Note) This is an English translation of summarized consolidated financial results prepared for readers' convenience. Should there be any inconsistency between the translation and the original Japanese text, the latter shall prevail.

Consolidated Financial Report for the Fiscal Year Ended March 31, 2016 [Japan GAAP]

May 10, 2016

Nihon Unisys, Ltd.

Stock Listing:	Tokyo Stock Exchange 1st Section
Stock Code:	8056
URL:	http://www.unisys.co.jp/
Representative:	Akiyoshi Hiraoka, Representative Director, President & CEO
Scheduled Date for Ordinary General Meeting of Shareholders:	June 28, 2016
Scheduled Starting Date for Dividend Payment:	June 29, 2016
Scheduled Submission Date for Securities Report:	June 29, 2016
Earnings Supplementary Explanatory Documents:	yes
Earnings Results Briefing:	yes (for institutional investors, analysts and press)

(Amounts are rounded down to the nearest million yen.)

1. Consolidated Financial Results in FY2016 (from April 1, 2015 to March 31, 2016)

(1) Consolidated Results of Operations

(Percentage below represents increase (decrease) from previous year)

	Net Sales		Operating Income		Ordinary Income		Profit Attributable to Owners of Parent	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY2016	278,039	3.3	12,525	14.6	12,155	(1.7)	8,920	23.1
FY2015	269,154	(4.8)	10,924	14.1	12,371	25.9	7,246	14.9

(Note) Comprehensive Income FY2016: -1,480 Million Yen (—%) FY2015: 13,725 Million Yen (75.9%)

	Earnings Per Share	Diluted Earnings Per Share	Return on Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Yen	Yen	%	%	%
FY2016	93.71	82.33	10.5	6.2	4.5
FY2015	77.07	66.72	9.7	6.2	4.1

(Reference) Share of Profit (Loss) of Entities Accounted for Using Equity Method FY2016: 61 Million Yen FY2015: 54 Million Yen

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
FY2016	193,094	91,213	46.8	847.51
FY2015	199,772	81,975	40.6	861.53

(Reference) Equity FY2016: 90,374 Million Yen FY2015: 81,021 Million Yen

(3) Consolidated Cash Flow Status

	Operating Activities	Investing Activities	Financing Activities	Cash and Cash Equivalents at End of Period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
FY2016	10,989	(10,565)	(8,186)	15,564
FY2015	18,037	(10,548)	(12,886)	23,326

2. Dividends

	Dividends Per Share					Total Dividends (Annual)	Dividend Payout Ratio (Consolidated)	Ratio of Dividends to Net Assets (Consolidated)
	End of Q1	End of Q2	End of Q3	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of Yen	%	%
FY2015	—	10.00	—	10.00	20.00	1,880	26.0	2.5
FY2016	—	15.00	—	15.00	30.00	3,010	32.0	3.5
FY2017 (Forecast)	—	17.50	—	17.50	35.00		37.3	

3. Consolidated Earnings Forecast for FY2017 (from April 1, 2016 to March 31, 2017)

(Percentage below represents increase (decrease) from previous year)

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Earnings Per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of yen	%	Yen
FY2017 1st Half	130,000	1.3	4,500	5.1	4,500	20.8	3,200	28.2	30.01
FY2017	285,000	2.5	14,000	11.8	13,800	13.5	10,000	12.1	93.78

* Notes

(1) Change in the scope of consolidation (change of condition of significant consolidated subsidiaries) during the period: No

(2) Changes in accounting policies, changes in accounting estimates and restatement of corrections

1. Changes in accounting policies in association with revision in accounting standards: Yes
2. Other changes in accounting policies: No
3. Changes in accounting estimates: No
4. Restatement of corrections: No

(3) Number of shares outstanding (common stock) (shares)

1. Number of shares outstanding (including treasury shares)	FY2016	109,663,524	FY2015	109,663,524
2. Number of shares of treasury shares	FY2016	3,035,570	FY2015	15,623,600
3. Average number of shares outstanding (during the period)	FY2016	95,187,267	FY2015	94,017,571

(Reference) Summary of Non-Consolidated Performance Results

1. Non-Consolidated Financial Results in FY2016 (from April 1, 2015 to March 31, 2016)

(1) Non-Consolidated Results of Operations

(Percentage below presents increase (decrease) from previous year)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%
FY2016	167,856	2.6	7,500	6.9	8,589	(24.8)	8,453	9.3
FY2015	163,570	(4.2)	7,014	59.1	11,425	69.3	7,731	91.4

	Earnings Per Share	Diluted Earnings Per Share
	Yen	Yen
FY2016	88.80	78.00
FY2015	82.23	71.22

(2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets Per Share
	Millions of Yen	Millions of Yen	%	Yen
FY2016	160,093	83,104	51.7	776.80
FY2015	163,654	64,281	39.1	679.62

(Reference) Equity FY2016: 82,835 Million Yen FY2015: 63,915 Million Yen

2. Non-Consolidated Earnings Forecast for FY2017 (from April 1, 2016 to March 31, 2017)

(Percentage below represents increase(decrease)from previous year)

	Net Sales		Operating Income		Ordinary Income		Net Income		Earnings Per Share
	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Millions of Yen	%	Yen
FY2017 1st Half	80,000	0.7	3,300	12.4	4,800	49.2	3,800	1.0	35.64
FY2017	170,000	1.3	8,000	6.7	10,000	16.4	7,500	(11.3)	70.34

* Implementation status of audit procedures

This earnings report is not subject to audit procedures based upon the Financial Instruments and Exchange Act. Thus, the audit procedures for the consolidated financial statements were being conducted when this report was disclosed.

* Comment regarding appropriate usage of earnings forecast, and other special notes

The forward-looking statements such as earnings forecasts contained in this document are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. The Company makes no warranty as to the achievability of what is described in the statements. Actual results may differ from these forecasts due to various factors.

(Appendix)
Contents

1. Results of Business Operations and Financial Conditions

(1) Analysis of Business Operations

① Overview of performance for the fiscal year under review

The information services market in Japan is expected to get on a track to recovery, due to a general increase in software investment during the fiscal year ended March 2016. Despite this prospect, we are aware of concerns about the Japanese economy slowing down due to uncertain global situations, and we are faced with further intensifying rivalries against our competitors. Thus, we recognize that we continue to operate in a severe environment.

In this environment, the Nihon Unisys group started our Mid-term Management Plan” in order to enhance further the strengths that have been developed under the aegis of the “Mid-term Management Plan (2012→2014)”: collaborative relationships with customers in various industries; capabilities of enabling successful system implementation; capabilities of enabling one-stop support that is free from vendor lock-in; and capabilities of designing and delivering new services. We have established strategic policies such as of reforming corporate culture/strengthening of human resources capabilities as well as growth strategies of: expanding the areas of digital innovation and life innovation; and reforming the area of business ICT platforms. Furthermore, we established our new corporate statement ‘Foresight in sight®’ that expresses our vision towards 2020 concurrently with the launch of the Mid-term Management Plan.

