

## D. A. Consortium Inc.

(URL <http://www.dac.co.jp/> )

1. Financial Highlights of 2nd Quarter of Fiscal Year 2015 (April 1, 2015 to September 30, 2015) and 2nd Quarter of Fiscal Year 2014 (April 1, 2014 to September 30, 2014)

### (1) Consolidated Operating Results

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Mil. ¥	%	Mil. ¥	%	Mil. ¥	%	Mil. ¥	%
2nd Quarter of FY 2015	64,550	( 13.2)	2,343	( 113.4)	2,451	( 121.9)	970	( 69.3)
2nd Quarter of FY 2014	57,046	( 18.0)	1,098	( 72.3)	1,105	( 68.8)	572	(△43.3)

	Net income per share		Diluted net income per share		Comprehensive Income	
	Yen		Yen		Mil. ¥	%
2nd Quarter of FY 2015	19.98		19.74		1,695	( 83.3)
2nd Quarter of FY 2014	11.80		11.67		924	(△28.6)

### (2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio	
	Mil. ¥		Mil. ¥		%	
2nd Quarter of FY 2015 (As of September 30, 2015)	44,618		23,483		33.8	
Fiscal Year 2014 (As of March 31, 2015)	43,897		22,998		34.7	

(Reference) Capital: September 30, 2015: 15,088 million yen    March 31, 2015: 15,215 million yen

## 2. Dividends

Record date	End of 1 <sup>st</sup> quarter	End of 2 <sup>nd</sup> quarter	End of 3 <sup>rd</sup> quarter	End of period	Annual dividend
	Yen	Yen	Yen	Yen	Yen
Fiscal Year 2014	—	0.00	—	8.00	8.00
Fiscal Year 2015	—	0.00			
Fiscal Year 2015 (forecasts)			—	—	—

Note: Revisions of the forecasts of consolidated results since the latest announcement: No

3. Forecasts of Consolidated Financial Results for the Fiscal Year Ending March 31, 2016

(from April 1, 2015 to March 31, 2016)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Net income per share
	Mil. ¥    %	Mil. ¥    %	Mil. ¥    %	Mil. ¥    %	Yen
Fiscal Year 2015	135,000(14.9)	3,550(58.0)	3,550(41.0)	1,350(28.5)	27.80

Note: Revisions of the forecasts of consolidated results since the latest announcement: No

## Consolidated Financial Statements

## (1) Consolidated Balance Sheets

(Unit:Thousands of Yen)

	FY2014 (As of March 31, 2015)	2nd Quarter of FY2015 (As of September 30, 2015)
<b>Assets</b>		
Current assets		
Cash and deposits	14,830,950	14,212,175
Notes and accounts receivable - trade	15,390,365	14,402,842
Operational investment securities	3,680,265	4,137,798
Other	2,154,922	2,074,449
Allowance for doubtful accounts	△6,792	△4,927
Total current assets	36,049,711	34,822,338
Non-current assets		
Property, plant and equipment	826,315	856,491
Intangible assets		
Goodwill	911,739	520,015
Software	910,367	1,127,003
Software in progress	261,062	316,565
Other	149,735	140,709
Total intangible assets	2,232,905	2,104,294
Investments and other assets		
Investment securities	3,243,272	5,281,853
Guarantee deposits	1,186,773	1,175,515
Other	374,532	393,290
Allowance for doubtful accounts	△15,684	△15,684
Total investments and other assets	4,788,893	6,834,975
Total non-current assets	7,848,114	9,795,761
Total assets	43,897,825	44,618,099

(Unit:Thousands of Yen)

	FY2014 (As of March 31, 2015)	2nd Quarter of FY2015 (As of September 30, 2015)
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	12,428,078	12,265,823
Short-term loans payable	3,104,984	4,607,657
Current portion of long-term loans payable	82,466	18,384
Accounts payable - other	1,150,812	771,460
Income taxes payable	821,974	685,669
Provision for bonuses	737,385	512,672
Provision for directors' bonuses	59,322	51,500
Other	1,960,590	1,757,872
Total current liabilities	20,345,615	20,671,040
Non-current liabilities		
Long-term loans payable	127,996	39,081
Other	425,612	424,454
Total non-current liabilities	553,608	463,535
Total liabilities	20,899,224	21,134,575
<b>Net assets</b>		
Shareholders' equity		
Capital stock	4,031,837	4,031,837
Capital surplus	3,183,953	5,106,636
Retained earnings	7,876,217	5,983,728
Treasury shares	△1,625,008	△1,615,679
Total shareholders' equity	13,467,000	13,506,523
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,367,197	1,202,462
Foreign currency translation adjustment	381,686	379,415
Total accumulated other comprehensive income	1,748,884	1,581,877
Subscription rights to shares	197,981	225,636
Non-controlling interests	7,584,736	8,169,486
Total net assets	22,998,601	23,483,524
Total liabilities and net assets	43,897,825	44,618,099

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
Consolidated Statements of Income

(Unit:Thousands of Yen)

