchange gains	—	59
Miscellaneous income	21	53
Total non-operating income	1,382	1,520
Non-operating expenses		
Interest expenses	114	48
Loss on valuation of investment securities	5	58
Foreign exchange losses	659	—
Office transfer expenses	5	35
Miscellaneous loss	15	36
Total non-operating expenses	800	178
Ordinary income	19,808	13,666
Extraordinary income		
Gain on bad debts recovered	—	513
Total extraordinary income	—	513
Extraordinary losses		
Total extraordinary losses	—	—
Profit before income taxes	19,808	14,180
Income taxes - current	3,539	2,865
Income taxes - deferred	(748)	240
Total income taxes	2,790	3,106
Profit	17,018	11,073
Profit attributable to non-controlling interests	—	—
Profit attributable to JAFCO Co., Ltd. stockholders	17,018	11,073

(Consolidated Statements of Comprehensive Income)

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Profit	17,018	11,073
Other comprehensive income		
Valuation difference on available-for-sale securities	(10,682)	11,781
Foreign currency translation adjustment	(558)	(57)
Remeasurements of defined benefit plans, net of tax	37	(6)
Total other comprehensive income	(11,203)	11,718
Comprehensive income	5,814	22,791
Comprehensive income attributable to		
Comprehensive income attributable to JAFCO Co., Ltd. stockholders	5,814	22,791
Comprehensive income attributable to non-controlling interests	—	—

(3) Consolidated Statements of Changes in Net Assets

Previous Consolidated Fiscal Year (April 1, 2015 － March 31, 2016)

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	33,251	32,806	88,755	(20,078)	134,734
Changes of items during period					
Dividends of surplus			(4,436)		(4,436)
Profit attributable to JAFCO Co., Ltd. stockholders			17,018		17,018
Purchase of treasury shares				(1)	(1)
Disposal of treasury shares			(0)	0	0
Net changes of items other than shareholders' equity					
Total changes of items during period	―	―	12,581	(1)	12,579
Balance at end of current period	33,251	32,806	101,336	(20,080)	147,313

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of current period	52,672	751	(32)	53,391	188,125
Changes of items during period					
Dividends of surplus					(4,436)
Profit attributable to JAFCO Co., Ltd. stockholders					17,018
Purchase of treasury shares					(1)
Disposal of treasury shares					0
Net changes of items other than shareholders' equity	(10,682)	(558)	37	(11,203)	(11,203)
Total changes of items during period	(10,682)	(558)	37	(11,203)	1,376
Balance at end of current period	41,989	193	4	42,187	189,501

Consolidated Fiscal Year ended March 31, 2017 (April 1, 2016 － March 31, 2017)

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	33,251	32,806	101,336	(20,080)	147,313
Changes of items during period					
Dividends of surplus			(4,436)		(4,436)
Profit attributable to JAFCO Co., Ltd. stockholders			11,073		11,073
Purchase of treasury shares				(0)	(0)
Disposal of treasury shares					
Net changes of items other than shareholders' equity					
Total changes of items during period	－	－	6,636	(0)	6,635
Balance at end of current period	33,251	32,806	107,973	(20,081)	153,949

	Accumulated other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income	
Balance at beginning of current period	41,989	193	4	42,187	189,501
Changes of items during period					
Dividends of surplus					(4,436)
Profit attributable to JAFCO Co., Ltd. stockholders					11,073
Purchase of treasury shares					(0)
Disposal of treasury shares					
Net changes of items other than shareholders' equity	11,781	(57)	(6)	11,718	11,718
Total changes of items during period	11,781	(57)	(6)	11,718	18,354
Balance at end of current period	53,771	136	(1)	53,905	207,855

(4) Consolidated Statements of Cash Flows

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Cash flows from operating activities		
Profit before income taxes	19,808	14,180
Depreciation	136	160
Increase (decrease) in allowance for investment loss	(574)	(2,835)
Increase (decrease) in allowance for doubtful accounts	(11)	—
Increase (decrease) in provision for bonuses	(79)	(21)
Increase (decrease) in allowance for extraordinary compensation for directors	(26)	(8)
Increase (decrease) in reserve for success fee refunds	(10)	(140)
Increase (decrease) in net defined benefit liability	56	(10)
(Reversal of) unrealized losses on operational investment securities	(15)	(157)
Unrealized losses on investment securities	5	58
Interest and dividend income	(1,361)	(1,407)
Interest expenses	114	48
Foreign exchange losses (gains)	1,346	(227)
Decrease (increase) in investment securities for sale	6,124	3,229
Decrease (increase) in consumption taxes refund receivable	(107)	326
Increase (decrease) in accrued consumption taxes	(259)	(45)
Decrease (increase) in other current assets	(293)	936
Increase (decrease) in other current liabilities	(875)	222
Other, net	(314)	41
Subtotal	23,663	14,350
Interest and dividend income received	1,380	1,407
Interest expenses paid	(155)	(50)
Income taxes paid	(12,101)	(1,570)
Income taxes refund	—	979
Net cash provided by (used in) operating activities	12,788	15,117
Cash flows from investing activities		
Purchase of securities	—	(15,000)
Proceeds from redemption of securities	12,000	15,000
Purchase of property, plant and equipment	(175)	(40)
Purchase of intangible assets	(25)	(28)
Purchase of investment securities	—	(1,500)
Proceeds from sale of investment securities	—	2
Payments of long-term loans receivable	(26)	(14)
Collection of long-term loans receivable	27	37
Increase in other investments and assets	(70)	(50)
Decrease in other investments and assets	39	13
Net cash provided by (used in) investing activities	11,768	(1,580)

