

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

April 28, 2017

Company name: MIRAIT Holdings Corporation
 Stock exchange listing: TSE
 Code number: 1417
 URL: <http://www.mirait.co.jp/>
 Representative: Masatoshi Suzuki, President and CEO
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 Phone: +81-3-6807-3124
 Scheduled date of Ordinary General Meeting of Shareholders: June 28, 2017
 Scheduled date of commencing dividend payments: June 29, 2017
 Scheduled date of filing annual securities report: June 29, 2017
 Availability of supplementary briefing material on annual results: available
 Schedule of quarterly results briefing session: scheduled (for analysts and institutional investors)

(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 period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Fiscal year ended March 31, 2017	283,236	5.1	10,061	64.2	10,590	57.2	6,437	77.3
Fiscal year ended March 31, 2016	269,537	(5.0)	6,127	(56.7)	6,735	(54.6)	3,631	(67.3)

(Note) Comprehensive income: Fiscal year ended March 31, 2017: 6,534 million yen (124.9%)
 Fiscal year ended March 31, 2016: 2,905 million yen (-77.4%)

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	yen	yen	%	%	%
Fiscal year ended March 31, 2017	79.81	69.39	5.2	5.1	3.6
Fiscal year ended March 31, 2016	44.65	—	3.0	3.5	2.3

(Reference)

Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2017: 152 million yen
 Fiscal year ended March 31, 2016: 105 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
Fiscal Year Ended March 31, 2017	218,053	128,837	56.9	1,570.53
Fiscal Year Ended March 31, 2016	194,978	126,599	63.1	1,511.74

(Reference)

Equity: Fiscal year ended March 31, 2017: 124,132 million yen
 Fiscal year ended March 31, 2016: 122,949 million yen

(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
	million yen	million yen	million yen	million yen
Fiscal year ended March 31, 2017	4,767	(11,140)	10,499	33,169
Fiscal year ended March 31, 2016	6,239	(3,680)	(2,690)	29,121

2. Dividends

	Annual dividends per share					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1 st quarter-end	2 nd quarter-end	3 rd quarter-end	Year-end	Total			
	yen	yen	yen	yen	yen	million yen	%	%
Fiscal year ended March 31, 2016	—	15.00	—	15.00	30.00	2,439	67.2	2.0
Fiscal year ended March 31, 2017	—	15.00	—	15.00	30.00	2,416	37.6	1.9
Fiscal year ending March 31, 2018 (Forecast)	—	15.00	—	15.00	30.00		29.6	

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 parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
First half	130,000	21.7	2,500	—	2,800	—	1,800	—	22.77
Full year	310,000	9.4	12,500	24.2	13,000	22.7	8,000	24.3	101.22

* Notes:

(1) Changes in significant subsidiaries during the period under review : Yes

(changes in specified subsidiaries resulting in changes in scope of consolidation):

Additions: 2 companies (Names) Mirait Singapore Pte.Ltd., Lantrovision(S)Ltd

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

1) Changes in accounting policies due to the revision of accounting standards, etc.: Yes

2) Any changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Corrections of errors: 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	85,381,866 shares	March 31, 2016	85,381,866 shares
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2) Total number of treasury stock at the end of the period:

March 31, 2017	6,343,431 shares	March 31, 2016	4,051,769 shares
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3) Average number of shares outstanding during the period:

March 31, 2017	80,652,978 shares	March 31, 2015	81,331,394 shares
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* Status of execution of the audit of financial statements

- This consolidated financial report is not subject to the audit of the financial statements under the Financial Instruments and Exchange Act.

*Explanation for the appropriate use of financial forecasts and other special notes

- The Company plans to hold a briefing session for analysts and institutional investors on Wednesday, May 10, 2017. The briefing material on earnings distributed at this briefing session will be promptly published on the Company's website after the briefing session is held.