	2nd Quarter of FY2014 (April 1, 2014 to September 30, 2014)	2nd Quarter of FY2015 (April 1, 2015 to September 30, 2015)
Net sales	57,046,481	64,550,549
Cost of sales	49,248,979	54,840,923
Gross profit	7,797,501	9,709,625
Selling, general and administrative expenses	6,699,269	7,365,953
Operating income	1,098,232	2,343,672
Non-operating income		
Interest income	3,445	7,774
Dividend income	10,697	8,425
Share of profit of entities accounted for using equity method	—	51,846
Foreign exchange gains	24,188	38,608
Other	15,033	12,306
Total non-operating income	53,365	118,962
Non-operating expenses		
Interest expenses	8,207	8,617
Share of loss of entities accounted for using equity method	18,935	—
Other	19,323	2,182
Total non-operating expenses	46,465	10,799
Ordinary income	1,105,132	2,451,834
Extraordinary income		
Gain on sales of shares of subsidiaries and associates	—	60,713
Gain on change in equity	157,892	19,310
Other	105,565	894
Total extraordinary income	263,458	80,918
Extraordinary losses		
Loss on retirement of non-current assets	3,723	11,303
Loss on liquidation of subsidiaries and associates	37,695	18,706
Office transfer expenses	9,271	13,785
Other	1,381	8,415
Total extraordinary losses	52,073	52,210
Income before income taxes and minority interests	1,316,517	2,480,542
Income taxes - current	332,782	655,466
Income taxes - deferred	114,611	116,079
Total income taxes	447,393	771,545
Profit	869,124	1,708,996
Profit attributable to non-controlling interests	296,237	738,937
Profit attributable to owners of parent	572,886	970,058

## Consolidated Statements of Comprehensive Income

(Unit:Thousands of Yen)

	2nd Quarter of FY2014 (April 1, 2014 to September 30, 2014)	2nd Quarter of FY2015 (April 1, 2015 to September 30, 2015)
Profit	869,124	1,708,996
Other comprehensive income		
Valuation difference on available-for-sale securities	90,674	△60,893
Foreign currency translation adjustment	△23,764	41,477
Share of other comprehensive income of entities accounted for using equity method	△11,086	6,054
Total other comprehensive income	55,823	△13,361
Comprehensive income	924,947	1,695,634
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	573,452	803,051
Comprehensive income attributable to non-controlling interests	351,494	892,582

## (3) Consolidated Statements of Cash Flows

(Unit:Thousands of Yen)

	2nd Quarter of FY2014 (April 1, 2014 to September 30, 2014)	2nd Quarter of FY2015 (April 1, 2015 to September 30, 2015)
Cash flows from operating activities		
Income before income taxes and minority interests	1,316,517	2,480,542
Depreciation	266,499	335,496
Amortization of goodwill	133,258	90,386
Increase (decrease) in allowance for doubtful accounts	10,209	△1,865
Increase (decrease) in provision for bonuses	△249,829	△224,713
Increase (decrease) in provision for directors' bonuses	△12,500	△7,822
Interest and dividend income	△14,143	△16,200
Interest expenses	8,207	8,617
Share of (profit) loss of entities accounted for using equity method	18,935	△51,846
Loss (gain) on sales of shares of subsidiaries and associates	—	△60,713
Loss (gain) on change in equity	△157,073	△18,727
Loss (gain) on sales and retirement of non-current assets	4,286	14,074
Loss (gain) on sales and valuation of investment securities	△51,323	—
Loss on liquidation of subsidiaries and associates	37,695	18,706
Office transfer expenses	9,271	13,785
Decrease (increase) in notes and accounts receivable - trade	1,128,986	992,718
Decrease (increase) in investment securities for sale	△95,489	△409,441
Increase (decrease) in notes and accounts payable - trade	△1,176,538	△162,255
Increase (decrease) in accounts payable - other	△88,472	△376,539
Other, net	1,109,884	334,087
Subtotal	2,198,381	2,958,290
Interest and dividend income received	21,001	22,956
Interest expenses paid	△6,526	△5,474
Income taxes paid	△1,087,396	△791,521
Net cash provided by (used in) operating activities	1,125,460	2,184,250
Cash flows from investing activities		
Payments into time deposits	△3,600,000	△3,400,000
Proceeds from withdrawal of time deposits	2,600,000	3,400,000
Purchase of property, plant and equipment	△89,595	△215,212
Purchase of intangible assets	△205,506	△479,935
Purchase of investment securities	△571,278	△2,148,424
Proceeds from sales and redemption of investment securities	244,123	80,000
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	△29,573
Payments for guarantee deposits	△346,595	△41,127
Proceeds from collection of guarantee deposits	51,537	53,739
Payments of loans receivable	△3,263	△398
Collection of loans receivable	660	6,042
Other, net	△3,033	16,137
Net cash provided by (used in) investing activities	△1,922,951	△2,758,752

(Unit:Thousands of Yen)

	2nd Quarter of FY2014 (April 1, 2014 to September 30, 2014)	2nd Quarter of FY2015 (April 1, 2015 to September 30, 2015)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	1,000,000	1,500,000
Proceeds from long-term loans payable	—	59,426
Repayments of long-term loans payable	△42,030	△212,423
Payments for specified fund trust of treasury stock of subsidiaries	—	△1,002,160
Proceeds from share issuance to non-controlling shareholders	30,000	52,990
Proceeds from exercise of share options	12,114	28,787
Proceeds from issuance of shares resulting from exercise of subscription rights to shares	389,130	—
Cash dividends paid	△291,636	△390,047
Dividends paid to non-controlling interests	△14,720	△94,275
Other, net	△2,725	△2,805
Net cash provided by (used in) financing activities	1,080,131	△60,506
Effect of exchange rate change on cash and cash equivalents	△1,482	16,232
Net increase (decrease) in cash and cash equivalents	281,158	△618,775
Cash and cash equivalents at beginning of period	9,982,170	11,421,950
Cash and cash equivalents at end of period	10,263,329	10,803,175