

Summary of Business Results for the Fiscal Year Ended September 30, 2016

[Japan GAAP] (Consolidated)

November 4, 2016

Company **Yumeshin Holdings Co., Ltd.** Listed on the TSE
 Stock Code 2362 URL <http://www.yumeshin.co.jp>
 Representative Daio Sato, President and Representative Director
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 Expected date of annual shareholders' meeting: December 19, 2016 Expected starting date of dividend payment: December 20, 2016
 Expected date of filing of annual securities report: December 20, 2016
 Preparation of supplementary financial document: Yes
 Results briefing: Yes (for institutional investors and analysts)

(Rounded down to million yen)

1. Consolidated business results for the fiscal year ended September 2016

(October 1, 2015 through September 30, 2016)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Sept. 2016	23,270	10.2	2,433	40.9	2,463	25.7	1,622	-13.7
Year ended Sept. 2015	21,115	28.1	1,726	-7.0	1,959	-33.6	1,881	-16.2

(Note) Comprehensive income:

Year ended September 2016: 1,728 million yen (-9.9%)

Year ended September 2015: 1,917 million yen (-17.2%)

	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 Sept. 2016	21.76	21.76	12.4	12.7	10.5
Year ended Sept. 2015	27.84	27.82	18.0	12.0	8.2

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

Year ended September 2016: - million yen

Year ended September 2015: - million yen

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sept. 2016	19,117	13,511	65.7	168.55
As of Sept. 2015	19,797	14,116	68.5	181.77

(Reference) Shareholders' equity:

As of September 2016: 12,569 million yen

As of September 2015: 13,555 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 Sept. 2016	726	-1,118	-2,172	9,017
Year ended Sept. 2015	712	-177	5,272	11,649

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 Sept. 2015	—	15.00	—	20.00	35.00	2,474	125.7	23.8
Year ended Sept. 2016	—	17.50	—	17.50	35.00	2,610	160.8	20.0
Year ending Sept. 2017 (forecast)	—	15.00	—	20.00	35.00		124.3	

3. Forecast of consolidated business results for the fiscal year ending September 2017

(October 1, 2016 through September 30, 2017)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Sept. 2017	30,800	32.4	3,600	47.9	3,600	46.2	2,100	29.4	28.16

※Notes

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

New:1 (Company name) Yume Education Co., Ltd.

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

- ①Changes in accounting policies associated with revision of accounting standards: : Yes
- ②Changes in accounting policies other than ① : None
- ③Changes in accounting estimates : None
- ④Restatement : None

(3) Shares outstanding (common stock)

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

As of September 2016 74,573,440 shares

As of September 2015 74,573,440 shares

② Treasury stock at the end of period:

As of September 2016 86 shares

As of September 2015 86 shares

③ Average number of stock during period

Year ended September 2016 74,573,354 shares

Year ended September 2015 67,594,897 shares

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the fiscal year ended September 2016

(October 1, 2015 through September 30, 2016)

(1) Non-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 Sept. 2016	17,400	25.6	2,212	27.6	2,390	21.3	1,747	-7.8
Year ended Sept. 2015	13,855	18.1	1,733	4.4	1,970	-27.5	1,895	-12.2

	Net income per share		Diluted net income per share	
	Yen		Yen	
Year ended Sept. 2016	23.44		-	
Year ended Sept. 2015	28.04		28.02	

(2) Non-consolidated financial position

	Total assets		Net assets		Shareholders' equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
As of Sept. 2016	17,242		12,596		72.6		167.75	
As of Sept. 2015	18,126		13,599		74.9		182.11	

(Reference) Shareholders' equity:

As of September 2016: 12,509 million yen

As of September 2015: 13,580 million yen

2. Forecast of non-consolidated business results for the fiscal year ending September 2017

(October 1, 2016 through September 30, 2017)

(% 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 Sept. 2017	22,700	30.5	3,300	49.2	3,500	46.4	2,400	37.3	32.18

※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 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.

The results briefing for institutional investors and analysts is scheduled on November 18, 2016. The Company will promptly post the materials distributed at the results briefing on the company website after the results briefing.