The first year of the Mid-term Management Plan witnessed results which promise to better our performance in the future in three strategic growth areas and one strategic policy area. This trio consists of two ‘challenge’ areas: digital innovation; and life innovation, and one reform area, which is business ICT platform. The one strategic policy area refers to reform of corporate culture/strengthening of human resources capabilities.

In the area of digital innovation, our market-proven payment card business has achieved steady growth in the rapidly expanding settlement service field. Furthermore, a global brand prepaid card service was launched under an alliance with Dai Nippon Printing Co., Ltd. The service enabled another launch of a one-stop service for global brand direct debit service provision. This service consists of functions needed for settlement such as: transaction processing, membership management, links to accounting systems, and night time service coverage.

These initiatives eye a governmental growth strategy promoting cashless payment systems. They will be enhanced in the future in order to improve convenience for domestic users and the likely increasing number of visitors from abroad towards 2020. The enhancement will include services to enable various types of settlement and coordination with marketing services through the use of purchase date therefrom.

In the area of life innovation, our efforts have been intensified, keeping in mind societal issues posed by low birthrate and longevity in order to deal with increasingly onerous medical care, nursing care and childcare. In the areas of medical care and nursing care, our “*Mirai Kanae Net*” started service in April. The ICT system was created on the basis of already proven “*Sado Himawari Net*”, and it enables the *Kesen* medical care zone to coordinate community-based health care and nursing care presence. These services network and enable easy local access to healthcare information necessary for maintaining and strengthening public health in an aging society through the use of ICT.

In the childcare area, we released “ChiReaff Space™” childcare support service that will improve quality of childcare by childminders who are helped by streamlined administrative processes and ensure the peace of mind of and trust from guardians who can view records. This service will contribute to female empowerment which will be more significant in the future, and further help private companies participate in the industry of childcare business. In the field of life innovation, we have strengthened our services for electric vehicles, and
implemented initiatives in relation to energy issues such as electric power deregulation. Furthermore, we have launched services that have real relevance for the lives of civilians.
We will continue to endeavor to enhance these services and coordinate them in order to meet the needs of society.

In the area of business ICT platforms, we will release an "IoT Business Platform Service’ capable of harnessing censor devices and analyzing camera images. The Services comprised of machine learning capabilities as well as the IoT platform capabilities will enable big data analyses if they serve in combination with our common PaaS, which is capable of data integration and analysis. Furthermore, the one-stop service “IoT Ecosystem Lab” will be released in the fiscal year ending March 2017. It is comprised of services ranging from making IoT use proposals outside of the conventional use boundaries to enabling the actual performance.

Our endeavors in respective industries include: a production operation of a core-banking system for a new Shinkin bank in our traditionally strong financial business area; an order for private cloud creation awarded by a major manufacturer through the use of new technologies; and orders from government offices, public organizations and distribution businesses for renewing IT platforms. Furthermore, proactive efforts to standardize and re-use knowledge have been made in order to enable reforms in our business. We have been making efforts to provide the most suitable services in the fastest way through coordination with the IoT business platform service and data use platform.

Last but not least, we have promoted the cultivation of a corporate culture where employees spontaneously innovate towards achievements as envisioned in the Mid-term Management Plan through efforts of: developing an environment where working styles are reformed; establishing a personnel program where employees can learn to be reform-minded leaders capable of innovation; promoting open innovation through coordination with external accelerator programs; and unhesitant use of new technologies and generation of ideas through hackathons.

As above, the entire Nihon Unisys group has made efforts towards these achievements as envisioned in the Mid-term Management Plan.

Net sales for the fiscal year under review were ¥278,039 million, an increase of 3.3% compared with the previous fiscal year, as a result of the continuing strength of system services and hardware businesses.
Partly attributable to the increase in the net sales and partly due to the efforts of reducing selling and general administrative expenses, operating income was ¥12,525 million, an increase of 14.6% compared with the previous fiscal year; ordinary income was ¥12,155 million, a decrease of 1.7%; and profit attributable to owners of parent was ¥8,920 million, an increase of 23.1%.
Please note that the ‘Accounting Standard for Business Combinations’ (Accounting Standards Board of Japan, ASBJ, Statement No. 21, issued on September 13, 2013), etc. were adopted from the first quarter of the fiscal year under review. As a result, ‘net income’ was changed to ‘profit attributable to owners of parent’.

The breakdown of net sales shows that services sales were ¥ 194,162 million, a 3.8 % or ¥ 7,072 million increase from the previous fiscal year; software sales were ¥ 30,003 million, a 2.4 % or ¥ 724 million decrease; and hardware sales were ¥ 53,873 million, a 4.9 % or ¥ 2,536 million increase.

As for the net sales contribution ratios, services sales were 69.8% (against 69.5 % in the previous period); software sales were 10.8 % (against 11.4% in the previous period); and hardware sales were 19.4% (against 19.1% in the previous period).

With regard to the results on a non-consolidated basis, net sales were ¥ 167,856 million, up by 1.9 % from the previous fiscal year; operating income was ¥ 7,500 million, down by 2.4%; ordinary income was ¥ 8,589 million, down by 26.2 %; and net income was ¥ 8,453 million, up by 11.9%.

We have implemented an absorption-type merger between this company as the surviving company and USOL Hokkaido Co., Ltd., USOL Tohoku Co., Ltd., USOL Tokyo Co., Ltd., USOL Chubu Co., Ltd., USOL Kansai Co., Ltd., USOL Chugoku Co., Ltd. and USOL Kyushu Co., Ltd. as the absorbed companies as of April 1, 2015. The comparison against the same period of the previous fiscal year on a non-consolidated basis mentioned above has been made through the use of the numbers that reflected the performance of the individual companies of the period. Thus, the percentage changes from the previous fiscal year are different from those expressed in the Non-Consolidated Results of Operations in the Summary of the Non-Consolidated Performance Results.

② Forecast for the next fiscal year

We plan to post ¥ 285,000 million net sales for the next fiscal year, up by 2.5 %, on a consolidated basis.

Also, we plan ¥ 14,000 million operating income (up by 11.8 %), ¥ 13,800 million ordinary income (up by 13.5 %) and ¥ 10,000 million profit attributable to owners of parent (up by 12.1%), mainly through the efforts to increase net sales and improve further profitability.

