

**Consolidated Financial Statements for the Third Quarter Ended December 31, 2016
FY2017 (April 1, 2016 - March 31, 2017) [UNAUDITED]**

January 30, 2017

Company name: Takara Holdings Inc.
 Stock exchange listings: Tokyo Stock Exchange (1st section)
 Code number: 2531
 URL: <http://www.takara.co.jp/>
 Company representative: Toshio Kakimoto, President
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 Quarterly statement filing date (as planned): February 10, 2017

- Notes: 1. The accompanying financial statements have been prepared in accordance with accounting principles and practices generally accepted in Japan.
 2. Amounts are rounded down to the nearest million yen.

1. Results for the nine months ended December 31, 2016 (April 1, 2016 – December 31, 2016)

(1) Operating results

Note: Percentages indicated changes from the same period of the previous fiscal year.

	Nine months ended December 31, 2016		Nine months ended December 31, 2015	
	(Millions of yen)	(%)	(Millions of yen)	(%)
Net sales	172,218	1.2	170,250	2.5
Operating income(loss)	12,741	26.3	10,091	(4.6)
Ordinary income(loss)	13,403	23.4	10,858	(1.0)
Net income (loss) attributable to owners of the parent	8,876	35.6	6,546	9.4
Net income (loss) per share (Yen)	44.11		32.53	
Fully diluted net income per share (Yen)	-		-	
Note: Comprehensive income	1,558	(66.7)	4,679	(47.6)

(2) Financial position

	As of December 31, 2016	As of March 31, 2016
	(Millions of yen)	(Millions of yen)
Total assets	269,737	253,253
Net assets	158,981	156,148
Equity ratio (%)	48.3	51.5
(Reference) Equity	130,334	130,386

2. Dividends

	Dividend per share (Yen)		
	Year ended March 31, 2016	Year ending March 31, 2017	Year ending March 31, 2017 (Forecast)
First quarter end	-	-	
Second quarter end	-	-	
Third quarter end	-	-	
Year end	12.00		13.00
Annual	12.00		13.00

Notes: Correction of dividend forecast from the most recent dividend forecast : Yes
 The year-end dividend for FY2016 included a commemorative dividend of ¥1.00

3. Forecast for the year ending March 31, 2017 (April 1, 2016 – March 31, 2017)

Note: Percentages indicated changes from the same period of the previous fiscal year.

	Year ending March 31, 2017	
	(Millions of yen)	(%)
Net sales	234,100	3.9
Operating income(loss)	13,100	12.1
Ordinary income(loss)	13,800	7.5
Net income (loss) attributable to owners of the parent	8,300	17.6
Net income (loss) per share (Yen)	41.25	

Note: Correction of financial forecast from the most recent financial forecast : Yes

4. Others

- (1) Material changes in subsidiaries during this period
(Changes in scope of consolidations resulting from change in specific subsidiaries) : No
- (2) Applying of specific accounting treatments of the quarterly consolidated financial statements : No
- (3) Changes in accounting policies, changes in accounting estimates, and retrospective restatement
 - 1) Changes based on revisions of accounting standard : Yes
 - 2) Changes other than ones based on revisions of accounting standard : No
 - 3) Changes in accounting estimates : No
 - 4) Restatement : No
- (4) Number of outstanding shares (common stock)
 - 1) Number of outstanding shares at year end (Treasury stocks are included)
 - As of December 31, 2016 : 217,699,743
 - As of March 31, 2016 : 217,699,743
 - 2) Number of treasury stocks at year end
 - As of December 31, 2016 : 16,475,585
 - As of March 31, 2016 : 16,475,391
 - 3) Average number of outstanding shares
 - Nine months ended December 31, 2016 : 201,224,286
 - Nine months ended December 31, 2015 : 201,225,138