- While descriptions in this report regarding financial prospects and other future events are based on the information available at the time this report was prepared, and based on certain assumptions considered to be reasonable. Accordingly our actual business performance may differ significantly from the prospects due to a number of factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Assets		
Current assets		
Cash and deposits	30,284	34,550
Notes receivable - trade	2,140	1,409
Accounts receivable from completed construction contracts	77,033	86,883
Accounts receivable - trade	2,984	3,330
Costs on uncompleted construction contracts and other	17,281	17,607
Deferred tax assets	3,451	2,671
Prepaid expenses	525	569
Accounts receivable - other	1,347	1,188
Other	2,107	3,157
Allowance for doubtful accounts	(43)	(45)
Total current assets	137,112	151,323
Non-current assets		
Property, plant and equipment		
Buildings and structures	22,611	23,617
Machinery, vehicles, tools, furniture and fixtures	9,762	10,655
Land	18,397	18,643
Leased assets	690	1,280
Construction in progress	322	2,387
Accumulated depreciation	(20,053)	(21,974)
Total property, plant and equipment	31,730	34,609
Intangible assets		
Customer related assets	—	2,289
Goodwill	159	3,137
Software	1,841	1,454
Other	96	82
Total intangible assets	2,097	6,963
Investments and other assets		
Investment securities	19,927	20,865
Long-term loans receivable	8	5
Net defined benefit asset	984	746
Deferred tax assets	785	731
Lease and guarantee deposits	1,139	1,272
Other	1,304	1,658
Allowance for doubtful accounts	(113)	(122)
Total investments and other assets	24,036	25,157
Total non-current assets	57,865	66,730
Total assets	194,978	218,053

(Millions of yen)

	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Liabilities		
Current liabilities		
Notes payable - trade	516	289
Accounts payable for construction contracts	38,154	40,483
Short-term loans payable	—	710
Current portion of long-term loans payable	20	26
Accounts payable - other	2,284	3,107
Income taxes payable	1,028	1,023
Advances received on uncompleted construction contracts	2,225	3,774
Provision for loss on construction contracts	3,330	800
Provision for bonuses	4,164	4,228
Provision for directors' bonuses	71	70
Provision for warranties for completed construction	11	4
Other	3,703	4,592
Total current liabilities	55,511	59,112
Non-current liabilities		
Convertible bond-type bonds with subscription rights to shares	—	16,577
Long-term loans payable	15	9
Deferred tax liabilities	2,810	3,556
Deferred tax liabilities for land revaluation	41	41
Provision for directors' retirement benefits	59	70
Net defined benefit liability	8,508	8,444
Asset retirement obligations	78	76
Long-term accounts payable - other	939	607
Other	413	720
Total non-current liabilities	12,866	30,104
Total liabilities	68,378	89,216
Net assets		
Shareholders' equity		
Capital stock	7,000	7,000
Capital surplus	25,936	26,043
Retained earnings	88,691	92,679
Treasury shares	(2,630)	(5,299)
Total shareholders' equity	118,997	120,423
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,786	4,161
Deferred gains or losses on hedges	65	—
Revaluation reserve for land	(98)	(98)
Foreign currency translation adjustment	3	(409)
Remeasurements of defined benefit plans	195	56
Total accumulated other comprehensive income	3,952	3,709
Non-controlling interests	3,649	4,704
Total net assets	126,599	128,837
Total liabilities and net assets	194,978	218,053

(2) Consolidated Statements of Income and Comprehensive Income

(Millions of yen)

	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Net sales of completed construction contracts	269,537	283,236
Cost of sales of completed construction contracts	243,648	249,699
Gross profit on completed construction contracts	25,889	33,536
Selling, general and administrative expenses	19,761	23,475
Operating profit	6,127	10,061
Non-operating income		
Interest income	42	84
Dividend income	408	464
Insurance premiums refunded cancellation	146	131
Share of profit of entities accounted for using equity method	105	152
Other	178	170
Total non-operating income	881	1,004
Non-operating expenses		
Interest expenses	3	52
Commission fee	35	257
Foreign exchange losses	171	87
Provision of allowance for doubtful accounts	27	—
Other	34	78
Total non-operating expenses	273	475
Ordinary profit	6,735	10,590
Extraordinary income		
Gain on sales of golf memberships	—	11
Gain on step acquisitions	—	49
Gain on sales of non-current assets	2	2
Gain on sales of investment securities	65	4
Other	0	7
Total extraordinary income	68	76
Extraordinary losses		
Compensation for damage	—	65
Loss on sales of non-current assets	23	1
Loss on retirement of non-current assets	110	114
Loss on sales of investment securities	2	0
Loss on valuation of investment securities	—	27
Loss on valuation of shares of subsidiaries and associates	47	—
Business restructuring expenses	—	54
litigation cost	—	50
Other	95	63
Total extraordinary losses	279	377
Profit before income taxes	6,524	10,288