Forecast of the consolidated performance for FY 2017 (Millions of yen)

	FY2017	FY2016	Changes
Net sales	285,000	278,039	2.5 %
Operating income	14,000	12,525	11.8 %
Ordinary income	13,800	12,155	13.5 %
Profit attributable to owners of parent	10,000	8,920	12.1 %

(2) Analysis of Financial Condition

In the fiscal year under review, partly due to a decrease in net defined benefit asset, total assets were ¥ 193,094 million, a decrease of ¥ 6,677 million compared with the end of the previous fiscal year.

Liabilities were ¥ 101,881 million, a ¥ 15,914 million decrease from the end of the previous fiscal year, partly ascribable to further conversion of convertible bonds into shares and the repayment of loans payable.

Net assets were ¥ 91,213 million, a ¥ 9,237 million increase compared with the end of the previous fiscal year, partly attributable to further conversion of convertible bonds into shares.

With respect to cash and cash equivalents at the end of the fiscal year under review, cash provided by operating activities was allocated to investments in computers for business activities and software for outsourcing. Also, loans payable were repaid. As a result, cash and cash equivalents were ¥ 15,564 million at the end of the fiscal year, down by ¥ 7,761 million compared with the beginning of this fiscal year.

(Cash flows from operating activities)

Net cash provided by operating activities totaled ¥ 10,989 million (a decrease of ¥ 7,047 million in proceeds from the previous fiscal year). This reflects proceeds of ¥ 11,719 million in profit before income taxes (up by ¥ 493 million from the previous period), the elements of increasing the proceeds and the elements of decreasing the proceeds. The elements of increasing the proceeds include non-cash expenses of ¥ 9,405 million in depreciation and amortization. The elements of decreasing the proceeds include an increase of ¥2,325 million in notes and accounts receivable.

(Cash flows from investing activities)

Net cash spent in investing activities was ¥ 10,565 million (an increase of ¥ 17 million in expenditures compared with the previous period). This includes expenditures of ¥ 3,957 million as a result of purchasing property, plant and equipment such as computers for business activities (a decrease of ¥ 1,300 million in expenditures compared with the previous period) and expenditures of ¥ 7,152 million due to the acquisitions of intangible assets such as the investments in software for outsourcing (a decrease of ¥ 713 million in expenditures compared with the previous period).

(Cash flows from financing activities)

Net cash spent in the financing activities was ¥ 8,186 million (a decrease of ¥ 4,700 million over the corresponding period of a year earlier). This reflects expenditures of ¥ 3,525 million due to repayment of short-term loans payable (an increase of ¥ 6,775 million in expenditures from the previous period), and dividends payment of ¥2,349 million (an increase of ¥704 million in expenditures from the previous period).

(Reference) Changes in the equity ratio and the indicators related to cash flow

	FY2016	FY2015	FY2014	FY2013
Equity ratio (%)	46.8	40.6	36.9	33.6
Equity ratio (Market cap.) (%)	82.3	53.7	46.9	39.0
Ratio of cash flow to interest-bearing debts (years)	3.4	3.2	5.7	3.6
Interest coverage ratio (times)	32.5	37.2	20.4	27.5

(Notes) Equity ratio: Equity/Total assets
Equity ratio (Market cap.): Market capitalization /Total assets
Ratio of cash flow to interest-bearing debt: Interest-bearing debt/Cash flow from operating activities
Interest coverage ratio: Cash flow from operating activities/Interest payments

* All of the above indicators are calculated using financial figures on a consolidated basis.

(3) Basic Policy on Distribution of Profits

The Company seeks to achieve a stable and continuous distribution of profits in line with a policy of paying dividends in accordance with our performance. The specific amount of dividends will be determined taking into consideration the need to secure internal reserves for business development, and also comprehensively considering the business environment and other factors.

For the fiscal year under review, we will pay a ¥30 annual dividend per share (¥15.00 for the mid-term dividend and ¥15.00 for the term-end dividend), which is ¥10 more than the previous full fiscal year, as we announced previously.

As for the dividends of the next period, we expect an increase in net income. Thus, we plan to pay a ¥35 annual dividend per share (¥17.50 for the mid-term dividend and ¥17.50 for the term-end dividend), which is more than this fiscal year.

2. Management Policy

(1) Fundamental Policies of Management

The Group will continue to respond to the expectations and needs of society, pursuant to the corporate philosophy.

<Nihon Unisys Group Corporate Philosophy>

Our Mission

Work with all people to contribute to creating a society that is friendly to people and the environment

Our Vision

Be a group that strives to be sensitive to the expectations and needs of society and that thinks through how ICT can contribute to meet them

Our Values

1. Pursuit of High Quality and High Technology
   Always have the latest knowledge that is useful for society while improving our skills
2. Respect for Individuals and Importance of Teamwork
   Identify each other's good points, encourage each other to improve those good points and harness the strength of each person
3. Attractive Company for Society, Customers, Shareholders and Employees
   Listen sincerely to our stakeholders to improve our corporate value

(2) Vision of our New Mid-term Management Plan

Our understanding of the external market environments as described in our new mid-term management plan (for the fiscal year 2015 through the fiscal year 2017) is that: new markets have emerged among consumers against the backdrop of cloud computing, social media and an enhancement of IoT use; services have come to be created across industry boundaries; and the conventional ICT business areas need to be merged with new areas and undergo imminent change.

We will aim for a new position where we will provide new schemes of connecting various types of industries in the growing area of the digital economy. This will be enabled by using our time-proven strengths (partnership with customers in various types of industries, capabilities of completing system implementation, and capabilities of one-stop support without vendor lock-in) as well as our recent strength as demonstrated in our capabilities of designing and enabling new services.

