

Notice Regarding Differences between Projected Financial Results and Actual Financial Results, Posting of non-operating income and Dividends from Retained Earnings

Tokyo, May 13, 2016 - DAISHINKU CORP. announced that there were differences between the forecast of financial results for the fiscal year ended March 31, 2016 (April 1, 2015 to March 31, 2016) that had been previously announced on May 15, 2015 and the actual financial results that were announced today and posting of non-operating income due to proceeds from a subsidy. In addition, DAISHINKU CORP. resolved at its Board of Directors' meeting held on May 13, 2016 to pay dividends from retained earnings regarded March 31, 2016 as the record date. The details are as follows:

1. Differences between Forecast of Financial Results for the Fiscal Year Ended March 31, 2016 (April 1, 2015 to March 31, 2016) and the Actual Financial Results

(Units: Millions of Yen)

	Net Sales	Operating Income	Recurring Income	Profit attributable to owners of parent	Net Income per share
Previous Forecast (A)	33,000	450	410	60	1.48
Fiscal Year Ended March 31, 2016 (B)	32,182	693	697	139	3.46
Difference (B-A)	(818)	243	287	79	-
% Change	(2.5)	(54.0)	70.0	131.7	-
(Reference) Fiscal Year Ended March 31, 2015	31,076	(2,286)	(1,170)	(6,346)	(155.44)

Reason

Regarding Net Sales, it fell below the original forecast because sales of products for audio-visual equipment and HEMS (Home Energy Management System) didn't grow as much as expected, beside the exchange rate of the 4th quarter remained stronger yen compared to the previous assumption (120 yen per US dollar). However, Operating Income, Recurring Income and Profit attributable to owners of parent exceeded the previous forecast because of better profitability by the improvement of product mix.

2. Posting of non-operating income due to proceeds from a subsidy

Proceeds of JPY 400 million were posted in non-operating income because we had received a subsidy for building facilities and factories from Tottori Prefecture Japan in the 4th quarter current fiscal year.

For more detail; Differences between Forecast of Financial Results for the Fiscal Year Ended March 31, 2016 (April 1, 2015 to March 31, 2016) and the Actual Financial Results.

3. Details of Dividends

	Dividend Declared of the Fiscal Year Ended March 2016	Previous Forecast (Announced on November 12, 2016)	Result of the Fiscal Year Ended March 2015
Record Date	March 31, 2016	Same as left	September 30, 2014
Dividend per Share	JPY 2	—	JPY 2
Total Dividends Paid	JPY 80 million	—	JPY 81 million
Effective Date	June 30, 2016	—	December 9, 2014
Dividend Resource	Retained Earnings	—	Retained Earnings

Reason

The Company's basic policy for shareholder return is a continuous and stable payout of dividends.

In accordance with the financial results for the current fiscal year announced today, the Company decided to pay 2.00 yen per share as a year-end dividend, though we had announced that it had been undecided on November 12, 2015.

(Reference) Breakdown of Annual Dividends

Record Date	Dividend per Share		
	End of Second Quarter	Year-End	Annual
Previous Forecast (Announced November 12, 2015)	-	-	-
Fiscal Year Ended March 31, 2016	-	JPY 2	JPY 2
Fiscal Year Ended March 31, 2015	JPY 2	-	JPY 2