

Translation

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## Summary of Consolidated Financial Results for the Nine Months Ended June 30, 2016 (Based on Japanese GAAP)

August 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: August 8, 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 nine months ended June 30, 2016 (from October 1, 2015 to June 30, 2016)

(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	%
Nine months ended June 30, 2016	87,000	3.5	9,558	(6.1)	9,174	(11.2)	5,622	(7.9)
Nine months ended June 30, 2015	84,088	7.1	10,182	(13.0)	10,336	(12.3)	6,107	(11.0)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended June 30, 2016	210.34	210.17
Nine months ended June 30, 2015	228.49	228.32

(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, 2016	150,781	73,776	47.1	2,657.08
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	Yen	Yen	Yen	Yen
Year ended September 30, 2015	–	0.00	–	50.00	50.00
Year ending September 30, 2016	–	0.00	–		
Year ending September 30, 2016 (Forecast)				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
Full year	115,400	3.6	12,000	(7.4)	11,600	(8.8)	7,000	(7.4)	261.87

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended June 30, 2016  
(changes in specified subsidiaries resulting in the change in scope of consolidation): Yes
- (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 June 30, 2016	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 June 30, 2016	358,992 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)

Nine months ended June 30, 2016	26,730,899 shares	Nine months ended June 30, 2015	26,730,463 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of September 30, 2015	As of June 30, 2016
<b>Assets</b>		
Current assets		
Cash and deposits	25,733	21,075
Notes and accounts receivable - trade	31,215	32,502
Securities	1,000	–
Merchandise and finished goods	681	811
Work in process	684	653
Raw materials and supplies	871	862
Other	5,124	6,661
Allowance for doubtful accounts	(273)	(287)
Total current assets	65,036	62,281
Non-current assets		
Property, plant and equipment		
Assets for rent, net	44,017	49,075
Land	21,921	23,742
Other, net	9,936	11,093
Total property, plant and equipment	75,874	83,911
Intangible assets		
Goodwill	38	597
Other	374	356
Total intangible assets	412	953
Investments and other assets		
Other	3,753	3,915
Allowance for doubtful accounts	(306)	(280)
Total investments and other assets	3,446	3,634
Total non-current assets	79,734	88,499
Total assets	144,771	150,781
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	16,429	17,070
Short-term loans payable	2,270	1,617
Current portion of long-term loans payable	1,182	3,317
Current portion of bonds	998	1,124
Lease obligations	7,987	9,067
Income taxes payable	2,448	942
Provision for bonuses	1,944	1,295
Provision for directors' bonuses	127	89
Other	11,891	13,771
Total current liabilities	45,280	48,296

(Millions of yen)

	As of September 30, 2015	As of June 30, 2016
Non-current liabilities		
Bonds payable	2,854	2,684
Long-term loans payable	6,871	5,410
Lease obligations	18,774	18,937
Provision for directors' retirement benefits	147	159
Net defined benefit liability	561	602
Asset retirement obligations	460	500
Other	436	413
Total non-current liabilities	30,107	28,707
Total liabilities	75,387	77,004
Net assets		
Shareholders' equity		
Capital stock	6,045	6,045
Capital surplus	7,355	7,335
Retained earnings	53,673	57,963
Treasury shares	(674)	(675)
Total shareholders' equity	66,399	70,669
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	152	100
Deferred gains or losses on hedges	9	(41)
Foreign currency translation adjustment	361	297
Total accumulated other comprehensive income	522	356
Subscription rights to shares	25	29
Non-controlling interests	2,436	2,721
Total net assets	69,383	73,776
Total liabilities and net assets	144,771	150,781

**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, 2015	Nine months ended June 30, 2016
Net sales	84,088	87,000
Cost of sales	48,733	50,804
Gross profit	35,355	36,196
Selling, general and administrative expenses		
Provision of allowance for doubtful accounts	–	28
Salaries and bonuses	10,047	10,621
Provision for bonuses	1,246	1,233
Provision for directors' bonuses	101	89
Retirement benefit expenses	236	244
Provision for directors' retirement benefits	13	18
Other	13,526	14,401
Total selling, general and administrative expenses	25,172	26,637
Operating income	10,182	9,558
Non-operating income		
Interest income	43	65
Dividend income	19	8
Foreign exchange gains	178	–
Other	440	385
Total non-operating income	681	459
Non-operating expenses		
Interest expenses	448	434
Foreign exchange losses	–	292
Other	78	117
Total non-operating expenses	527	843
Ordinary income	10,336	9,174
Extraordinary income		
Gain on sales of non-current assets	18	30
Total extraordinary income	18	30
Extraordinary losses		
Loss on sales and retirement of non-current assets	82	62
Total extraordinary losses	82	62
Income before income taxes and minority interests	10,272	9,142
Income taxes - current	3,411	3,071
Income taxes - deferred	484	311
Total income taxes	3,896	3,383
Profit	6,375	5,759
Profit attributable to non-controlling interests	268	136
Profit attributable to owners of parent	6,107	5,622

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

(Millions of yen)

	Nine months ended June 30, 2015	Nine months ended June 30, 2016
Profit	6,375	5,759
Other comprehensive income		
Valuation difference on available-for-sale securities	49	(52)
Deferred gains or losses on hedges	1	(51)
Foreign currency translation adjustment	373	(174)
Total other comprehensive income	425	(278)
Comprehensive income	6,801	5,480
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	6,377	5,439
Comprehensive income attributable to non-controlling interests	423	41