



July 29, 2016

Corporate Name: I-NET CORP.

Representative: President Shigemasa Kajimoto

(Code No. 9600 Tokyo Stock Exchange 1st Section)

Contact: Senior Manager, Finance and Accounting Department Masahiro Matsumoto

Phone #: +81-(0)45-682-0801

Financial Results of the First Quarter ended June 30, 2016 (Japanese Accounting Standards)

Scheduled date for commencement of dividend payment --

Scheduled date for submission of the quarterly report – August 10, 2016

Supplemental material on quarterly results: No

Presentation on quarterly results: No

(Values less than ¥1 million are omitted)

1. Consolidated performance for the first quarter of the fiscal year ending March 2017 (April 1, 2016 - June 30, 2016)

(1) Consolidated business performance (accumulated)

(Percentage figures are changes from the corresponding quarters in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Quarterly profit attributable to owners of parent company	
	¥ mil.	%	¥ mil.	%	¥ mil.	%	¥ mil.	%
1st Quarter March 2017 term	5,846	1.7	316	(3.5)	302	(3.3)	196	1.8
1st Quarter March 2016 term	5,750	8.9	328	70.7	312	81.6	192	98.4

Note: Comprehensive income: 1st Quarter March 2017 term: ¥152 million, (28.5%); 1st Quarter March 2016 term: ¥213 million, (70.5%)

	Quarterly basic earnings per share	Quarterly diluted earnings per share
1st Quarter March 2017 term	¥ 13.56	—
1st Quarter March 2016 term	¥ 13.05	—

(2) Consolidated financial conditions

	Total assets	Net assets	Equity-to-asset ratio
1st Quarter March 2017 term	¥ mil. 25,211	¥ mil. 11,684	% 46.3
March 2016 term	25,110	11,793	47.0

(Reference) Equity capital: 1st Quarter March 2017 term: ¥11,684 million; March 2016 term: ¥11,793 million

2. Dividend position

	Dividend per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
March 2016 term	¥ ---	¥ ---	¥ ---	¥ ---	¥ ---
March 2017 term	—	17.00	—	17.00	34.00
March 2017 term (forecast)	—	18.00	—	18.00	36.00

Note: Revision from most recently announced dividend forecast: No

3. Consolidated performance forecast for the fiscal year ending March 2017 (April 1, 2016 – March 31, 2017)

(Percentage figures for the full fiscal year are changes from the previous fiscal year, and for the 2Q are changes from corresponding quarters in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent company		Basic earnings per share
	¥ mil.	%	¥ mil.	%	¥ mil.	%	¥ mil.	%	¥ ---
2Q (accumulated)	12,600	5.2	860	5.3	820	5.7	530	11.9	36.66
Full fiscal year	25,700	5.2	2,050	6.8	1,950	6.1	1,280	14.8	80.50

Note: Revision from most recently announced performance forecast: No

4. Notes

- (1) Significant transfers of subsidiaries during period (transfer of specific subsidiaries that will effect changes to the scope of consolidation) – No
- (2) Application of accounting specific to the preparation of quarterly consolidated financial statements – Yes
- (3) Changes in accounting policies, changes in accounting estimates and restatements
 - 1) Changes in accounting policies due to revisions of accounting standards, etc.: No
 - 2) Changes in accounting policies other than 1): Yes
 - 3) Changes in accounting estimates: No
 - 4) Restatements: No
- (4) Number of issued shares (common stock)
 - 1) Number of shares issued and outstanding as of the end of period (incl. treasury stock):
1st Quarter March 2017 term: 14,765,840 shares, March 2016 term: 14,765,840 shares
 - 2) Number of shares of treasury stock as of the end of period:
1st Quarter March 2017 term: 309,977 shares, March 2016 term: 309,977 shares
 - 3) Average number of shares over period (accumulated to the end of the quarter):
1st Quarter March 2017 term: 14,455,863 shares, 1st Quarter March 2016 term: 14,755,935 shares

*Indications related to implementation status of quarterly review procedures

Quarterly review procedures based on the Financial Instruments and Exchange Act do not apply to this quarterly financial summary. At the time of release of this document, quarterly review procedures based on the Financial Instruments and Exchange Act are in progress with regard to the quarterly financial statements.

*Notes concerning the appropriate utilization of performance forecasts, other items requiring special attention

Matters concerning the future including performance forecasts that are indicated in this document are derived from judgments based on information available to I-NET CORP. at the time of announcement of this document. Consequent deviation from predicted values may occur due to changes in conditions arising from indeterminable internal or external factors.