

Summary of Business Results for the Second Quarter Ended June 30, 2014

[Japan GAAP] (Consolidated)

August 11, 2014

Company **Shinoken Group Co., Ltd.**

Listed on the TSE

Stock Code 8909

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Expected date of filing of quarterly report: August 12, 2014

Expected starting date of dividend payment: September 11, 2014

Preparation of quarterly supplementary financial document: None

Quarterly results briefing: None

(Rounded down to million yen)

1. Consolidated business results for the six months ended June 30, 2014

(January 1, 2014 through June 30, 2014)

(1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Jun. 2014	20,254	40.7	2,792	60.2	2,612	56.1	1,650	40.8
Six months ended Jun. 2013	14,389	32.3	1,742	66.1	1,672	80.4	1,172	46.1

(Note) Comprehensive income

Six months ended June 2014: 1,665 million yen (38.6%)

Six months ended June 2013: 1,201 million yen (49.8%)

	Net income per share	Diluted net income per share
	Yen	Yen
Six months ended Jun. 2014	202.67	195.10
Six months ended Jun. 2013	144.36	144.10

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Jun. 2014	32,434	6,727	20.7	823.24
As of Dec. 2013	22,202	5,060	22.8	621.07

(Reference) Shareholders' equity:

As of June 2014: 6,704 million yen

As of December 2013: 5,058 million yen

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Dec. 2013	-	3.75	-	4.50	8.25
Year ending Dec. 2014	-	5.00	-	-	-
Year ending Dec. 2014 (forecast)	-	-	-	5.00	10.00

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the fiscal year ending December 2014

(January 1, 2014 through December, 2014)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Dec. 2014	35,000	34.8	3,300	13.3	3,100	16.2	2,100	3.6	257.84

(Note) Revisions to business forecast for the current quarter: None

***Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): Yes

New subsidiary: 1 (Company name) OGAWA Construction Co., Ltd. Excluded: -

(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 2014	8,753,300 shares
As of December 2013	8,753,300 shares

② Treasury stock at the end of period

As of June 2014	608,829 shares
As of December 2013	608,800 shares

③ Average number of stock during period (quarterly cumulative period)

Six months ended June 2014	8,144,478 shares
Six months ended June 2013	8,119,592 shares

※Implementation status of quarterly review procedures

This financial summary is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for review of consolidated financial statements pursuant to the Financial Instruments and Exchange Act are being conducted.

※Explanation regarding appropriate use of business forecasts and other special instructions

1. The company conducted a three-for-one stock split effective June 1, 2014.
2. Forecasts regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. The Company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.