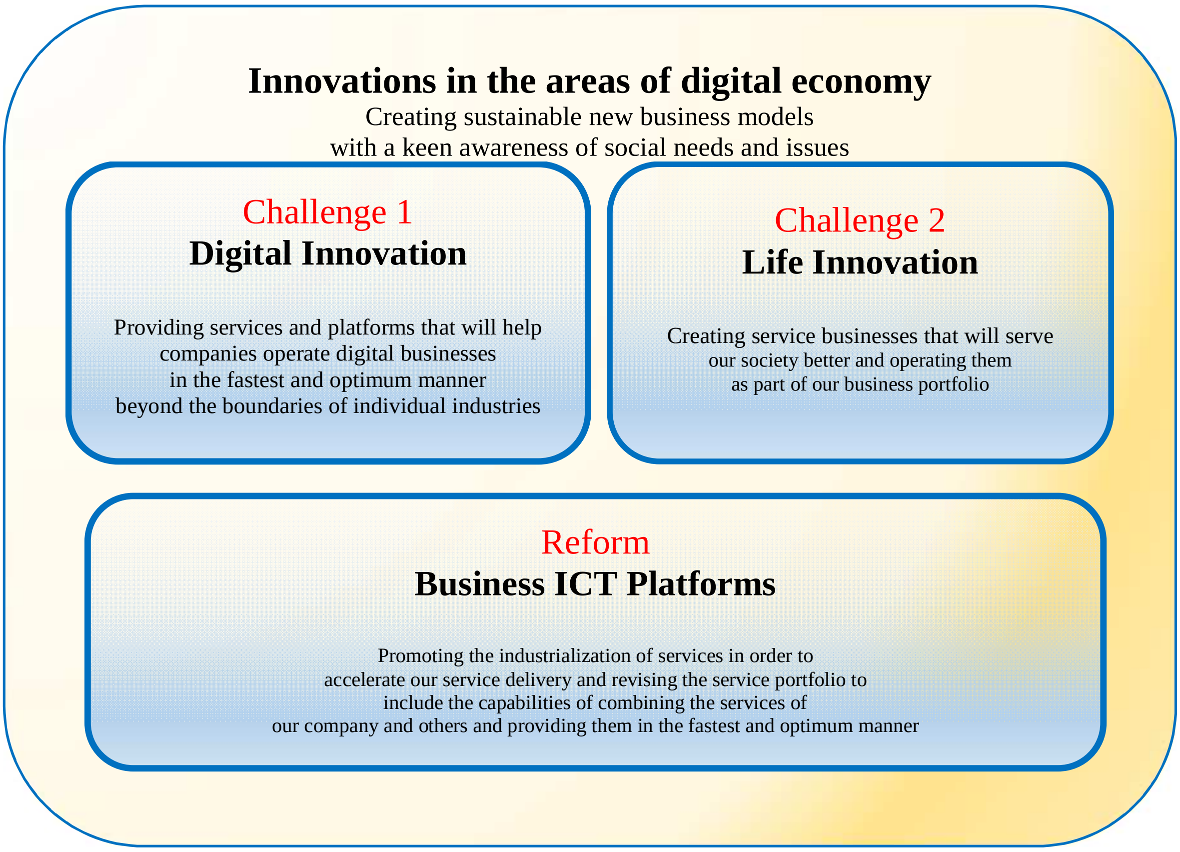
Our group will endeavor and achieve the vision as described in our new mid-term management plan.

“Mobilize services based on interconnected businesses.
Build our future through ICT advances.”

The era of new reform has come.
We have created and integrated numerous solutions together with customers
of various industries on the basis of accumulated ICT experience and expertise.
We will integrate services using our accumulated wisdom,
start and develop ICT businesses, and proactively envisage new forms of
cooperation in business in a more inter-connected world enabled by the ‘Internet of Things’.
The Nihon Unisys Group will take the initiative in creating unparalleled bases
for delivering innovative services till they become the norm.

(3) Mid-and-Long Term Management Strategies

Our entire Group will strive for growth pursuant to the three key axes of strategy laid out in the new mid-term management plan above.



(4) Financial Target

Our Group recognizes an increase in sales and income as our critical agenda. Our plan on a consolidated basis for the fiscal year ending March 2018 indicates net sales of ¥ 320,000 million, operating income of ¥ 17,000 million, and an operating margin of 5.3 %.

(5) Issues to Be Dealt with

The entirety of our Group endeavors to achieve the new mid-term management plan towards our critical aim of an increase in sales and income. The mid-term management plan is based on the key strategies: reform of business ICT platforms; an increase in the areas of digital/life innovation; and reform of our corporate culture and workforce. We will take measures to further accelerate our businesses in the second year of the plan.

① Strengthening of our efforts in the areas of 'Challenge' and 'Reform'

(Acceleration of service-type businesses)

We will accelerate our service-type businesses by integrating into the Service and Product Planning the functions of platform creation and promotion such as IoT, cloud and standardization; and re-organizing the marketing functions.

(Development of outsourcing services)

We will further develop business processes in order to optimize the outsourcing service business and enhance profitability thereof.

(Promotion of Group-wide Projects)

We will transfer the existing group-wide projects to the Business Innovation Division in order to accelerate our businesses and strengthen our capabilities of implementation. Further, we will newly establish the Strategic Projects in the Incubation Division that will help new businesses to be launched.

② Reform of Corporate Culture and Workforce

We have set forth the reform of corporate culture and workforce as one of our key strategies, due to our understanding that a continued improvement of corporate culture is material in order to put our Group back on track towards growth. Efforts to reform corporate culture, working style, and workforce capabilities were made in the fiscal year 2016. We will further enhance our efforts through comprehensive promotion by the newly established "Organization Development".

We will further strengthen the existing management of business risks that will be diversified as a result of further intensified intra-group coordination and business growth in the future.

3. [Basic Concept on the Selection of Accounting Standards]

We have been examining the principles for applying IFRS (International Financial Reporting Standards) and periods of application.

4. Consolidated Financial Statements

(1) Consolidated Balance Sheets

Millions of Yen

	FY2015 (As of March 31, 2015)	FY2016 (As of March 31, 2016)
ASSETS		
Current assets		
Cash and deposits	23,326	15,564
Notes and accounts receivable - trade	68,121	70,446
Merchandise and finished goods	6,676	9,374
Work in process	2,874	2,341
Raw materials and supplies	349	223
Deferred tax assets	5,919	6,194
Prepaid expenses	8,903	9,703
Other	6,545	8,836
Allowance for doubtful accounts	(143)	(163)
Total current assets	**122,573**	**122,520**
Non-current assets		
Property, plant and equipment		
Buildings and structures	12,193	12,719
Accumulated depreciation	(8,896)	(9,552)
Buildings and structures, net	3,296	3,167
Machinery, equipment and vehicles	31,252	28,884
Accumulated depreciation	(23,737)	(21,513)
Machinery, equipment and vehicles, net	7,514	7,371
Land	618	618
Other	10,149	10,318
Accumulated depreciation	(7,467)	(7,455)
Other, net	2,682	2,862
Total property, plant and equipment	**14,111**	**14,019**
Intangible assets		
Goodwill	1,797	920
Software	19,076	19,933
Other	452	269
Total intangible assets	**21,326**	**21,123**
Investments and other assets		
Investment securities	17,952	15,544
Deferred tax assets	1,032	4,175
Net defined benefit asset	7,176	832
Other	16,102	15,353
Allowance for doubtful accounts	(504)	(475)
Total investments and other assets	**41,760**	**35,431**
Total non-current assets	**77,198**	**70,574**
Total assets	**199,772**	**193,094**

