

Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 [Japanese GAAP]



May 9, 2017

Company name: TECHMATRIX CORPORATION

Stock exchange listing: Tokyo Stock Exchange

Code number: 3762

URL: <http://www.techmatrix.co.jp/>

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Scheduled date of Ordinary General Meeting of Shareholders: June 23, 2017

Scheduled date of filing annual securities report: June 26, 2017

Scheduled date of commencing dividend payments: June 8, 2017

Availability of supplementary briefing material on annual financial results: Available (Scheduled)

Schedule of annual financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (April 1, 2016 to March 31, 2017)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended								
March 31, 2017	21,996	5.1	1,643	19.0	1,626	14.5	1,018	22.8
March 31, 2016	20,920	13.6	1,381	22.2	1,420	25.4	829	41.9

(Note) Comprehensive income: Fiscal year ended March 31, 2017: ¥1,045 million [37.0%]

Fiscal year ended March 31, 2016: ¥762 million [23.5%]

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary income to total assets	Operating income to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2017	58.64	58.60	23.2	9.9	7.5
March 31, 2016	41.34	-	16.0	9.5	6.6

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2017: ¥- million

Fiscal year ended March 31, 2016: ¥- million

The Company executed a two-for-one stock split on March 1, 2017 based on the resolution made by the Board of Directors at its meeting held on February 3, 2017. Accordingly, the figures for basic earnings per share have been calculated assuming that the stock split was executed at the beginning of the previous fiscal year.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2017	17,280	4,853	27.9	277.14
As of March 31, 2016	15,718	3,967	25.1	227.54

(Reference) Equity: As of March 31, 2017: ¥4,813 million

As of March 31, 2016: ¥3,952 million

The Company executed a two-for-one stock split on March 1, 2017 based on the resolution made by the Board of Directors at its meeting held on February 3, 2017. Accordingly, the figures for net assets per share have been calculated assuming that the stock split was executed at the beginning of the previous fiscal year.

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
March 31, 2017	1,629	(454)	(414)	5,458
March 31, 2016	1,366	(89)	(869)	4,698

2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
March 31, 2016	-	0.00	-	20.00	20.00	173	24.2	4.1
March 31, 2017	-	0.00	-	15.00	15.00	260	25.6	5.9
March 31, 2018 (Forecast)	-	0.00	-	18.00	18.00		22.3	

The result of the fiscal year ended March 31, 2016, ¥20.00 per share, is the amount prior to the stock split executed on March 1, 2017. (Considering the stock split, dividend per share is ¥10.00.)

The Company executed a two-for-one stock split on March 1, 2017. (The dividend forecast per share for the fiscal year ending March 31, 2018 is the amount after the stock split.)

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	11,200	7.7	700	17.6	900	47.9	600	54.1	34.54
Full year	24,000	9.1	2,000	21.7	2,200	35.2	1,400	37.5	80.60

*** Notes:**

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
- 1) Changes in accounting policies due to the revision of accounting standards: Yes
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No
- (3) Total number of issued shares (common stock)
- 1) Total number of issued shares at the end of the period (including treasury stock):
March 31, 2017: 24,759,200 shares
March 31, 2016: 24,759,200 shares
 - 2) Total number of treasury stock at the end of the period:
March 31, 2017: 7,389,124 shares
March 31, 2016: 7,388,782 shares
 - 3) Average number of shares during the period:
Fiscal year ended March 31, 2017: 17,370,251 shares
Fiscal year ended March 31, 2016: 20,069,239 shares

The Company executed a two-for-one stock split on March 1, 2017 based on the resolution made by the Board of Directors at its meeting held on February 3, 2017. Accordingly, the figures for total number of issued shares, total number of treasury stock at the end of the period, and average number of shares during the period have been calculated assuming that the stock split was executed at the beginning of the previous fiscal year.

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (April 1, 2016 to March 31, 2017)

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 31, 2017	17,167	4.9	1,312	14.0	1,296	10.0	902	23.2
March 31, 2016	16,371	17.2	1,151	20.2	1,178	22.6	732	47.4

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2017	51.98	51.95
March 31, 2016	36.51	-

The Company executed a two-for-one stock split on March 1, 2017 based on the resolution made by the Board of Directors at its meeting held on February 3, 2017. Accordingly, the figures for basic earnings per share have been calculated assuming that the stock split was executed at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of March 31, 2017	15,658	4,939	31.5	283.54
As of March 31, 2016	14,813	4,169	28.1	240.05

(Reference) Equity: As of March 31, 2017: ¥4,925 million

As of March 31, 2016: ¥4,169 million

The Company executed a two-for-one stock split on March 1, 2017 based on the resolution made by the Board of Directors at its meeting held on February 3, 2017. Accordingly, the figures for net assets per share have been calculated assuming that the stock split was executed at the beginning of the previous fiscal year.

2. Non-Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(% indicates changes from the previous corresponding period.)

	Net sales		Ordinary income		Net income		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Yen
First half	8,800	9.9	600	35.8	400	31.2	23.03
Full year	18,800	9.5	1,600	23.4	1,100	21.8	63.33

* These financial results are outside the scope of audit.

* Explanation of the proper use of financial results forecast and other notes

The statements concerning future performance presented in this document are prepared based on currently available information and certain preconditions which the Company believes to be reasonable at this time. Actual results may be substantially different from these forecasts presented herein due to various factors.

The documents used in the financial results briefing session shall be posted on the Company's website as soon as possible following the session.

(Regarding stock split)

The Company executed a two-for-one stock split on March 1, 2017 based on the resolution made by the Board of Directors at its meeting held on February 3, 2017.