

Translation

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## Summary of Consolidated Financial Results for the Three Months Ended December 31, 2015 (Based on Japanese GAAP)

February 4, 2016

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  
 Inquiries: MANAGING DIRECTOR, managing KAZUSO NITTA TEL 06-6251-7302  
 Administrative Divisions in Head Quarters  
 Scheduled date to file Quarterly Securities Report: February 5, 2016  
 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 three months ended December 31, 2015 (from October 1, 2015 to December 31, 2015)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended December 31, 2015	30,582	3.8	3,970	(8.4)	3,979	(12.4)	2,423	(10.8)
Three months ended December 31, 2014	29,455	8.6	4,333	(4.6)	4,540	(4.4)	2,716	(2.2)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended December 31, 2015	90.64		90.58	
Three months ended December 31, 2014	101.61		101.54	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2015	149,596	70,036	45.3	2,533.13
As of September 30, 2015	144,771	69,383	46.2	2,503.55

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended September 30, 2015	–	0.00	–	50.00	50.00
Year ending September 30, 2016	–				
Year ending September 30, 2016 (Forecast)		0.00	–	57.00	57.00

3. Forecast of consolidated financial results for the year ending September 30, 2016 (from October 1, 2015 to September 30, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending March 31, 2016	63,158	6.7	9,320	2.7	9,078	(1.6)	5,372	(3.4)	200.99
Full year	117,660	5.6	13,374	3.2	12,811	0.8	7,636	1.0	285.69

4. Notes

- (1) Changes in significant subsidiaries during the three months ended December 31, 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: Yes
- 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 December 31, 2015	27,089,764 shares	As of September 30, 2015	27,089,764 shares
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Number of treasury shares at the end of the period

As of December 31, 2015	358,848 shares	As of September 30, 2015	358,668 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2015	26,731,082 shares	Three months ended December 31, 2014	26,729,117 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of September 30, 2015	As of December 31, 2015
<b>Assets</b>		
Current assets		
Cash and deposits	25,733	22,173
Notes and accounts receivable - trade	31,215	34,105
Securities	1,000	1,000
Merchandise and finished goods	681	639
Work in process	684	715
Raw materials and supplies	871	867
Other	5,124	5,997
Allowance for doubtful accounts	(273)	(273)
Total current assets	65,036	65,225
Non-current assets		
Property, plant and equipment		
Assets for rent, net	44,017	46,866
Land	21,921	23,181
Other, net	9,936	10,320
Total property, plant and equipment	75,874	80,369
Intangible assets		
Goodwill	38	35
Other	374	353
Total intangible assets	412	389
Investments and other assets		
Other	3,753	3,904
Allowance for doubtful accounts	(306)	(292)
Total investments and other assets	3,446	3,612
Total non-current assets	79,734	84,370
Total assets	144,771	149,596
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	16,429	18,101
Short-term loans payable	2,270	2,302
Current portion of long-term loans payable	1,182	1,328
Current portion of bonds	998	998
Lease obligations	7,987	8,635
Income taxes payable	2,448	1,157
Provision for bonuses	1,944	993
Provision for directors' bonuses	127	48
Other	11,891	14,943
Total current liabilities	45,280	48,510

(Millions of yen)

	As of September 30, 2015	As of December 31, 2015
Non-current liabilities		
Bonds payable	2,854	2,834
Long-term loans payable	6,871	7,218
Lease obligations	18,774	19,400
Provision for directors' retirement benefits	147	146
Net defined benefit liability	561	566
Asset retirement obligations	460	462
Other	436	420
Total non-current liabilities	30,107	31,049
Total liabilities	75,387	79,559
Net assets		
Shareholders' equity		
Capital stock	6,045	6,045
Capital surplus	7,355	7,355
Retained earnings	53,673	54,764
Treasury shares	(674)	(675)
Total shareholders' equity	66,399	67,490
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	152	167
Deferred gains or losses on hedges	9	5
Foreign currency translation adjustment	361	49
Total accumulated other comprehensive income	522	222
Subscription rights to shares	25	29
Non-controlling interests	2,436	2,293
Total net assets	69,383	70,036
Total liabilities and net assets	144,771	149,596

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Three months ended December 31, 2014	Three months ended December 31, 2015
Net sales	29,455	30,582
Cost of sales	16,610	17,522
Gross profit	12,845	13,060
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	25	10
Salaries and bonuses	2,933	3,164
Provision for bonuses	863	933
Provision for directors' bonuses	50	48
Retirement benefit expenses	75	78
Provision for directors' retirement benefits	4	5
Other	4,558	4,847
Total selling, general and administrative expenses	8,511	9,089
Operating income	4,333	3,970
Non-operating income		
Interest income	13	15
Dividend income	14	2
Foreign exchange gains	217	6
Other	128	156
Total non-operating income	373	182
Non-operating expenses		
Interest expenses	148	144
Other	17	29
Total non-operating expenses	166	173
Ordinary income	4,540	3,979
Extraordinary income		
Gain on sales of non-current assets	8	10
Total extraordinary income	8	10
Extraordinary losses		
Loss on sales and retirement of non-current assets	12	20
Total extraordinary losses	12	20
Income before income taxes and minority interests	4,536	3,968
Income taxes - current	1,271	1,212
Income taxes - deferred	451	271
Total income taxes	1,723	1,483
Profit	2,812	2,485
Profit attributable to non-controlling interests	96	62
Profit attributable to owners of parent	2,716	2,423

**Consolidated statements of comprehensive income (cumulative)**

(Millions of yen)

	Three months ended December 31, 2014	Three months ended December 31, 2015
Profit	2,812	2,485
Other comprehensive income		
Valuation difference on available-for-sale securities	18	15
Deferred gains or losses on hedges	(12)	(3)
Foreign currency translation adjustment	136	(453)
Total other comprehensive income	142	(441)
Comprehensive income	2,955	2,043
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	2,815	2,122
Comprehensive income attributable to non-controlling interests	140	(79)