

# Summary of Business Results for 1H Fiscal Year Ending December 31, 2017 [Japan GAAP] (Consolidated)

August 9, 2017

Company **Shinoken Group Co., Ltd.** Listed on the TSE  
 Stock Code 8909 URL: <http://www.shinoken.co.jp>  
 Representative Hideaki Shinohara, Representative Director and CEO  
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 Scheduled date for filing of quarterly securities report: August 10, 2017  
 Scheduled date of commencement of dividend payment: September 7, 2017  
 Preparation of supplementary financial document: None  
 Financial results briefing: None

(Rounded down to million yen)

## 1. Consolidated Business Results for 1H Fiscal Year Ending December 31, 2017

(January 1, 2017 to June 30, 2017)

(1) Consolidated Results of Operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1H fiscal year ending Dec. 31, 2017	49,386	35.5	6,430	24.3	6,021	30.1	4,103	35.4
1H fiscal year ended Dec. 31, 2016	36,427	26.3	5,171	32.5	4,627	19.6	3,029	15.3

(Note) Comprehensive income

1H fiscal year ending December 31, 2017: 4,104 million yen (36.6%)

1H Fiscal year ended December 31, 2016: 3,003 million yen (13.3%)

	Net income per share	Diluted net income per share
	Yen	Yen
1H fiscal year ending Dec. 31, 2017	246.63	234.55
1H fiscal year ended Dec. 31, 2016	182.12	171.99

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of Jun. 30, 2017	76,014	22,338	29.3
As of Dec. 31, 2016	72,273	18,548	25.6

(Reference) Shareholders' equity:

As of June 30, 2017: 22,302 million yen

As of December 31, 2016: 18,517 million yen

## 2. Dividends

	Annual dividends				
	1Q-end	2Q-end	3Q-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended Dec. 31, 2016	-	15.00	-	21.00	36.00
Fiscal year ending Dec. 31, 2017	-	22.50	-	-	-
Fiscal year ending Dec. 31, 2017 (Forecast)	-	-	-	22.50	45.00

(Note) Changes to recently announced dividends forecast: None

In addition to the ordinary dividends, depending on the results the Company achieves, special dividends are scheduled.

If FY/2017 ordinary income is forecast to increase beyond ¥12,100 million (10% increase from the initial forecast of ¥11,000 million), a dividend increase of another ¥5.00 is planned.

If FY/2017 ordinary income is forecast to increase beyond ¥13,200 million (20% increase from the initial forecast of ¥11,000 million), a dividend increase of another ¥10.00 is planned.

### 3. Forecast of Consolidated Business Results for the Fiscal Year Ending December 31, 2017

(January 1, 2017 to December 31, 2017)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Fiscal year ending Dec. 31, 2017	105,000	29.2	11,700	10.7	11,000	11.2	7,800	17.1	468.89

(Note) Changes to recently announced results forecast: None

#### \*Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

New subsidiaries: - (Company name): -

Excluded subsidiaries: - (Company name): -

(2) Changes in accounting policies, accounting estimates and restatement

① Changes in accounting policies associated with revision of accounting standards: : None

② Changes in accounting policies other than ① : None

③ Changes in accounting estimates : None

④ Restatement : None

(3) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

As of June 30, 2017 17,980,600 shares

As of December 31, 2016 17,976,600 shares

② Treasury stock at the end of period

As of June 30, 2017 1,323,052 shares

As of December 31, 2016 1,341,552 shares

③ Average number of stock during period

1H fiscal year ended December 31, 2017 16,638,932 shares

1H fiscal year ended December 31, 2016 16,636,973 shares

#### ※ Statement Regarding Implementation Status of Audit Procedures

This summary of business results is not subject to the audit procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for audit of consolidated financial statements pursuant to the Financial Instruments and Exchange Act have not been completed.

#### ※ Explanation Regarding Appropriate Use of Business Forecasts and Other Special Items

Forecasts regarding future performance in this material are based on information currently available to the Company. Actual results may differ from the forecasts due to various factors.