

KOEI TECMO HOLDINGS CO., LTD.

Financial Highlights

for the 1st Quarter of the Fiscal Year Ending March 2015 (FY2014)

Summary of Consolidated Statements of Income (millions of Yen)

	FY2013		FY2014			
	Ist Quarter Results	Full Year Results	Ist Quarter Results	YoY change ratio	Full Year Forecasts	YoY change ratio
Net Sales	6,499	37,576	6,320	-2.8%	38,000	1.1%
Gross Profit	2,290	16,150	2,081	-9.1%	-	-
Operating Income	44	7,140	470	959.1%	8,000	12.0%
Income before income taxes and minority interests	1,669	10,691	2,127	27.4%	11,000	2.9%
Net Income	938	6,936	1,361	45.0%	7,000	0.9%

Net Sales by Segment (millions of Yen)

	FY2013		FY2014			
	Ist Quarter Results	Full Year Results	Ist Quarter Results	YoY change ratio	Full Year Forecasts	YoY change ratio
Game Software	4,164	25,441	3,563	-14.4%	25,500	0.2%
Online & Mobile	1,402	6,423	1,659	18.4%	7,000	9.0%
Media & Rights	210	2,071	353	68.1%	2,200	6.2%
Pachislot & Pachinko	336	2,278	384	14.4%	2,000	-12.2%
Amusement Facilities	420	1,796	385	-8.3%	1,800	0.2%
Other	97	448	138	41.8%	500	11.5%
Corporate & Elimination	-132	-884	-165	-	-1,000	-
Total	6,499	37,576	6,320	-2.8%	38,000	1.1%

Operating Income by Segment (millions of Yen)

	FY2013		FY2014			
	Ist Quarter Results	Full Year Results	Ist Quarter Results	YoY change ratio	Full Year Forecasts	YoY change ratio
Game Software	165	6,017	110	-33.1%	6,100	1.4%
Online & Mobile	196	1,073	338	71.9%	1,150	7.2%
Media & Rights	-73	202	-13	-	250	23.5%
Pachislot & Pachinko	98	923	115	16.9%	700	-24.2%
Amusement Facilities	-10	90	-8	-	100	10.7%
Other	19	76	35	88.7%	100	31.5%
Corporate & Elimination	-351	-1,242	-107	-	-400	-
Total	44	7,140	470	959.1%	8,000	12.0%

KOEI TECMO HOLDINGS CO., LTD.

Consolidated Balance Sheets

	(millions of Yen)	
	Prior Fiscal Year (as of March 31, 2014)	Current Fiscal Year (as of June 30, 2014)
Assets		
Current Assets		
Cash and time deposits	12,192	9,012
Notes and accounts receivable	8,755	3,654
Marketable securities	787	2,350
Merchandise and Finished goods	183	162
Work in process	17	159
Raw materials	96	99
Deferred tax assets	826	496
Other current assets	2,454	2,590
Allowance for bad debts	△ 40	△ 4
Total current assets	<u>25,274</u>	<u>18,521</u>
Fixed assets		
Property and equipment		
Buildings and structures, net	9,857	9,732
Other, net	6,188	6,156
Total Property and equipment	<u>16,045</u>	<u>15,889</u>
Intangible assets		
Goodwill	1,090	983
Other	275	238
Total Intangible assets	<u>1,366</u>	<u>1,222</u>
Investments and other assets		
Investment securities	56,905	57,193
Claim in bankruptcy	2	2
Deferred tax assets	211	190
Other	818	808
Allowance for bad debts	△ 2	△ 2
Total investments and other assets	<u>57,934</u>	<u>58,193</u>
Total fixed assets	<u>75,347</u>	<u>75,305</u>
Total assets	<u>100,622</u>	<u>93,826</u>

	(millions of Yen)	
	Prior Fiscal Year (as of March 31, 2014)	Current Fiscal Year (as of June 30, 2014)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	1,413	332
Accounts payable- other	2,837	670
Income taxes payable	1,956	299
Accrued bonuses to employees	822	424
Accrued bonuses to directors	191	47
Allowance for sales returns	45	50
Allowance for sales discount	660	478
Allowance for customer-discount points	16	15
Deferred tax liabilities	0	1
Other current liabilities	2,179	2,103
Total current liabilities	<u>10,122</u>	<u>4,421</u>
Long-term liabilities		
Net defined benefit liability	193	180
Deferred tax liabilities	1,037	1,475
Other long-term liabilities	480	479
Total long-term liabilities	<u>1,710</u>	<u>2,135</u>
Total liabilities	<u>11,833</u>	<u>6,556</u>
Net assets		
Shareholders' equity		
Common stock	15,000	15,000
Capital surplus	25,699	25,699
Retained earnings	48,036	45,918
Treasury stock	△ 2,200	△ 2,184
Total shareholders' equity	<u>86,535</u>	<u>84,433</u>
Accumulated other comprehensive income		
Unrealized gains or losses on securities	3,322	3,988
Unrealized losses on revaluation of the land	△ 3,100	△ 3,100
Foreign currency translation adjustments	1,710	1,626
Remeasurements of defined benefit plans	267	264
Total accumulated other comprehensive income	<u>2,199</u>	<u>2,779</u>
Share subscription rights	53	57
Total net assets	<u>88,788</u>	<u>87,269</u>
Total liabilities and net assets	<u>100,622</u>	<u>93,826</u>