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## Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2016 (Based on Japanese GAAP)

February 7, 2017

Company name: TOSHIBA TEC CORPORATION  
 Stock exchange listing: Tokyo  
 Stock code: 6588 URL <http://www.toshibatec.co.jp/>  
 Representative: President and CEO Takayuki Ikeda  
 Inquiries: Senior Manager of Corporate Communications Division Takashi Mizuno TEL 03-6830-9151  
 Scheduled date to file Quarterly Securities Report: February 10, 2017  
 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 December 31, 2016 (from April 1, 2016 to December 31, 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 December 31, 2016	364,794	(7.5)	10,488	220.2	9,698	–	4,968	–
Nine months ended December 31, 2015	394,554	2.0	3,275	(75.4)	(250)	–	(77,604)	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended December 31, 2016	18.08	18.06
Nine months ended December 31, 2015	(282.58)	–

#### (2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2016	268,334	73,177	22.9
As of March 31, 2016	281,615	70,359	20.4

### 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 March 31, 2016	–	0.00	–	0.00	0.00
Year ending March 31, 2017	–	0.00	–	–	–
Year ending March 31, 2017 (Forecast)	–	–	–	–	–

### 3. Forecast of consolidated financial results for the year ending March 31, 2017 (from April 1, 2016 to March 31, 2017)

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	490,000	(8.0)	14,000	873.9	13,000	–	5,000	–	18.19

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2016  
(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: Yes
- (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: No
- 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, 2016	288,145,704 shares	As of March 31, 2016	288,145,704 shares
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Number of treasury shares at the end of the period

As of December 31, 2016	13,405,818 shares	As of March 31, 2016	13,505,268 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2016	274,688,911 shares	Nine months ended December 31, 2015	274,619,955 shares
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**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
Assets		
Current assets		
Cash and deposits	22,217	42,980
Notes and accounts receivable - trade	76,470	60,363
Merchandise and finished goods	38,468	37,680
Work in process	1,960	2,260
Raw materials and supplies	6,428	6,535
Other	51,922	39,569
Allowance for doubtful accounts	(2,774)	(3,057)
Total current assets	194,694	186,332
Non-current assets		
Property, plant and equipment	31,345	30,854
Intangible assets		
Goodwill	8,633	6,934
Other	8,307	7,799
Total intangible assets	16,940	14,733
Investments and other assets		
Other	38,637	36,460
Allowance for doubtful accounts	(61)	(72)
Total investments and other assets	38,576	36,387
Total non-current assets	86,862	81,975
Deferred assets	59	25
Total assets	281,615	268,334

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	71,175	66,583
Short-term loans payable	3,407	1,136
Income taxes payable	3,643	3,276
Other	80,377	73,212
Total current liabilities	158,604	144,209
Non-current liabilities		
Net defined benefit liability	38,687	37,541
Other	13,965	13,406
Total non-current liabilities	52,652	50,947
Total liabilities	211,256	195,156
<b>Net assets</b>		
Shareholders' equity		
Capital stock	39,970	39,970
Capital surplus	52,970	52,982
Retained earnings	(41,006)	(36,037)
Treasury shares	(5,523)	(5,482)
Total shareholders' equity	46,411	51,432
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,476	1,681
Deferred gains or losses on hedges	71	47
Foreign currency translation adjustment	11,740	10,509
Amount of minimum pension debt adjustment	(461)	(540)
Remeasurements of defined benefit plans	(1,857)	(1,675)
Total accumulated other comprehensive income	10,969	10,022
Subscription rights to shares	116	104
Non-controlling interests	12,862	11,617
Total net assets	70,359	73,177
<b>Total liabilities and net assets</b>	<b>281,615</b>	<b>268,334</b>

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Net sales	394,554	364,794
Cost of sales	227,693	211,732
Gross profit	166,861	153,062
Selling, general and administrative expenses	163,585	142,573
Operating income	3,275	10,488
Non-operating income		
Interest income	334	208
Dividend income	87	87
Foreign exchange gains	–	1,993
Other	273	239
Total non-operating income	695	2,529
Non-operating expenses		
Interest expenses	654	497
Loss on sales and retirement of non-current assets	107	121
Foreign exchange losses	476	–
Loss on valuation of derivatives	1,136	1,579
Other	1,846	1,120
Total non-operating expenses	4,222	3,318
Ordinary income (loss)	(250)	9,698
Extraordinary losses		
Impairment loss	66,246	–
Restructuring cost	1,010	877
Loss on transfer of business	325	–
Total extraordinary losses	67,581	877
Profit (loss) before income taxes	(67,832)	8,821
Income taxes	8,423	4,629
Profit (loss)	(76,256)	4,192
Profit (loss) attributable to non-controlling interests	1,348	(776)
Profit (loss) attributable to owners of parent	(77,604)	4,968

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

(Millions of yen)

	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Profit (loss)	(76,256)	4,192
Other comprehensive income		
Valuation difference on available-for-sale securities	61	206
Deferred gains or losses on hedges	(13)	(23)
Foreign currency translation adjustment	(1,754)	(1,320)
Minimum pension adjustment	13	(67)
Remeasurements of defined benefit plans, net of tax	471	183
Total other comprehensive income	(1,221)	(1,021)
Comprehensive income	(77,477)	3,170
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	(78,683)	4,022
Comprehensive income attributable to non-controlling interests	1,205	(852)