

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Nine Months Ended June 30, 2015 (Based on Japanese GAAP)

August 6, 2015

Company name: NISHIO RENT ALL CO., LTD.
 Stock exchange listing: Tokyo
 Stock code: 9699 URL <http://www.nishio-rent.co.jp/>
 Representative: PRESIDENT MASASHI NISHIO
 MANAGING DIRECTOR, managing
 Inquiries: Administrative Divisions KAZUSO NITTA TEL 06-6251-7302
 in Head Quarters
 Scheduled date to file Quarterly Securities Report: August 6, 2015
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended June 30, 2015 (from October 1, 2014 to June 30, 2015)

(1) Consolidated financial results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended June 30, 2015	84,088	7.1	10,182	(13.0)	10,336	(12.3)	6,107	(11.0)
Nine months ended June 30, 2014	78,510	13.3	11,699	52.9	11,780	44.5	6,864	49.8

	Net income per share	Diluted net income per share
	Yen	Yen
Nine months ended June 30, 2015	228.49	228.32
Nine months ended June 30, 2014	256.82	256.63

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2015	146,350	67,684	44.6	2,443.26
As of September 30, 2014	137,987	62,275	43.7	2,254.83

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended September 30, 2014	–	0.00	–	50.00	50.00
Year ending September 30, 2015	–	0.00	–		
Year ending September 30, 2015 (Forecast)				40.00	40.00

3. Forecast of consolidated financial results for the year ending September 30, 2015 (from October 1, 2014 to September 30, 2015)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	111,487	7.1	13,463	(4.1)	13,329	(7.0)	7,832	(11.8)	293.00

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended June 30, 2015
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2015	27,089,764 shares	As of September 30, 2014	27,089,764 shares
---------------------	-------------------	--------------------------	-------------------

Number of treasury shares at the end of the period

As of June 30, 2015	358,648 shares	As of September 30, 2014	360,868 shares
---------------------	----------------	--------------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended June 30, 2015	26,730,463 shares	Nine months ended June 30, 2014	26,729,685 shares
---------------------------------	-------------------	---------------------------------	-------------------

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of September 30, 2014	As of June 30, 2015
Assets		
Current assets		
Cash and deposits	28,905	23,744
Notes and accounts receivable - trade	29,733	31,415
Securities	1,000	1,000
Merchandise and finished goods	620	663
Work in process	926	636
Raw materials and supplies	776	823
Other	6,773	8,011
Allowance for doubtful accounts	(380)	(344)
Total current assets	68,356	65,950
Non-current assets		
Property, plant and equipment		
Assets for rent, net	38,987	45,348
Land	18,618	21,921
Other, net	8,185	9,286
Total property, plant and equipment	65,791	76,557
Intangible assets		
Goodwill	58	41
Other	459	400
Total intangible assets	518	441
Investments and other assets		
Other	3,689	3,678
Allowance for doubtful accounts	(368)	(276)
Total investments and other assets	3,321	3,401
Total non-current assets	69,631	80,400
Total assets	137,987	146,350
Liabilities		
Current liabilities		
Notes and accounts payable - trade	15,886	16,869
Short-term loans payable	2,480	2,320
Current portion of long-term loans payable	4,334	1,278
Current portion of bonds	1,011	1,048
Lease obligations	6,286	7,946
Income taxes payable	2,959	1,336
Provision for bonuses	1,746	1,313
Provision for directors' bonuses	113	99
Other	13,543	14,045
Total current liabilities	48,362	46,258

(Millions of yen)

	As of September 30, 2014	As of June 30, 2015
Non-current liabilities		
Bonds payable	3,314	3,308
Long-term loans payable	4,824	7,187
Lease obligations	17,761	20,395
Provision for directors' retirement benefits	127	139
Net defined benefit liability	527	547
Asset retirement obligations	403	442
Other	390	388
Total non-current liabilities	27,349	32,407
Total liabilities	75,712	78,666
Net assets		
Shareholders' equity		
Capital stock	6,045	6,045
Capital surplus	7,355	7,355
Retained earnings	47,451	52,219
Treasury shares	(678)	(674)
Total shareholders' equity	60,174	64,946
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	119	168
Deferred gains or losses on hedges	(5)	(4)
Foreign currency translation adjustment	(18)	200
Total accumulated other comprehensive income	94	364
Subscription rights to shares	17	25
Minority interests	1,989	2,348
Total net assets	62,275	67,684
Total liabilities and net assets	137,987	146,350

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended June 30, 2014	Nine months ended June 30, 2015
Net sales	78,510	84,088
Cost of sales	44,406	48,733
Gross profit	34,104	35,355
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	32	–
Salaries and bonuses	8,971	10,047
Provision for bonuses	1,020	1,246
Provision for directors' bonuses	98	101
Retirement benefit expenses	198	236
Provision for directors' retirement benefits	11	13
Other	12,071	13,526
Total selling, general and administrative expenses	22,404	25,172
Operating income	11,699	10,182
Non-operating income		
Interest income	37	43
Dividend income	6	19
Share of profit of entities accounted for using equity method	94	–
Foreign exchange gains	20	178
Other	417	440
Total non-operating income	577	681
Non-operating expenses		
Interest expenses	455	448
Other	41	78
Total non-operating expenses	496	527
Ordinary income	11,780	10,336
Extraordinary income		
Gain on sales of non-current assets	8	18
Compensation income	11	–
Total extraordinary income	19	18
Extraordinary losses		
Loss on sales and retirement of non-current assets	98	82
Loss on liquidation of subsidiaries and associates	49	–
Total extraordinary losses	147	82
Income before income taxes and minority interests	11,652	10,272
Income taxes - current	4,403	3,411
Income taxes - deferred	92	484
Total income taxes	4,495	3,896
Income before minority interests	7,157	6,375
Minority interests in income	292	268
Net income	6,864	6,107

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended June 30, 2014	Nine months ended June 30, 2015
Income before minority interests	7,157	6,375
Other comprehensive income		
Valuation difference on available-for-sale securities	19	49
Foreign currency translation adjustment	38	373
Deferred gains or losses on hedges	–	1
Share of other comprehensive income of entities accounted for using equity method	(10)	–
Total other comprehensive income	47	425
Comprehensive income	7,204	6,801
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,909	6,377
Comprehensive income attributable to minority interests	294	423