

Consolidated Financial Results (Japanese Accounting Standards) for the FY2015 (Ended March 31, 2016)

Company name: Hakuto Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Stock code: 7433
 URL: <http://www.hakuto.co.jp>
 Representative: Ryusaburo Sugimoto, President
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 Scheduled date of ordinary shareholders' meeting: June 28, 2016
 Scheduled date of commencement of dividend payment: June 7, 2016
 Scheduled date for filing of annual securities report: June 28, 2016
 Supplementary documents for financial results: Yes
 Financial results briefing: Yes (for analysts and institutional investors)

(Amounts are rounded down to million yen.)

1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2016 (April 1, 2015 – March 31, 2016)

(1) Consolidated Results of Operations

(Percentages show year-on-year changes.)

| | Net sales | | Operating income | | Ordinary income | | Net income attributable to owners of parent | |
|---------------------------|-------------|--------|------------------|--------|-----------------|--------|---|--------|
| | Million Yen | % | Million Yen | % | Million Yen | % | Million Yen | % |
| Year ended March 31, 2016 | 116,296 | (11.3) | 2,906 | (32.5) | 2,873 | (36.9) | 2,034 | (40.0) |
| March 31, 2015 | 131,073 | (1.2) | 4,307 | 6.5 | 4,555 | 8.0 | 3,394 | 45.3 |

(Note) Comprehensive income: 1,146 million yen (negative75.5%) for the fiscal year ended March 31, 2016
 4,676 million yen (15.6%) for the fiscal year ended March 31, 2015

| | Net income per share (basic) | Net income per share (diluted) | Return on equity | Ratio of ordinary income to total assets | Ratio of operating income to net sales |
|---------------------------|------------------------------|--------------------------------|------------------|--|--|
| | Yen | Yen | % | % | % |
| Year ended March 31, 2016 | 93.02 | — | 4.0 | 3.6 | 2.5 |
| March 31, 2015 | 155.08 | — | 7.0 | 5.5 | 3.3 |

(Reference) Share of profit(loss) of entities accounted for using equity method:

(22) million yen for the fiscal year ended March 31, 2016

13 million yen for the fiscal year ended March 31, 2015

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity Ratio | Net assets per share |
|---------------------------|--------------|-------------|--------------|----------------------|
| | Million Yen | Million Yen | % | Yen |
| Year ended March 31, 2016 | 76,365 | 50,774 | 66.5 | 2,330.43 |
| March 31, 2015 | 82,785 | 50,799 | 61.4 | 2,318.50 |

(Reference) Shareholders' equity: As of March 31, 2016: 50,774 million yen As of March 31, 2015: 50,799 million yen

(3) Consolidated Cash Flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of fiscal year |
|---------------------------|--------------------------------------|--------------------------------------|--------------------------------------|---|
| | Million Yen | Million Yen | Million Yen | Million Yen |
| Year ended March 31, 2016 | 2,087 | 44 | (5,469) | 8,366 |
| March 31, 2015 | 4,296 | (374) | (3,658) | 12,127 |

2. Dividends

| | Dividend per share | | | | | Total dividends (annual) | Payout ratio (consolidated) | Ratio of dividends to net assets (consolidated) |
|--|----------------------|-----------------------|----------------------|----------|--------|--------------------------|-----------------------------|---|
| | End of first quarter | End of second quarter | End of third quarter | Year-end | Annual | | | |
| Year ended March 31, 2015 | - | 15.00 | - | 25.00 | 40.00 | 883 | 25.8 | 1.8 |
| March 31, 2016 | - | 20.00 | - | 20.00 | 40.00 | 880 | 43.0 | 1.7 |
| Year ending March 31, 2017 (forecasts) | - | 20.00 | - | 20.00 | 40.00 | | 37.9 | |

(Note) The total dividends include dividends for the trust account of the Employee Stock Ownership Group (7 million yen for the fiscal year ended March 31, 2015 and 5 million yen for the fiscal year ended March 31, 2016)

3. Consolidated Forecasts for the Fiscal Year Ending March 31, 2017(April 1, 2016 – March 31, 2017)

(Percentage figures for the fiscal year represent the changes from the previous year, while percentage figures for the six months period represent the changes from the same period of the previous year)

| | 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 |
| Six months ending September 30, 2016 | 61,000 | 1.7 | 1,500 | (19.9) | 1,600 | (16.1) | 1,100 | (20.1) | 50.49 |
| Year ending March 31, 2017 | 128,000 | 10.1 | 3,300 | 13.5 | 3,400 | 18.3 | 2,300 | 13.0 | 105.56 |

*Notes

(1) Changes of important subsidiaries during the period
(changes of specific subsidiaries in accordance with changes in the scope of consolidation): None

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

- (i) Changes in accounting policies caused by revision of accounting standards: Yes
(ii) Changes in accounting policies other than (i): None
(iii) Changes in accounting estimates: None
(iv) Restatement: None

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

(i) Number of shares outstanding at end of period (including treasury stock)

As of March 31, 2016: 24,137,213shares
As of March 31, 2015: 24,137,213shares

(ii) Number of treasury stock at end of period

As of March 31, 2016: 2,349,593shares
As of March 31, 2015: 2,226,930shares

(iii) Average number of shares outstanding during the term

Year ended March 31, 2016: 21,876,929shares
Year ended March 31, 2015: 21,886,976shares

(Reference) Individual Results of Operations

Individual Financial Results for the Fiscal Year Ended March 31, 2016 (April 1, 2015 – March 31, 2016)

(1) Individual Results of Operations

(Percentages show year-on-year changes.)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|----------------|-------------|-------|------------------|--------|-----------------|--------|-------------|--------|
| Year ended | Million Yen | % | Million Yen | % | Million Yen | % | Million Yen | % |
| March 31, 2016 | 87,788 | (6.1) | 1,590 | (34.6) | 2,568 | (34.9) | 1,649 | (48.0) |
| March 31, 2015 | 93,457 | (5.8) | 2,430 | (9.5) | 3,943 | 9.1 | 3,173 | 55.0 |

| | Net income per share (basic) | Net income per share (diluted) |
|----------------|------------------------------|--------------------------------|
| Year ended | Yen | Yen |
| March 31, 2016 | 75.39 | — |
| March 31, 2015 | 145.02 | — |

(2) Individual Financial Position

| | Total assets | Net assets | Equity Ratio | Net assets per share |
|----------------|--------------|-------------|--------------|----------------------|
| Year ended | Million Yen | Million Yen | % | Yen |
| March 31, 2016 | 63,261 | 42,445 | 67.1 | 1,948.15 |
| March 31, 2015 | 67,567 | 41,778 | 61.8 | 1,906.77 |

(Reference) Shareholders' equity: As of March 31, 2016: 42,445 million yen As of March 31, 2015: 41,778 million yen

< Difference reason of individual result for the previous fiscal year >

The difference between the previous fiscal year result and the this fiscal year in Net income is due to Net sales decline in the Electronics business and the valuation loss on investment securities in extraordinary loss .

* Statement Relating to the Execution Status for Audit Procedures

- This financial summary falls outside the scope of audit procedures based on the stipulations of the Financial Instruments and Exchange Act. The audit procedures for financial statements based on the stipulations of said Act were not completed at the time this financial summary was disclosed.

* Explanations and other special notes concerning the appropriate use of business performance forecasts

-The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable. Actual results may differ materially from the forecast depending on a range of factors.