

December 21, 2016

Rokko & Associates, Inc.
Hiroaki Maruyama
Chief Financial Officer

Financial Summary for the Fiscal Year Ended September 30, 2016

■Revenues

¥38,284 million

Revenues amounted to ¥38,284 million (-3.1% YoY). This was attributable mainly to a decrease of ¥5,196 million in projects completed. Within revenues, ¥14,946 million was booked based on the percentage of completion method. Work carried forward to the next fiscal year amounted to ¥48,669 million (+9.8%).

■Operating Income

¥2,352 million

■Ordinary Income

¥2,443 million

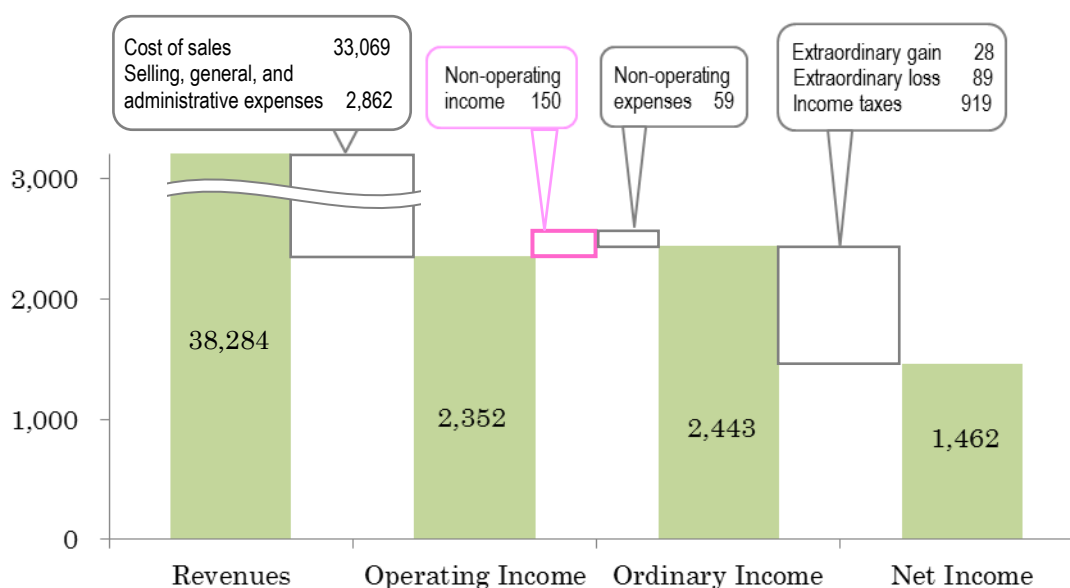
■Net Income

¥1,462 million

In terms of earnings, gross profit improved as a result of securing earnings from projects, and optimization of the volume of work on hand. Operating income amounted to ¥2,352 million (-10.7% YoY), with ordinary income of ¥2,443 million (-12.0%), and net income of ¥1,462 million (-3.6%).

Summary of Statements of Income

(Million yen)



■Shareholders' Equity Ratio

59.7%

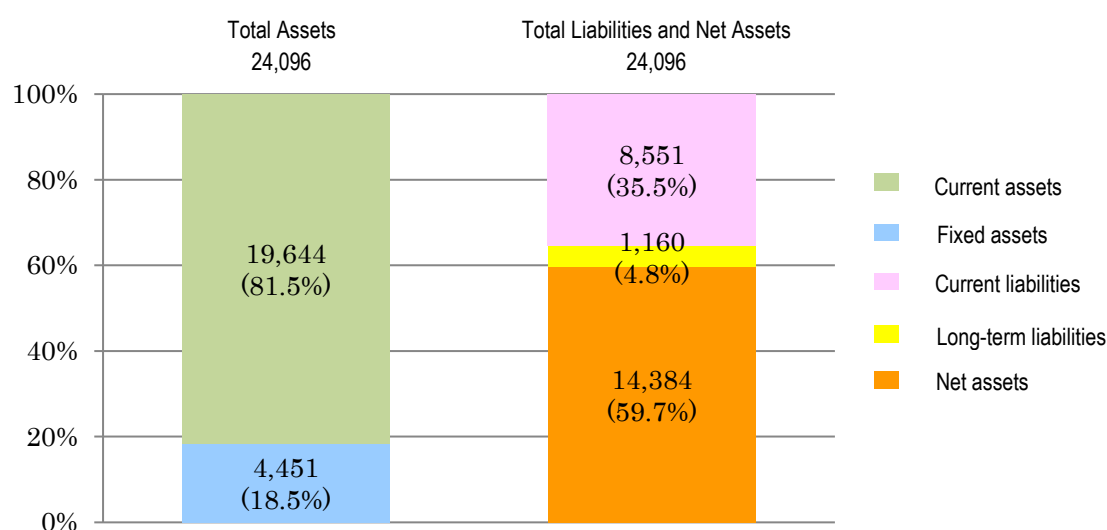
Total assets increased ¥66 million from the previous fiscal year-end, to ¥24,096 million. This was attributable mainly to increases in electronically recorded monetary claims—operating, and accounts receivable from completed construction contracts.

Liabilities decreased ¥1,104 million to ¥9,711 million. This was attributable mainly to a decrease in income taxes payable related to the earnings decline.

Net assets increased ¥1,170 million to ¥14,384 million. This was attributable mainly to an increase in retained earnings.

Summary of Balance Sheets

(Million yen)



■Cash Flows

Cash flow from operating activities decreased, mainly owing to an increase in notes and accounts receivable—trade, and income taxes paid.

Cash flow from investing activities increased, mainly owing to the redemption of securities, and collection of short-term loans receivable.

Cash flow from financing activities declined, mainly owing to the payment of cash dividends.

As a result, cash and cash equivalents decrease ¥145 million compared with the previous fiscal year-end.

(Million yen)

Cash and Cash Equivalents Balance at September 30, 2015	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and Cash Equivalents Balance at September 30, 2016
6,236	(86)	140	(199)	6,090