Millions of Yen

	FY2015 (As of March 31, 2015)	FY2016 (As of March 31, 2016)
LIABILITIES		
Current liabilities		
Notes and accounts payable - trade	25,231	22,940
Short-term loans payable	4,000	475
Current portion of convertible bond	—	1,085
Current portion of long-term loans payable	15,115	16,015
Income taxes payable	382	1,173
Accrued expenses	7,689	8,922
Advances received	12,214	13,637
Allowance for loss on contract development	1,687	55
Other provision	736	820
Asset retirement obligations	—	517
Other	10,591	9,631
Total current liabilities	**77,648**	**75,273**
Non-current liabilities		
Convertible bond	15,087	—
Long-term loans payable	21,655	18,915
Deferred tax liabilities	66	—
Provision	414	1,136
Net defined benefit liability	552	4,822
Asset retirement obligations	1,335	974
Other	1,037	760
Total non-current liabilities	**40,148**	**26,608**
Total liabilities	**117,796**	**101,881**
NET ASSETS		
Shareholders' equity		
Capital stock	5,483	5,483
Capital surplus	15,281	14,200
Retained earnings	68,031	73,364
Treasury shares	(19,283)	(3,746)
Deposit for subscriptions to treasury shares	2	6
Total shareholders' equity	**69,515**	**89,309**
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	5,511	4,297
Deferred gains or losses on hedges	(10)	(16)
Remeasurements of defined benefit plans	6,004	(3,216)
Total accumulated other comprehensive income	**11,505**	**1,065**
Subscription rights to shares	366	269
Non-controlling interests	587	569
Total net assets	**81,975**	**91,213**
Total liabilities and net assets	**199,772**	**193,094**

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

(Consolidated Statements of Income)

Millions of Yen

	FY2015 (Fiscal year ended March 31, 2015)	FY2016 (Fiscal year ended March 31, 2016)
Net sales	**269,154**	**278,039**
Cost of sales	**205,712**	**213,428**
Gross profit	**63,442**	**64,610**
Selling, general and administrative expenses		
Selling expenses	10,595	10,324
General and administrative expenses	41,922	41,761
Total selling, general and administrative expenses	**52,517**	**52,085**
Operating income	**10,924**	**12,525**
Non-operating income		
Interest income	63	38
Dividend income	432	380
Share of profit of entities accounted for using equity method	54	61
Gain on sales of listed securities	1,179	—
Foreign exchange gains	77	95
Other	157	189
Total non-operating income	**1,964**	**766**
Non-operating expenses		
Interest expenses	400	249
Settlement package	34	219
Environmental expenses	—	618
Other	81	47
Total non-operating expenses	**517**	**1,135**
Ordinary income	**12,371**	**12,155**
Extraordinary income		
Gain on sales of investment securities	69	434
Gain on reversal of subscription rights to shares	289	188
Gain on revision of retirement benefit plan	152	—
Other	0	4
Total extraordinary income	**512**	**628**
Extraordinary losses		
Loss on sales and retirement of non-current assets	123	207
Loss on valuation of investment securities	22	263
Office transfer expenses	—	574
Special retirement expenses	1,401	—
Other	111	18
Total extraordinary losses	**1,658**	**1,064**
Profit before income taxes	**11,225**	**11,719**
Income taxes - current	**479**	**1,389**
Income taxes - deferred	**3,443**	**1,370**
Total income taxes	**3,922**	**2,760**
Profit	**7,302**	**8,959**
Profit attributable to non-controlling interests	**56**	**38**
Profit attributable to owners of parent	**7,246**	**8,920**

(Consolidated Statements of Comprehensive Income)

Millions of Yen

	FY2015 (Fiscal year ended March 31, 2015)	FY2016 (Fiscal year ended March 31, 2016)
Profit	**7,302**	**8,959**
Other comprehensive income		
Valuation difference on available-for-sale securities	2,074	(1,213)
Deferred gains or losses on hedges	10	(5)
Remeasurements of defined benefit plans	4,338	(9,220)
Share of other comprehensive income of entities accounted for using equity method	0	0
Total other comprehensive income	**6,422**	**(10,440)**
Comprehensive income	**13,725**	**(1,480)**
(Breakdown)		
Comprehensive income attributable to owners of parent	13,668	(1,519)
Comprehensive income attributable to non-controlling interests	56	38

(3) Consolidated Statement of Changes in Equity

FY2015 [From April 1, 2014 to March 31, 2015]

(Millions of Yen)

	Shareholders' equity					
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Deposit for subscriptions to treasury shares	Total shareholders' equity
Balance at beginning of period	5,483	15,281	68,267	(19,318)	―	69,714
Cumulative effects of changes in accounting policies			(5,832)			(5,832)
Restated balance	5,483	15,281	62,435	(19,318)	―	63,881
Changes of items during the period						
Dividends from surplus			(1,645)			(1,645)
Profit attributable to owners of parent			7,246			7,246
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares			(4)	35		31
Deposit for subscriptions to treasury shares					2	2
Net changes of items other than shareholders' equity						
Total changes of items during the period	―	―	5,596	34	2	5,634
Balance at end of period	5,483	15,281	68,031	(19,283)	2	69,515

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains (losses) on hedges	Re-measurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	3,437	(20)	1,665	5,082	661	558	76,016
Cumulative effects of changes in accounting policies							(5,832)
Restated balance	3,437	(20)	1,665	5,082	661	558	70,184
Changes of items during the period							
Dividends from surplus						(27)	(1,672)
Profit attributable to owners of parent							7,246
Purchase of treasury shares							(0)
Disposal of treasury shares							31
Deposit for subscriptions to treasury shares							2
Net changes of items other than shareholders' equity	2,074	10	4,338	6,422	(294)	56	6,185
Total changes of items during the period	2,074	10	4,338	6,422	(294)	29	11,791
Balance at end of period	5,511	(10)	6,004	11,505	366	587	81,975

FY2016 [From April 1, 2015 to March 31, 2016]

(Millions of Yen)

	Shareholders' equity					
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Deposit for subscriptions to treasury shares	Total shareholders' equity
Balance at beginning of period	5,483	15,281	68,031	(19,283)	2	69,515
Cumulative effects of changes in accounting policies		(1,081)	287			(793)
Restated balance	5,483	14,200	68,319	(19,283)	2	68,722
Changes of items during the period						
Dividends of surplus			(2,351)			(2,351)
Profit attributable to owners of parent			8,920			8,920
Change in treasury shares of parent arising from transactions with non-controlling shareholders		0				0
Conversion of convertible bond			(1,510)	15,443		13,933
Purchase of treasury shares				(0)		(0)
Disposal of treasury shares			(12)	94	(2)	79
Deposit for subscriptions to treasury shares					6	6
Net changes of items other than shareholders' equity						
Total changes of items during the period	―	0	5,045	15,537	3	20,586
Balance at end of period	5,483	14,200	73,364	(3,746)	6	89,309

