

Summary of Business Results for the Year Ended December 31, 2012

[Japan GAAP] (Consolidated)

February 14, 2013

Company **Shinoken Group Co., Ltd.**
 Stock Code 8909 URL: <http://www.shinoken.co.jp>
 Representative Hideaki Shinohara, President and CEO
 Contact Junichi Tsurukawa,
 Director, General Manager of Administration Dept.
 Expected date of annual shareholders' meeting: March 27, 2013
 Expected date of filing of annual securities report: March 27, 2013
 Preparation of supplementary financial document: None
 Results briefing: None

Listed on the OSE JASDAQ Market

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Expected starting date of dividend payment: March 28, 2013

(Rounded down to million yen)

1. Consolidated business results for the year ended December 2012

(January 1, 2012 through December 31, 2012)

(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	%
Year ended Dec. 2012	23,299	17.5	1,872	43.0	1,603	81.8	1,512	51.0
Year ended Dec. 2011	19,822	0.8	1,309	9.6	881	8.3	1,001	759.4

(Note) Comprehensive income:

Year ended December 2012: 1,534 million yen (53.9%)

Year ended December 2011: 966 million yen (999.8%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended Dec. 2012	182.64		63.4	9.1	8.0
Year ended Dec. 2011	118.21		80.8	5.4	6.6

(Reference) Investment earnings/loss on equity-method:

Year ended December 2012: 116 million yen

Year ended December 2011: 64 million yen

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 2012	19,358	3,596	15.9	379.60
As of Dec. 2011	15,878	1,697	10.7	202.51

(Reference) Shareholders' equity:

As of December 2012: 3,078 million yen

As of December 2011: 1,692 million yen

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Year ended Dec. 2012	-261	66	947	2,204
Year ended Dec. 2011	1,689	-394	-1,549	1,449

2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Dec. 2011		0.00		550.00	550.00	45	4.7	3.7
Year ended Dec. 2012		0.00		700.00	700.00	56	3.8	2.4
Year ending Dec. 2013 (forecast)		0.00		7.50	7.50		4.1	

The company conducted a 100-for-1 stock split effective January 1, 2013 and the estimated amount of dividend is based

on the number of shares before the stock split.

3 . Forecast of consolidated business results for the year ending December 2013

(January 1, 2013 through December 31, 2013)

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Jun. 2013	12,000	-28.8	1,000	-34.8	850	-35.2	750	-29.8	92.49
Year ending Dec. 2013	25,000	7.3	2,000	6.8	1,750	9.2	1,500	-0.8	184.97

Notes

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

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

Changes in accounting policies associated with revision of accounting standards: : None
 Changes in accounting policies other than : None
 Changes in accounting estimates : None
 Restatement : None

(3) Shares outstanding (common stock)

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

As of December 2012 8,718,200 shares

As of December 2011 8,718,200 shares

Treasury stock at the end of period:

As of December 2012 608,800 shares

As of December 2011 358,800 shares

Average number of stock during period

Year ended December 2012 8,280,903 shares

Year ended December 2011 8,471,181 shares

The company conducted a 100-for-1 stock split effective January 1, 2013 and the number of shares outstanding is based on the number of shares before the stock split.

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the year ended December 2012

(January 1, 2012 through December 31, 2012)

(1) Non-consolidated results of operations

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 2012	688	43.6	56	-27.9	45	-56.9	1,266	197.7
Year ended Dec. 2011	478	17.4	78	40.9	105	26.5	425	251.2

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Dec. 2012	152.99	
Year ended Dec. 2011	50.22	

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 2012	3,443	2,850	82.6	350.69
As of Dec. 2011	2,178	1,708	77.4	203.88

(Reference) Shareholders' equity:

As of December 2012: 2,843 million yen

As of December 2011: 1,704 million yen

Implementation status of auditing procedure

This financial summary is not subject to auditing procedure pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the auditing procedure of financial statements pursuant to the Financial Instruments and Exchange Act has not been completed.

Explanation regarding appropriate use of business forecasts and other special instructions

Forecasts regarding future performance in this material are based on information available at the time this report was announced. Actual results may differ from the forecasts due to various factors.

(Other special instructions)

Shinoken Group, at the board of directors meeting held on November 21, 2012, passed resolutions concerning stock split and adoption of share trading unit system and conducted a 100-for-1 stock split making the share-trading unit 100 shares.

Forecast of dividend for the year ending March 2013 associated with this is presented in the said item.