(Millions of yen)

	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Income taxes - current	2,884	2,420
Income taxes - deferred	(388)	1,087
Total income taxes	2,495	3,507
Profit	4,029	6,781
Profit attributable to		
Profit attributable to non-controlling interests	397	344
Profit attributable to owners of parent	3,631	6,437
Other comprehensive income		
Valuation difference on available-for-sale securities	681	376
Deferred gains or losses on hedges	65	(65)
Revaluation reserve for land	1	(0)
Foreign currency translation adjustment	1	(397)
Remeasurements of defined benefit plans, net of tax	(1,862)	(139)
Share of other comprehensive income of entities accounted for using equity method	(12)	(20)
Total other comprehensive income	(1,123)	(247)
Comprehensive income	2,905	6,534
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,515	6,193
Comprehensive income attributable to non-controlling interests	389	340

(3) Consolidated Statement of Changes in Net Assets
 Previous fiscal year (From April 1, 2015 to March 31, 2016)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	7,000	25,947	87,471	(2,626)	117,791
Cumulative effects of changes in accounting policies					—
Restated balance	7,000	25,947	87,471	(2,626)	117,791
Changes of items during period					
Dividends of surplus			(2,439)		(2,439)
Profit attributable to owners of parent			3,631		3,631
Purchase of treasury shares				(3)	(3)
Disposal of treasury shares					—
Decrease by merger					—
Change of scope of consolidation					—
Change in ownership interest of parent due to transactions with non-controlling interests		(11)			(11)
Change of scope of equity method			28		28
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(11)	1,219	(3)	1,205
Balance at end of current period	7,000	25,936	88,691	(2,630)	118,997

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	3,109	—	(100)	1	2,057	5,068	3,324	126,184
Cumulative effects of changes in accounting policies								—
Restated balance	3,109	—	(100)	1	2,057	5,068	3,324	126,184
Changes of items during period								
Dividends of surplus								(2,439)
Profit attributable to owners of parent								3,631
Purchase of treasury shares								(3)
Disposal of treasury shares								—
Decrease by merger								—
Change of scope of consolidation								—
Change in ownership interest of parent due to transactions with non-controlling interests							79	68
Change of scope of equity method								28
Net changes of items other than shareholders' equity	677	65	1	1	(1,862)	(1,115)	246	(869)
Total changes of items during period	677	65	1	1	(1,862)	(1,115)	325	415
Balance at end of current period	3,786	65	(98)	3	195	3,952	3,649	126,599

Previous fiscal year (From April 1, 2016 to March 31, 2017)

(Millions of yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	7,000	25,936	88,691	(2,630)	118,997
Cumulative effects of changes in accounting policies					—
Restated balance	7,000	25,936	88,691	(2,630)	118,997
Changes of items during period					
Dividends of surplus			(2,445)		(2,445)
Profit attributable to owners of parent			6,437		6,437
Purchase of treasury shares				(2,898)	(2,898)
Disposal of treasury shares		159		229	389
Decrease by merger		(45)			(45)
Change of scope of consolidation			(4)		(4)
Change in ownership interest of parent due to transactions with non-controlling interests		(7)			(7)
Change of scope of equity method					—
Net changes of items other than shareholders' equity					
Total changes of items during period	—	107	3,987	(2,668)	1,425
Balance at end of current period	7,000	26,043	92,679	(5,299)	120,423

