

**Summary of Consolidated Financial Results for
Fiscal Year Ending March 31, 2017
[under Japanese GAAP]**

April 28, 2017

Company: Keyware Solutions Inc.

Stock Exchange Listings: TSE 2nd section

Stock code: 3799

URL: <http://www.keyware.co.jp>

Representative director: Masahiro Mita, President & CEO

Contact: Keiji Ushirone General Manager of Corporate Planning division and PR & IR Office

Tel: (03)3290-1111

Ordinary general meeting of shareholders (scheduled): June 23, 2017

Securities report filing date (scheduled): June 23, 2017

Dividend payout date (scheduled): June 9, 2017

Supplemental information for financial results: Yes

Schedule for shareholders meeting: Yes (For Institutional Investors)

(Amounts are rounded down to units of million yen)

1. Summary of financial results for the fiscal year ending March 31, 2017

(April 1, 2016 – March 31, 2017)

(1) Consolidated operating results

(Percentage figures indicate changes from the same quarter of the prior fiscal year)

	Sales		Operating income		Ordinary income		Net income attributable to parent shareholders	
	¥million	%	¥million	%	¥million	%	¥million	%
FY ended March 31, 2017	15,373	-3.8	90	43.3	142	11.5	91	37.9
FY ended March 31, 2016	15,988	-2.4	63	—	128	94.8	66	—

(Note) Comprehensive income:

FY ended March 31, 2017: ¥ -25 million (— %)

FY ended March 31, 2016: ¥ 12 million (-86.5%)

	Net income per share	Diluted net income per share	Return on ownership equity	Ratio of ordinary income to total assets	Ratio of operating income to sales
	¥	¥	%	%	%
FY ended March 31, 2017	11.00	—	1.6	1.6	0.6
FY ended March 31, 2016	8.06	—	1.1	1.3	0.4

(Reference) Equity in earnings

FY ended March 31, 2017: ¥ 61million

FY ended March 31, 2016: ¥ 77 million

(2) Consolidated financial position

	Total assets	Net assets	Ownership equity ratio	Net assets per share
	¥million	¥million	%	¥
FY ended March 31, 2017	9,113	5,816	63.8	692.93
FY ended March 31, 2016	9,963	5,840	58.6	702.84

(Reference) Shareholders' Equity

FY ended March 31, 2017: ¥ 5,816million

FY ended March 31, 2016: ¥ 5,840million

(3) Consolidated cash flows

	Operating cash flows	Investing cash flows	Financing cash flows	Cash and cash equivalents at the end of the period
	¥million	¥million	¥million	¥million
FY ended March 31, 2017	1,034	-48	-714	1,156
FY ended March 31, 2016	-606	105	404	885

2. Dividends

	Annual dividends per share					Total dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	1Q	2Q	3Q	4Q	FY			
	¥	¥	¥	¥	¥	¥million	%	%
FY ending March 31, 2016	—	0.00	—	5.00	5.00	42	62.0	0.7
FY ending March 31, 2017	—	0.00	—	5.00	5.00	42	45.4	0.7
FY ending March 31, 2018 (projected)		0.00		7.00	7.00		39.5	

3. Projections for consolidated financial results for the fiscal year ending March 31, 2018
(April 1, 2017 – March 31, 2018)
(Percentage figures indicate changes from the prior fiscal year)

	Sales		Operating income		Ordinary income		Net income attributable to parent shareholders		Net income per share
	¥million	%	¥million	%	¥million	%	¥million	%	¥
Full Year	16,000	4.1	250	175.5	200	40.0	150	63.1	17.74

※ Other information

(1) Changes in the number of important subsidiaries during the period: None
(changes in the scope of consolidation due to change in the number of specified subsidiaries)

(2) Changes in accounting policies, changes in accounting estimates, or revised presentation

- Changes in accounting policies due to revisions to accounting standards, etc.: Yes
- Changes in accounting policies other than those in i.: None
- Changes in accounting estimates: None
- Revised presentation: None

(3) Ordinary shares issued (common stock)

- Ordinary shares issued at end of period (including treasury stock)
- Treasury stock issued at end of period
- Average number of shares

FY ended March 31, 2017	9,110,000	FY ended March 31, 2016	9,110,000
FY ended March 31, 2017	716,299	FY ended March 31, 2016	799,599
FY ended March 31, 2017	8,357,103	FY ended March 31, 2016	8,274,446

* This financial report is outside the scope of audit procedures.

* Disclaimer

The above forecasts are based on judgments made in accordance with information available at the time these materials were prepared, and contain numerous uncertainties. Changing conditions and other factors may cause actual results to differ from the results in these forecasts.