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Cash flows from financing activities		
Proceeds from long-term loans payable	1,500	400
Repayments of long-term loans payable	(3,159)	(1,782)
Redemption of bonds	(8,000)	—
Cash dividends paid	(4,432)	(4,434)
Proceeds from disposal of treasury shares	0	—
Purchase of treasury shares	(1)	(0)
Net cash provided by (used in) financing activities	(14,092)	(5,817)
Effect of exchange rate change on cash and cash equivalents	(1,057)	158
Net increase (decrease) in cash and cash equivalents	9,406	7,877
Cash and cash equivalents at beginning of period	89,895	99,302
Cash and cash equivalents at end of period	(i), (ii) 99,302	(i), (ii) 107,179

(5) Notes for Consolidated Financial Statements

(Notes on premise of going concern)

None

(Changes in accounting principles)

Adoption of the "Practical Solution on a change in depreciation method due to Tax Reform 2016"

Following the revision of the Corporation Tax Act, JAFCO adopted the "Practical Solution on a change in depreciation method due to Tax Reform 2016" (ASBJ Practical Issue Task Force (PITF) No. 32, issued on June 17, 2016) from the first quarter ended June 30, 2016, and changed the method for the depreciation of facilities attached buildings and structures acquired on or after April 1, 2016 from the declining-balance method to the straight-line method. The effect of this change on the consolidated financial statements for the year ended March 31, 2017 is minimal.

(Related to consolidated statements of income)

Selling, general and administrative expenses (major items)

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Directors and corporate auditors' compensation	272	259
Allowance for extraordinary compensation for directors	165	156
Salaries expenses	2,120	1,994
Bonuses to employees	555	472
Retirement benefit expenses	166	78
Rental expenses	470	449

(Related to consolidated statements of cash flows)

(i) Relationship between the balance of cash and cash equivalents as of the fiscal year end and the items stated in the consolidated balance sheets

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Cash and time deposits	18,431	88,179
Securities	80,870	19,000
Cash and cash equivalents	99,302	107,179

(ii) Breakdown of JAFCO's interest of cash and cash equivalents in funds

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Cash and time deposits	6,129	9,371
Securities	858	-
Cash and cash equivalents	6,987	9,371

(iii) JAFCO's uncalled commitment to JAFCO-operated funds as of March 31, 2017 stood at ¥19,385 million, compared with ¥18,220 million at the end of the previous full year.

(Segment information)

Previous Consolidated Fiscal Year (April 1, 2015 –March 31, 2016) and Consolidated Fiscal Year ended March 31, 2017 (April 1, 2016 –March 31, 2017)

Since the JAFCO Group carries out managements of funds as a single business segment, business segment information is not presented.

(Notes on marketable securities)

(i) Held-to-maturity bonds

None

(ii) Available-for-sale securities

(Millions of Yen)

	Type	As of March 31, 2016			As of March 31, 2017		
		Figures on the consolidated B/S	Acquisition cost	Difference	Figures on the consolidated B/S	Acquisition cost	Difference
Securities whose B/S amount exceeds acquisition cost	Operational investment securities						
	(1) Stock	8,984	2,484	6,499	14,175	2,495	11,679
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	8,984	2,484	6,499	14,175	2,495	11,679
	Investment securities						
	(1) Stock	63,545	12,755	50,790	75,716	12,755	62,960
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	63,545	12,755	50,790	75,716	12,755	62,960
	Marketable securities						
	(1) Stock	-	-	-	-	-	-
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	-	-	-	-	-	-
	Total	72,530	15,240	57,289	89,891	15,251	74,640
Securities whose B/S amount falls below acquisition cost	Operational investment securities						
	(1) Stock	796	1,278	(482)	426	748	(321)
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	-	-	-
	Subtotal	796	1,278	(482)	426	748	(321)

	Investment securities						
	(1) Stock	23	29	(5)	27	29	(1)
	(2) Bond	-	-	-	-	-	-
	(3) Others	-	-	-	1,437	1,500	(62)
	Subtotal	23	29	(5)	1,464	1,529	(64)
	Marketable securities						
	(1) Stock	-	-	-	-	-	-
	(2) Bond	-	-	-	-	-	-
	(3) Others	80,870	80,870	-	19,000	19,000	-
	Subtotal	80,870	80,870	-	19,000	19,000	-
	Total	81,690	82,179	(488)	20,891	21,277	(386)
Grand total		154,221	97,419	56,801	110,783	36,528	74,254

Note: The following items are not included in the above table because they have no market value, making it difficult to determine fair value.