	Accumulated other comprehensive income				Subscription rights to shares	Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains (losses) on hedges	Re-measurements of defined benefit plans	Total accumulated other comprehensive income			
Balance at beginning of period	5,511	(10)	6,004	11,505	366	587	81,975
Cumulative effects of changes in accounting policies							(793)
Restated balance	5,511	(10)	6,004	11,505	366	587	81,182
Changes of items during the period							
Dividends of surplus						(48)	(2,400)
Profit attributable to owners of parent							8,920
Change in treasury shares of parent arising from transactions with non-controlling shareholders						(8)	(8)
Conversion of convertible bond							13,933
Purchase of treasury shares							(0)
Disposal of treasury shares							79
Deposit for subscriptions to treasury shares							6
Net changes of items other than shareholders' equity	(1,213)	(5)	(9,220)	(10,440)	(97)	38	(10,498)
Total changes of items during the period	(1,213)	(5)	(9,220)	(10,440)	(97)	(18)	10,030
Balance at end of period	4,297	(16)	(3,216)	1,065	269	569	91,213

(4) Consolidated Statements of Cash Flows

Millions of Yen

	FY2015 (Fiscal year ended March 31, 2015)	FY2016 (Fiscal year ended March 31, 2016)
Net cash provided by (used in) operating activities		
Profit before income taxes	11,225	11,719
Depreciation and amortization	9,746	9,405
Amortization of goodwill	137	83
Loss (gain) on sales of investment securities	(1,249)	(434)
Loss (gain) on valuation of investment securities	22	263
Increase(decrease) in allowance for loss on contract development	(1,583)	(1,632)
Increase (decrease) in other provision	52	797
Increase (decrease) in net defined benefit liability	(2,533)	4,269
Decrease (increase) in net defined benefit asset	(6,551)	6,343
Increase (decrease) in remeasurements of defined benefit plans	6,298	(13,442)
Interest and dividend income	(496)	(419)
Interest expenses	400	249
Decrease (increase) in notes and accounts receivable - trade	(162)	(2,325)
Decrease (increase) in inventories	3,867	(2,038)
Increase (decrease) in notes and accounts payable - trade	796	(2,290)
Increase (decrease) in accrued expenses	13	1,232
Other	(854)	(527)
Subtotal	19,129	11,253
Interest and dividend income received	499	422
Interest expenses paid	(485)	(337)
Income taxes paid	(1,106)	(347)
Net cash provided by (used in) operating activities	18,037	10,989
Net cash provided by (used in) investing activities		
Purchase of property, plant and equipment	(5,257)	(3,957)
Proceeds from sales of property, plant and equipment	242	7
Purchase of intangible assets	(7,865)	(7,152)
Purchase of investment securities	(456)	(710)
Proceeds from sales of investment securities	2,630	1,195
Proceeds from redemption of investment securities	100	—
Other	59	51
Net cash provided by (used in) investing activities	(10,548)	(10,565)
Net cash provided by (used in) financing activities		
Increase (decrease) in short-term loans payable	3,250	(3,525)
Proceeds from long-term loans payable	—	13,275
Repayments of long-term loans payable	(3,940)	(15,115)
Redemption of bonds	(10,000)	—
Repayments of other loans	(549)	(482)
Purchase of treasury shares	0	0
Cash dividends paid	(1,645)	(2,349)
Dividends paid to non-controlling interests	(27)	(48)
Other	27	60
Net cash provided by (used in) financing activities	(12,886)	(8,186)
Net increase (decrease) in cash and cash equivalents	(5,397)	(7,761)
Cash and cash equivalents at beginning of period	28,723	23,326
Cash and cash equivalents at end of period	23,326	15,564

(5) Notes on Going Concern Assumption

None applicable

(6) Changes in Accounting Principles

(Adoption of Accounting Standard for Business Combinations)

The ‘Accounting Standard for Business Combinations’ (Accounting Standards Board of Japan, ASBJ, Statement No. 21, issued on September 13, 2013, hereinafter referred to as the ‘Business Combinations Accounting Standard’), ‘Accounting Standard for Consolidated Financial Statements’ (ASBJ Statement No. 22, issued on September 13, 2013, hereinafter referred to as the ‘Consolidation Accounting Standard’), ‘Accounting Standard for Business Divestitures’ (ASBJ Statement No. 7, issued on September 13, 2013, hereinafter referred to as the ‘Business Divestitures Accounting Standard’) and other standards were adopted from the fiscal year under review. Accordingly, the accounting method was changed to record any differences arising from changes in a parent company’s ownership interest in its subsidiary as capital surplus as long as the parent retains control over its subsidiary, and to record acquisition-related costs as expenses for the fiscal year in which they occur.

In addition, with regard to business combinations on or after April 1, 2015, the accounting method was changed to retroactively reflect adjustments to the amount allocated to acquisition cost in the consolidated financial statements of the fiscal year in which the relevant business combinations became or will become effective, upon finalizing provisional accounting treatment. Such adjustments shall be recognized as if the accounting for the business combination had been complete at the acquisition date.

Furthermore, we have made changes in presentation, such as a change from net income to profit attribute to owners of parent and a change from minority interests to non-controlling interests. To reflect these changes in presentation, adjustments have been made to the consolidated financial statements for the prior fiscal year presented herein.

The Business Combinations Accounting Standard and other standards were applied in accordance with the transitional treatments set forth in Article 58 -2 (3) of the Business Combinations Accounting Standard, Article 44-5 (3) of the Consolidation Accounting Standard, and Article 57-4 (3) of the Business Divestitures Accounting Standard. The cumulative effect arising from the retroactive application of these new accounting policies to all the previous fiscal years were added to or deducted from capital surplus and retained earnings as of April 1, 2015.

As a result, goodwill decreased by ¥793 million, capital surplus decreased by ¥1,081 million, and retained earnings increased by ¥287 million as of April 1, 2015.

Operating income, ordinary income and profit before income taxes increased by ¥53 million for the fiscal year under review, respectively.

The cumulative effect was reflected in the net assets as of April 1, 2015 of the fiscal year under review. Thus, capital surplus decreased by ¥1,081 million and retained earnings increased by ¥287 million as of April 1, 2015 in the Consolidated Statement of Changes in Equity.

In the fiscal year under review, net asset amount per share decreased by ¥6.94; earnings per share increased by ¥0.56; and diluted earnings per share increased by ¥0.49.

(7) Changes in Representation Methods

(Consolidated State of Income)

‘Foreign exchange gains’ that used to be included in the ‘Others’ of non-operating income in the previous fiscal year are described separately for the fiscal year under review because they constitute more than 10/100 of the amount of total non-operating income. (Note that they are ¥ 95 million for the fiscal year under review.)
Consolidated financial statements for the previous fiscal year have been restated in order to reflect this change in presentation.