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	3,786	65	(98)	3	195	3,952	3,649	126,599
Cumulative effects of changes in accounting policies								—
Restated balance	3,786	65	(98)	3	195	3,952	3,649	126,599
Changes of items during period								
Dividends of surplus								(2,445)
Profit attributable to owners of parent								6,437
Purchase of treasury shares								(2,898)
Disposal of treasury shares								389
Decrease by merger								(45)
Change of scope of consolidation								(4)
Change in ownership interest of parent due to transactions with non-controlling interests								(7)
Change of scope of equity method								—
Net changes of items other than shareholders' equity	374	(65)	(0)	(412)	(139)	(243)	1,054	811
Total changes of items during period	374	(65)	(0)	(412)	(139)	(243)	1,054	2,237
Balance at end of current period	4,161	—	(98)	(409)	56	3,709	4,704	128,837

(4) Consolidated Statement of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Cash flows from operating activities		
Profit before income taxes	6,524	10,288
Depreciation	2,417	2,805
Amortization of goodwill	193	394
Share of (profit) loss of entities accounted for using equity method	(105)	(152)
Increase (decrease) in allowance for doubtful accounts	22	(33)
Increase (decrease) in provision for bonuses	58	(54)
Increase (decrease) in provision for loss on construction contracts	3,007	(2,521)
Increase (decrease) in other provision	(69)	47
Remeasurements of defined benefit plans	(1,862)	(139)
Increase (decrease) in net defined benefit asset and liability	2,484	(46)
Interest and dividend income	(450)	(549)
Interest expenses	3	52
Foreign exchange losses (gains)	193	99
Loss (gain) on sales of investment securities	(63)	(4)
Loss (gain) on valuation of investment securities	—	27
Loss (gain) on sales and retirement of non-current assets	131	113
Decrease (increase) in notes and accounts receivable - trade	(1,212)	(4,185)
Decrease (increase) in costs on uncompleted construction contracts and other	(456)	258
Increase (decrease) in notes and accounts payable - trade	2,786	241
Increase (decrease) in advances received on uncompleted construction contracts	529	1,256
Increase (decrease) in accrued consumption taxes	(1,637)	653
Decrease (increase) in consumption taxes refund receivable	(227)	120
Increase/decrease in other assets/liabilities	(1,404)	(1,767)
Other, net	(928)	(106)
Subtotal	9,936	6,799
Interest and dividend income received	495	564
Interest expenses paid	(3)	(47)
Income taxes paid	(4,188)	(2,548)
Net cash provided by (used in) operating activities	6,239	4,767

(Millions of yen)

	Fiscal year ended March 31, 2016	Fiscal year ended March 31, 2017
Cash flows from investing activities		
Payments into time deposits	(748)	(729)
Proceeds from withdrawal of time deposits	628	1,182
Purchase of property, plant and equipment	(3,433)	(3,604)
Proceeds from sales of property, plant and equipment	157	12
Purchase of intangible assets	(574)	(389)
Purchase of investment securities	(1)	(290)
Proceeds from sales of investment securities	82	60
Purchase of shares of subsidiaries	(109)	—
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(7,561)
Net decrease (increase) in short-term loans receivable	70	0
Payments of loans receivable	(2)	(2)
Collection of loans receivable	4	5
Proceeds from cancellation of insurance funds	239	295
Other, net	6	(117)
Net cash provided by (used in) investing activities	(3,680)	(11,140)
Cash flows from financing activities		
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(85)	(42)
Proceeds from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	90	—
Increase in short-term loans payable	—	14,647
Decrease in short-term loans payable	—	(13,987)
Repayments of long-term loans payable	(24)	(1,544)
Proceeds from issuance of bonds	—	16,582
Purchase of treasury shares	(3)	(2,899)
Proceeds from sales of treasury shares	—	389
Commission fee paid	(35)	(21)
Cash dividends paid	(2,457)	(2,444)
Dividends paid to non-controlling interests	(75)	(65)
Repayments of finance lease obligations	(99)	(113)
Other, net	—	(1)
Net cash provided by (used in) financing activities	(2,690)	10,499
Effect of exchange rate change on cash and cash equivalents	(6)	(268)
Net increase (decrease) in cash and cash equivalents	(138)	3,858
Cash and cash equivalents at beginning of period	29,260	29,121
Increase in cash and cash equivalents from newly consolidated subsidiary	—	108
Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries	—	80
Cash and cash equivalents at end of period	29,121	33,169