

**KOEI TECMO HOLDINGS CO., LTD.**

## Financial Highlights

for the 1st Half of the Fiscal Year Ending March 2017 (FY2016)

## Summary of Consolidated Statements of Income

(millions of Yen)

	FY2015		FY2016			
	1st Half Results	Full Year Results	1st Half Results	YoY change ratio	Full Year Forecasts	YoY change ratio
Net Sales	15,159	38,332	16,576	9.3%	42,000	9.6%
Gross Profit	6,213	18,924	6,569	5.7%	-	-
Operating Income	2,477	11,069	2,748	11.0%	11,500	3.9%
Income before income taxes and minority interests	5,653	15,573	4,904	-13.3%	16,000	2.7%
Net Income	4,061	10,855	3,786	-6.8%	11,000	1.3%

## Net Sales by Segment

(millions of Yen)

	FY2015		FY2016			
	1st Half Results	Full Year Results	1st Half Results	YoY change ratio	Full Year Forecasts	YoY change ratio
Entertainment	13,171	34,713	14,638	11.1%	38,500	10.9%
Pachislot & Pachinko	964	1,788	963	-0.0%	1,800	0.7%
Amusement Facilities	690	1,286	649	-5.9%	1,200	-6.7%
Real Estate	416	830	398	-4.4%	830	-0.1%
Other	64	137	61	-4.3%	150	9.4%
Corporate & Elimination	-147	-423	-135	-	-480	-
Total	15,159	38,332	16,576	9.3%	42,000	9.6%

## Operating Income by Segment

(millions of Yen)

	FY2015		FY2016			
	1st Half Results	Full Year Results	1st Half Results	YoY change ratio	Full Year Forecasts	YoY change ratio
Entertainment	2,084	10,419	2,308	10.7%	10,500	0.8%
Pachislot & Pachinko	385	755	367	-4.6%	750	-0.8%
Amusement Facilities	63	63	79	25.0%	70	10.8%
Real Estate	161	322	166	3.0%	350	8.7%
Other	16	42	19	19.1%	80	88.4%
Corporate & Elimination	-234	-532	-193	-	-250	-
Total	2,477	11,069	2,748	11.0%	11,500	3.9%

**KOEI TECMO HOLDINGS CO., LTD.**  
Consolidated Balance Sheets

	(millions of Yen)	
	Prior Fiscal Year (as of March 31, 2016)	Current Fiscal Year (as of September 30, 2016)
<b>Assets</b>		
Current Assets		
Cash and time deposits	12,258	10,132
Notes and accounts receivable	10,962	4,705
Marketable securities	745	1,230
Merchandise and Finished goods	156	155
Work in process	47	28
Raw materials	42	56
Deferred tax assets	791	715
Other current assets	2,445	1,245
Allowance for bad debts	△ 20	△ 16
Total current assets	<u>27,430</u>	<u>18,254</u>
Fixed assets		
Property and equipment		
Buildings and structures, net	12,029	10,928
Other, net	6,826	6,735
Total Property and equipment	<u>18,856</u>	<u>17,663</u>
Intangible assets		
Goodwill	290	96
Other	141	207
Total Intangible assets	<u>432</u>	<u>304</u>
Investments and other assets		
Investment securities	62,120	60,677
Deferred tax assets	1,301	1,917
Other	785	791
Total investments and other assets	<u>64,207</u>	<u>63,387</u>
Total fixed assets	<u>83,495</u>	<u>81,354</u>
Total assets	<u>110,925</u>	<u>99,609</u>

	(millions of Yen)	
	Prior Fiscal Year (as of March 31, 2016)	Current Fiscal Year (as of September 30, 2016)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	2,243	336
Accounts payable- other	1,234	813
Income taxes payable	2,900	1,039
Accrued bonuses to employees	1,007	908
Accrued bonuses to directors	234	94
Allowance for sales returns	9	3
Allowance for sales discount	240	215
Allowance for customer-discount points	19	17
Deferred tax liabilities	0	-
Other current liabilities	2,695	1,315
Total current liabilities	<u>10,584</u>	<u>4,744</u>
Long-term liabilities		
Net defined benefit liability	380	306
Deferred tax liabilities	526	305
Other long-term liabilities	728	726
Total long-term liabilities	<u>1,634</u>	<u>1,338</u>
Total liabilities	<u>12,219</u>	<u>6,083</u>
<b>Net assets</b>		
Shareholders' equity		
Common stock	15,000	15,000
Capital surplus	25,699	25,699
Retained earnings	60,003	58,319
Treasury stock	△ 1,657	△ 1,638
Total shareholders' equity	<u>99,045</u>	<u>97,380</u>
Accumulated other comprehensive income		
Unrealized gains or losses on securities	1,009	△ 615
Unrealized losses on revaluation of the land	△ 3,115	△ 3,115
Foreign currency translation adjustments	1,636	△ 300
Remeasurements of defined benefit plans	△ 54	△ 59
Total accumulated other comprehensive income	<u>△ 523</u>	<u>△ 4,090</u>
Share subscription rights	184	235
Total net assets	<u>98,706</u>	<u>93,526</u>
Total liabilities and net assets	<u>110,925</u>	<u>99,609</u>