‘Foreign exchange gains’ of the previous fiscal year were ¥77 million.

‘Settlement package’ that used to be included in the ‘Others’ of non-operating expenses in the previous fiscal year are described separately for the fiscal year under review because they constitute more than 10/100 of the amount of total non-operating expenses. (Note that it is ¥219 million for the fiscal year under review.)
Consolidated financial statements for the previous fiscal year have been restated in order to reflect this change in presentation.

‘Settlement package’ of previous fiscal year was ¥34 million.

‘Loss on valuation of investment securities’ of extraordinary losses that were included in ‘Others’ of the amount of extraordinary losses in the previous fiscal year are independently described in the fiscal year under review because they constitute more than 10/100 of the total extraordinary losses. (Note that they are ¥263 million for the fiscal year under review.)
Consolidated financial statements for the previous fiscal year have been restated in order to reflect this change in presentation.

‘Loss on valuation of investment securities’ of the previous fiscal year was ¥22 million.

(Consolidated Statements of Cash Flows)

‘Impairment loss’ of ‘Net cash provided by (used in) operating activities’ that was separately described in the previous fiscal year is included in ‘Others’ in the fiscal year under review due to the less significant amount. (Note that it is ¥18 million for the fiscal year under review.) Consolidated financial statements for the previous fiscal year have been restated in order to reflect this change in presentation.

‘Impairment loss’ of the previous fiscal year was ¥110 million.

‘Increase (decrease) in deposits received’ of ‘Net cash provided by (used in) operating activities’ that were separately described in the previous fiscal year are included in ‘Others’ in the fiscal year under review due to the less significant amount. (Note that it is ¥(110) million for the fiscal year under review.) Consolidated financial statements for the previous fiscal year have been restated in order to reflect this change in presentation.

‘Increase (decrease) in deposits received’ of the previous fiscal year were ¥503 million.

(8) Additional Information

(Corrections of Deferred Tax Assets and Deferred Tax Liabilities from Changes in Corporation Tax Rate)

The "Act for Partial Amendment of the Income Tax Act, etc." (Act No. 15 of 2016) and the "Act for Partial Amendment of the Local Tax Act, etc." (Act No. 13 of 2016) were passed by the Diet on March 29, 2016. The corporation tax rate was lowered from the fiscal year beginning on or after April 1, 2016.

Accordingly, the effective tax rate for the calculation of deferred tax assets and deferred tax liabilities will be lowered from 33.1% to 30.9% for temporary differences expected to be eliminated in the fiscal year beginning on April 1, 2016, and the fiscal year beginning on April 1, 2017, and to 30.6% for fiscal year beginning on April 1, 2018 and thereafter.

The deductible amount for loss carryforwards will be limited to 60/100 equivalent to the amount of taxable income for fiscal years beginning on or after April 1, 2016, to 55/100 for fiscal years beginning on or after April 1, 2017, and to 50/100 for fiscal years beginning on or after April 1, 2018.

As a result of these changes in the tax rate, deferred tax assets (amount after the reduction of the amount of deferred tax liabilities) decreased by ¥133 million. Also, income taxes-deferred increased ¥209 million and valuation difference on available-for-sale securities increased ¥101 million, and re-measurements of defined benefit plans decreased by ¥25 million.

(9) Notes to Consolidated Financial Statements

(Segment Information and Others)

(Segment information)

1. Overview of reportable segments

The reportable segments of the Company are those units among the constituent units of the Company for which separate financial statements can be obtained and which are regularly examined by the Board of Directors for decisions on the allocation of management resources and for assessing business performance.

By fully harnessing the collective capabilities of the Group, the Company provides comprehensive IT solution services, from identifying customers' management issues to providing solutions to them. Our businesses involve proposing comprehensive strategies for products and services that together constitute IT solution services.

The Company's operations therefore consist of segments comprised of products and services that constitute our IT solution services. We have five reportable segments; System Services, Support Services, Outsourcing, Software, and Hardware.

Details of the reportable segments are as follows:

- System Services: Entrusted with software development business, system engineer services and consulting
- Support Services: Software and hardware maintenance, installation support and related services
- Outsourcing: Entrusted with management of information systems, and related services
- Software: Provision of software based on software license agreements
- Hardware: Provision of hardware based on equipment sales agreements or rental agreements

2. Methods to determine net sales, income or loss, assets and other amounts by reportable segment

The accounting methods by business segment reported herein are the same as described in the "Basis of Presentation of the Consolidated Financial Statements."

4. Information on net sales, income or loss, assets and other amounts by reportable segment

FY2015 (from April 1, 2014 to March 31, 2015)

(Millions of Yen)

	Reportable segment						Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in the consolidated financial statements (Note 3)
	System Services	Support Services	Out sourcing	Software	Hardware	Total				
Net Sales	83,404	55,245	38,646	30,727	51,337	259,361	9,793	269,154	-	269,154
Segment profits	21,215	16,330	7,667	8,691	6,985	60,891	2,551	63,442	(52,517)	10,924
Segment assets	2,969	3,229	18,117	3,373	5,562	33,252	371	33,624	166,147	199,772
Other items										
Depreciation and amortization	173	346	4,332	1,805	827	7,485	127	7,612	2,134	9,746
Increased amount of property, plant and equipment and intangible assets	199	337	7,842	1,555	673	10,608	96	10,705	3,546	14,251

(Note 1) The Other category is a business segment that is not included in the reportable segments. It includes the installation and other businesses.
(Note 2) The contents of adjustment are described below.

(1) The adjustment of ¥(52,517) million to segment profits includes development expenses of ¥(4,337) million, amortization of goodwill of ¥(137) million, and selling, general and administrative expenses of ¥(48,042) million that have not been distributed to each reportable segment.
(2) The adjustment of ¥166,147 million to segment assets represents the corporate assets that have not been distributed to each reportable segment.
(3) The adjustment of ¥2,134 million to depreciation and amortization represents the depreciation and amortization of the corporate assets that have not been distributed to each reportable segment.
(4) The adjustment of ¥3,546 million to increased amount of property, plant and equipment and intangible assets represents the increase in the corporate assets that have not been distributed to each reportable segment.

(Note 3) Segment profits have been adjusted with the operating income recorded in the consolidated financial statements.

