

Notice Regarding Revision of Financial Results for the Year Ended March 31, 2017.

DAISHINKU CORP. (hereinafter, the “Company”) hereby announces that a revised financial results for the year ended March 31, 2017 that was previously announced on May 12, 2017.

1. Background and reasons for the revision

The Company discovered there was an error in the recording of deferred tax assets in the past at our overseas subsidiary, and revised it.

2. Revised parts

The parts after revision and before revision are underlined.

FINANCIAL RESULTS

Tokyo, May 12, 2017 - Daishinku Corp. today announced its Financial Results for the Year ended March 31, 2017.

1. Operating Results for the years ended March 31, 2016 and 2017

(1) Consolidated operating results

(Figures in % are a comparisons with the same period of the 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	%
Year ended March 31, 2017	30,959	(3.8)	1,395	101.3	1,551	122.6	691	394.7
Year ended March 31, 2016	32,182	3.6	693	-	697	-	139	-

Note: Comprehensive Income Year ended March 31, 2017 ; 983 Yen-million, Year ended March 31, 2016 ; (1,809) Yen-million

	Net income per share	Net income per share after adjustment with potential shares	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
Year ended March 31, 2017	85.64	-	2.6	2.6	4.5
Year ended March 31, 2016	17.31	-	0.5	1.2	2.2

ref. Investment Profit or Loss on Equity Method As of March 31, 2017 ; -Yen-million, As of March 31, 2016 ; -Yen-million

Note: DAISHINKU CORP. has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016.

Accordingly, net income per-share is calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

(2) Consolidated financial status

	Total assets	Net assets	Stockholders' equity ratio	Stockholders' equity per share
	Millions of Yen	Millions of Yen	%	Yen
As of March 31, 2017	60,819	31,237	43.6	3,282.27
As of March 31, 2016	60,427	30,366	42.6	3,185.66

ref. Stockholders' equity : As of March 31, 2017 ; 26,506 Yen-million, As of March 31, 2016; 25,734 Yen-million

Note: DAISHINKU CORP. has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016.

Accordingly, stockholders' equity per-share is calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

(3) Consolidated statements of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalent at end
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
Year ended March 31, 2017	2,584	(5,070)	(318)	17,303
Year ended March 31, 2016	4,847	(2,418)	3,433	20,410

2. Dividends

	Dividends per share					Total amount of dividends (Full Year)	Dividend payout ratio (Consolidated)	Dividend on net assets (Consolidated)
	End of 1st quarter	End of 2nd quarter	End of 3rd quarter	Year-end	Annual			
(Results)	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
Year ended March 31, 2016	-	0.00	-	2.00	2.00	80	57.8	0.3
Year ended March 31, 2017	-	1.00	-	25.00	-	242	35.0	0.9
(Forecast)								
Year ending March 31, 2018	-	-	-	-	-		-	

Note: Dividends per share for the fiscal year ending March 2018 are undetermined as of the present time.

DAISHINKU CORP. has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016.

Accordingly, dividend until the 2nd quarter of the fiscal year ended March 2017 are actual dividend amounts prior to the share consolidation and the annual dividend for the fiscal year ended March 2017 is shown as “-”.

3. Forecast for the fiscal year ending March 31, 2018(April 1, 2017 - March 31, 2018)

(Figures in % are a comparisons with the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
Year ending March 31, 2018	34,000	9.8	1,440	3.2	1,440	(7.2)	740	7.0	91.63

※ Others

(1) Changes for important subsidiaries during this period : None

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

- | | |
|--|------------|
| 1. Changes in accounting policies related to accounting standard revisions | Applicable |
| 2. Other changes in accounting policies | None |
| 3. Changes in accounting estimates | None |
| 4. Modified restatements | None |

(3) Outstanding shares (Common shares)

1. Number of shares outstanding (including treasury stock)

As of March 31, 2017 : 9,049,242 shares As of March 31, 2016: 9,049,242 shares

2. Number of treasury stock

As of March 31, 2017: 973,573 shares As of March 31, 2016 : 970,962 shares

3. Average number of shares during the period

Year ended March 31, 2017 : 8,076,772 shares Year ended March 31, 2016 : 8,079,655 shares

Note: DAISHINKU CORP. has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016. Accordingly, number of shares outstanding, number of treasury stock and average number of shares during the period are calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

ref. Summary of Non-consolidated Financial Results

Non-consolidated Results for the years ended March 31, 2016 and 2017

(1) Non-consolidated operating results

(Figures in % are a comparisons with the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
Year ended March 31, 2017	26,294	1.5	1,102	50.4	1,673	27.6	1,176	0.2
Year ended March 31, 2016	25,911	7.6	732	-	1,311	-	1,173	-

	Net income per share	Net income per share after adjustment with potential shares
	Yen	Yen
Year ended March 31, 2017	145.64	-
Year ended March 31, 2016	145.23	-

Note: DAISHINKU CORP. has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016.

Accordingly, net income per-share is calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

(2) Non-Consolidated financial status

	Total assets	Net assets	Stockholders' equity ratio	Stockholders' equity per share
	Millions of Yen	Millions of Yen	%	Yen
As of March 31, 2017	50,982	27,238	53.4	3,372.88
As of March 31, 2016	50,471	26,051	51.6	3,224.85

ref. Stockholders' equity : As of March 31, 2017 ; 27,238 Yen-million, As of March 31, 2016 ; 26,051 Yen-million

Note: DAISHINKU CORP. has implemented the share consolidation of common stocks at a ratio of one share per five shares effective as of October 1, 2016.

Accordingly, stockholders' equity per-share is calculated on the assumption that the share consolidation was implemented at the beginning of the previous fiscal year.

* The forecasts are based on assumptions of the future economic environment using the data available at the time of disclosure. Actual earnings may differ from the forecasts, due to a range of factors.

FINANCIAL RESULTS

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Note: Comprehensive Income Year ended March 31, 2017 ; 988 Yen-million, Year ended March 31, 2016 ; (1,809) Yen-million

	Net income per share	Net income per share after adjustment with potential shares	Return on equity	Ordinary income to total assets	Operating income to net sales
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