(Millions of Yen)

	As of March 31, 2016	As of March 31, 2017
	Figures on the consolidated B/S	Figures on the consolidated B/S
Available-for-sale securities		
Operational investment securities		
Unlisted stock	46,164	44,882
Unlisted domestic and foreign bonds	662	694
Others	4,036	2,096
Investment securities		
Unlisted stock	966	958

(iii) Available-for-sale securities which were sold

(Millions of Yen)

	For the year ended March 31, 2016			For the year ended March 31, 2017		
	Proceeds from sale	Total gain on sale	Total loss on sale	Proceeds from sale	Total gain on sale	Total loss on sale
Operational investment securities	30,824	19,810	(5,673)	20,533	12,184	(3,624)
Investment securities	-	-	-	2	-	(0)
Total	30,824	19,810	(5,673)	20,536	12,184	(3,624)

(iv) Impairment of securities

During the year ended March 31, 2017, impairment losses of ¥2 million were recorded against available-for-sale securities (including those for which it is difficult to determine the fair value). No impairment losses were recorded for the previous full year.

(Per share information)

(Yen)

For the year ended March 31, 2016		For the year ended March 31, 2017	
Net assets per share	4,271.15	Net assets per share	4,684.87
Profit per share	383.57	Profit per share	249.59

Notes: 1. Fully diluted profit per share is not shown because there are no dilutive potential shares.
2. Profit per share is calculated based on the following data.

	For the year ended March 31, 2016	For the year ended March 31, 2017
Profit per share		
Profit attributable to JAFCO Co., Ltd. stockholders (¥ million)	17,018	11,073
Amount not appertaining to common stock shareholders(¥ million)	-	-
Profit related to common shares attributable to JAFCO Co., Ltd. stockholders (¥ million)	17,018	11,073
Weighted average number of common shares during the period (thousand shares)	44,367	44,367

(Significant subsequent events)

None

4. Other Information

(1) Investments and IPOs

(i) Investments

(Millions of Yen)

	For the year ended March 31, 2016		For the year ended March 31, 2017	
	Amount	No. of co's	Amount	No. of co's
Equity				
(Japan)	12,195	36	15,180	33
(USA)	5,008	10	3,938	12
(Asia)	4,236	16	1,786	10
Total	21,441	62	20,904	55

Notes: 1. Investment amount is a total of investments by the JAFCO Group and funds.
2. Investments denominated in foreign currencies are translated into yen on a quarterly basis using the exchange rate at the end of each quarter.
3. Life science investments in the U.S. (carried out by the venture investment division in Japan) are included in Japan on the above chart.

(ii) IPOs

(Japan)

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Number of IPOs	8	6
Investment cost (1)	2,610	5,212
Market value at IPOs (2)	8,273	20,727
Multiple (2)/(1)	3.2	4.0

Notes: 1. “Investment cost” and “Market value at IPO” are total amounts by the JAFCO Group and funds.
2. “Market value at IPO” is calculated by multiplying the number of shares held prior to the IPO by first price.

(Overseas)

(Millions of Yen)

	For the year ended March 31, 2016	For the year ended March 31, 2017
Number of IPOs	6	3
Investment cost (1)	4,395	874
Market value at IPOs (2)	10,784	3,407
Multiple (2)/(1)	2.5	3.9

Notes: 1. “Investment cost” and “Market value at IPO” are total amounts by the JAFCO Group and funds. Exchange rate at the time of IPO is used for conversion.
2. “Market value at IPO” is calculated by multiplying the number of shares held prior to the IPO by first price.

(2) Establishment of Funds

Fiscal Year ended March 31, 2017 (April 1, 2016 - March 31, 2017)

Newly established funds:

(Millions of Yen)

Fund name	Total commitments as of Mar. 31, 2017
JAFCO SV5 Series	65,000

Funds established in the previous fiscal year whose total commitments increased in this period (under fundraising):

(Millions of US$)

Fund name	Total commitments as of Mar. 31, 2017	Total commitments as of Mar. 31, 2016	Increase in commitments
Icon Ventures VI, L.P.	225	158	66

Fiscal Year ended March 31, 2016 (April 1, 2015 - March 31, 2016)

Newly established funds:

(Millions of US$)

Fund name	Total commitment as of Mar. 31, 2016
Icon Ventures VI, L.P.	158