

Announcement of Revision of Earnings Forecasts for the Fiscal Year ended March 31, 2017

Based on recent trends in business performance, Taikisha Ltd. (the "Company") has revised its consolidated and non-consolidated earnings forecasts for the fiscal year ended March 31, 2017 (April 1, 2016 through March 31, 2017), which were announced on May 16, 2016.

1. Revision of the earnings forecasts

(1) Consolidated earnings forecasts for the fiscal year ended March 31, 2017 (April 1, 2016 through March 31, 2017)

	Sales	Operating income	Ordinary income	Profit attributable to owners of parent	Basic earnings per share
Previous forecast (A) (Announced on May 16, 2016)	million yen 194,000	million yen 11,100	million yen 11,800	million yen 6,900	yen 199.03
Revised forecast (B)	200,700	8,400	9,800	6,200	180.10
Change in amount (B - A)	6,700	(2,700)	(2,000)	(700)	—
Percentage of change (%)	3.5	(24.3)	(16.9)	(10.1)	—
<Reference> Results for the same period of last year	212,424	12,734	12,343	7,084	204.35

(2) Non-consolidated earnings forecasts for the fiscal year ended March 31, 2017 (April 1, 2016 through March 31, 2017)

	Sales	Ordinary income	Profit	Basic earnings per share
Previous forecast (A) (Announced on May 16, 2016)	million yen 100,400	million yen 7,300	million yen 5,300	yen 152.88
Revised forecast (B)	105,300	9,900	7,200	209.15
Change in amount (B - A)	4,900	2,600	1,900	—
Percentage of change (%)	4.9	35.6	35.8	—
<Reference> Results for the same period of last year	107,269	7,222	4,949	142.75

2. Reasons for the Revision

Regarding non-consolidated earnings forecasts, in addition to the increase of sales compared with the forecasts at the beginning of the fiscal year due to the booming of the Japanese market, profits are also expected to increase as a result of focusing more on profitability in sales activities and cost reduction.

Regarding consolidated earnings forecasts, though sales is expected to increase mainly due to the same reason as the revision of non-consolidated earnings forecasts stated above, profits are expected to decrease because those of foreign subsidiaries decreased such as profitability deterioration of the project in Paint Finishing System Division in the United States.

(Note)

The above-mentioned earnings forecasts are based on information available as of the date of this announcement. Actual results may differ from the forecasts due to various factors.