

FY March 2016 Consolidated Financial Results [Japan GAAP] (April 1, 2015 to March 31, 2016)

Corporate Name: PROTO CORPORATION
Securities Code: 4298
Representative: Kenji Kamiya, President
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May 13, 2016
Stock Exchange Listing: TSE
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Scheduled dates:
General Shareholders' Meeting: June 29, 2016
Dividends Paid: From June 8, 2016
Expected date of filing of financial report: June 30, 2016

Earnings supplementary explanatory documents: Yes
Earnings presentation: Yes (for institutional investors and analysts)

(Millions of yen, rounded down)

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

(1) Consolidated Operating Results (Percentage represents change to the corresponding period of the previous year)

	Net Sales (%)	Operating Income (%)	Ordinary Income (%)	Net income attributable to owners of parent (%)
Year Ended March 31, 2016	54,297 11.7	4,071 (3.8)	4,190 (7.9)	(390) —
Year Ended March 31, 2015	48,602 (11.2)	4,233 (10.6)	4,548 (9.2)	2,381 (9.4)

Note: Comprehensive income

As of March 31, 2016: (701) million yen; (-) As of March 31, 2015: 2,465 million yen; (27.4%)

	Net Income per Share (Yen)	Net Income per Share (fully diluted) (Yen)	ROE(%) (Net Income/ Shareholders' Equity)	ROA(%) (Ordinary Income/ Total Assets)	Operating Income Ratio(%)
Year Ended March 31, 2016	(19.28)	—	(1.5)	10.1	7.5
Year Ended March 31, 2015	116.76	—	8.8	10.6	8.7

Reference: Equity in net income of affiliated companies

Year Ended March 31, 2016: - Year Ended March 31, 2015: -

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
As of March 31, 2016	40,885	26,001	63.6	1,286.93
As of March 31, 2015	41,751	27,672	66.3	1,361.64

Reference: Equity capital

March 31, 2016: 26,001 million yen

March 31, 2015: 27,672 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, End of Period
Year Ended March 31, 2016	3,523	(3,373)	(839)	11,286
Year Ended March 31, 2015	6,577	(914)	(4,821)	12,030

2. Cash Dividends

	Cash Dividends per Share					Total Annual Dividends Paid	Payout Ratio (Cons.)	Dividends on Net Assets (Cons.)
	1st Quarter	2nd Quarter	3rd Quarter	Year-End	Annual			
Year Ended March 2015	Yen —	Yen 19.00	Yen —	Yen 19.00	Yen 38.00	Million yen 774	% 32.5	% 2.9
Year Ended March 2016	Yen —	Yen 19.00	Yen —	Yen 20.00	Yen 39.00	787	—	2.9
Year Ended March 2017 (Forecast.)	Yen —	Yen 25.00	Yen —	Yen 25.00	Yen 50.00		69.5	

3. Forecast for the Fiscal Year Ending March 2017 (April 1, 2016 to March 31, 2017)

(Percentage represents change to the corresponding previous period.)

	Net Sales	Operating Income	Ordinary Income	Net income attributable to owners of parent	Net Income per Share
Six Months Ending September 30, 2016	27,170 % 3.2	1,161 (47.7) %	1,167 (49.3) %	634 (49.1) %	Yen 31.38
Year Ending March 31, 2017	58,251 7.3	2,413 (40.7)	2,431 (42.0)	1,453 —	71.92

*** Notes**

(1) Major changes in consolidated subsidiaries during period: None

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

- 1) Changes in accounting policies resulting from the revision of the accounting standards and other regulations: Yes
- 2) Other changes in accounting policies: None
- 3) Changes in accounting estimates: None
- 4) Restatement of corrections: None

(3) Numbers of shares issued (common stock)

1) Number of shares issued
(including treasury stock)

As of March 31, 2016	20,940,000 shares	As of March 31, 2015	20,940,000 shares
As of March 31, 2016	735,930 shares	As of March 31, 2015	617,370 shares
Year Ended March 31, 2016	20,249,655 shares	Year Ended March 31, 2015	20,398,858 shares

2) Number of treasury stock

3) The average number of outstanding
shares over period (cumulative term)

**Reference: Non-Consolidated Performance Summary
Non-Consolidated Operating Results for the Fiscal Year Ended March 31, 2016
(April 1, 2015 to March 31, 2016)**

(1) Non-Consolidated Operating Results (Percentage represents change to the corresponding period of the previous year)

	Net Sales (%)		Operating Income (%)		Ordinary Income (%)		Net Income (%)	
Year Ended March 31, 2016	24,875	1.4	4,074	(1.9)	4,276	(1.0)	(566)	—
Year Ended March 31, 2015	24,523	0.5	4,155	(6.5)	4,319	(7.6)	2,293	(9.7)

	Net Income per Share (Yen)	Net Income per Share (fully diluted) (Yen)
Year Ended March 31, 2016	(27.97)	—
Year Ended March 31, 2015	112.45	—

(2) Non-Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio (%)	Net Assets per Share (Yen)
As of March 31, 2016	29,049	25,481	87.7	1,261.20
As of March 31, 2015	31,612	27,029	85.5	1,330.03

Reference: Equity capital

March 31, 2016: ¥25,481 million

March 31, 2015: ¥27,029 million

*** Indication regarding the implementation status of the quarterly review procedure**

This financial result is exempted from the quarterly review procedure based on the Financial Instruments and Exchange Act. At the time of disclosure of these financial results, audit process procedures for the financial statements under the Financial Instruments and Exchange Act have not been completed.

*** Explanation for appropriate use of forecasts and other notes**

The forward-looking statements such as operational forecasts contained in this statements summary are based on the information currently available to the Company and certain assumptions which are regarded as legitimate. Actual results may differ significantly from these forecasts due to various factors.