FY2016 (from April 1, 2015 to March 31, 2016)

(Millions of Yen)

	Reportable segment						Other (Note 1)	Total	Adjustment (Note 2)	Amount recorded in the consolidated financial statements (Note 3)
	System Services	Support Services	Out sourcing	Software	Hardware	Total				
Net Sales	89,829	55,362	40,496	30,003	53,873	269,565	8,474	278,039	-	278,039
Segment profits	23,834	14,848	8,797	7,358	7,381	62,221	2,389	64,610	(52,085)	12,525
Segment assets	2,148	2,119	21,827	4,977	4,819	35,891	293	36,185	156,909	193,094
Other items										
Depreciation and amortization	136	301	4,812	1,612	808	7,670	88	7,759	1,645	9,405
Increased amount of property, plant and equipment and intangible assets	57	120	5,175	2,201	958	8,512	81	8,594	3,037	11,631

(Note 1) The Other category is a business segment that is not included in the reportable segments. It includes the installation and other businesses.
(Note 2) The contents of adjustment are described below.

(1) The adjustment of ¥(52,085) million to segment profits includes development expenses of ¥(4,036) million, amortization of goodwill of ¥(83) million, and selling, general and administrative expenses of ¥(47,965) million that have not been distributed to each reportable segment.
(2) The adjustment of ¥156,909million to segment assets represents the corporate assets that have not been distributed to each reportable segment.
(3) The adjustment of ¥1,645 million to depreciation and amortization represents the depreciation and amortization of the corporate assets that have not been distributed to each reportable segment.
(4) The adjustment of ¥3,037 million to increased amount of property, plant and equipment and intangible assets represents the increase in the corporate assets that have not been distributed to each reportable segment.

(Note 3) Segment profits have been adjusted with the operating income recorded in the consolidated financial statements.

(Related information)

FY2015 (from April 1, 2014 to March 31, 2015)

1. Information by product and service

Information by product and service is not described because the same information is stated as part of segment information.

2. Information by region

(1) Net sales

Net sales by region are not disclosed because the amount of net sales to customers in Japan accounts for more than 90% of the amount of net sales of consolidated statements of income.

(2) Property, plant and equipment

Property, plant and equipment by region are not disclosed because the amount of property, plant and equipment that are located in Japan accounts for more than 90% of the amount of property, plant and equipment of consolidated balance sheets.

3. Information by major customer

No major customer is stated because no customer accounted for more than 10% of net sales as stated in the consolidated statements of income.

FY2016 (from April 1, 2015 to March 31, 2016)

1. Information by product and service

Information by product and service is not described because the same information is stated as part of segment information.

2. Information by region

(1) Net sales

Net sales by region are not disclosed because the amount of net sales to customers in Japan accounts for more than 90% of the amount of net sales of consolidated statements of income.

(2) Property, plant and equipment

Property, plant and equipment by region are not disclosed because the amount of property, plant and equipment that are located in Japan accounts for more than 90% of the amount of property, plant and equipment of consolidated balance sheets.

3. Information by major customer

No major customer is stated because no customer accounted for more than 10% of net sales as stated in the consolidated statements of income.

(Information on impairment loss of non-current assets by reportable segment)

FY 2015 (from April 1, 2014 to March 31, 2015)

(Millions of Yen)

	System Services	Support Services	Outsourcing	Software	Hardware	Other	Eliminations and Corporate	Total
Impairment loss	—	—	19	—	—	—	91	110

(Note) The amount of 'Eliminations and Corporate' represents impairment loss relating to the corporate assets that do not belong to any segment.

FY 2016 (from April 1, 2015 to March 31, 2016)

(Millions of Yen)

	System Services	Support Services	Outsourcing	Software	Hardware	Other	Eliminations and Corporate	Total
Impairment loss	—	—	18	—	—	—	474	493

(Note) The amount of 'Eliminations and Corporate' represents impairment loss relating to the corporate assets that do not belong to any segment.

(Information about the amount of amortization of goodwill and the amount of the unamortized balance of goodwill by reportable segment)

FY 2015 (from April 1, 2014 to March 31, 2015)

(Millions of Yen)

	System Services	Support Services	Outsourcing	Software	Hardware	Other	Eliminations and Corporate	Total
Amount of amortization for this period	—	—	—	—	—	—	137	137
Balance at the end of this period	—	—	—	—	—	—	1,797	1,797

FY 2016 (from April 1, 2015 to March 31, 2016)

(Millions of Yen)

	System Services	Support Services	Outsourcing	Software	Hardware	Other	Eliminations and Corporate	Total
Amount of amortization for this period	—	—	—	—	—	—	83	83
Balance at the end of this period	—	—	—	—	—	—	920	920

(Per-Share Information)

	FY 2015 (from April 1, 2014 to March 31, 2015)	FY 2016 (from April 1, 2015 to March 31, 2016)
Net assets per share (¥)	861.53	847.51
Earnings per share (¥)	77.07	93.71
Diluted earnings per share (¥)	66.72	82.33

Note: 1. The basic information used to calculate earnings per share or diluted earnings per share is as follows.

	FY 2015 (from April 1, 2014 to March 31, 2015)	FY 2016 (from April 1, 2015 to March 31, 2016)
Earnings per share		
Profit attributable to owners parent for the year (¥ mil)	7,246	8,920
Amount that does not belong to ordinary shareholders (¥ mil)	—	—
Profit attributable to owners of parent, available to common stock (¥ mil)	7,246	8,920
Average number of common stock outstanding during the year (thousand shares)	94,017	95,187
Diluted earnings per share		
Adjustments to profit attributable to owners of parent (¥ mil)	-48	-41
(Interest expenses (after the adjustment of amount equivalent to tax) (¥mil)) (Note 2)	(-48)	(-45)
(Conversion commission (after the adjustment of amount equivalent to tax) (¥mil))	—	(4)
Increase of common stock (thousand shares)	13,854	12,656
(Convertible bond (thousand shares))	(13,464)	(12,281)
(Subscription rights to shares (thousand shares))	(389)	(374)
Dilutive shares, which were not included in the calculation of diluted earnings per share, due to lack of dilution effect	Subscription rights to shares Day when an extraordinary resolution was adopted at general shareholders' meetings June 27, 2008 (4,476 units of subscription rights to shares)	—

Note: 2. The amount represents the amount of amortization for the fiscal year ended March 31, 2016 for the amount of difference resulted from issuing at a higher price than the face amount of bond. (Note that the amount equivalent to tax has been deducted.)

3. The basic information used to calculate net asset per share is as follows.

	FY 2015 (from April 1, 2014 to March 31, 2015)	FY 2016 (from April 1, 2015 to March 31, 2016)
Total net assets (¥ mil)	81,975	91,213
Amounts to be deducted from the total net assets (¥ mil)	957	845
(Deposit for subscriptions to treasury shares) (¥ mil)	(2)	(6)
(Subscription rights to shares) (¥ mil)	(366)	(269)
(Non-controlling interests) (¥ mil)	(587)	(569)
Net assets at the end of period attributable to common stock (¥ mil)	81,018	90,368
Number of common stock at the end of period utilized for the calculation of net assets per share (thousand shares)	94,039	106,627

(Significant Subsequent Events)

None applicable