

# Consolidated Financial Results for the Fiscal Year Ended December 31, 2015 [Japanese GAAP]



February 12, 2016

Company name: LEGS COMPANY, LTD.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 4286  
 URL: <http://www.legs.co.jp/>  
 Representative: Junichiro Uchikawa, President & CEO  
 Contact: Kazuyuki Hiraga, Senior Managing Director, General Manager of Administration Department  
 Phone: +81-3-3408-3090  
 Scheduled date of Annual General Meeting of Shareholders: March 23, 2016  
 Scheduled date of filing annual securities report: March 24, 2016  
 Scheduled date of commencing dividend payments: March 24, 2016  
 Availability of supplementary briefing material on annual financial results: Not available  
 Schedule of annual financial results briefing session: Scheduled (for institutional investors)

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Fiscal Year Ended December 31, 2015 (January 1, 2015 to December 31, 2015)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2015	11,336	(1.0)	798	27.9	832	24.9	545	48.1
December 31, 2014	11,446	7.8	624	37.6	666	33.1	368	32.7

(Note) Comprehensive income: Fiscal year ended December 31, 2015: ¥497 million [17.9%]

Fiscal year ended December 31, 2014: ¥421 million [18.9%]

Fiscal year ended	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
December 31, 2015	51.79	50.50	13.1	14.0	7.0
December 31, 2014	35.30	34.33	9.8	12.5	5.5

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended December 31, 2015: ¥- million

Fiscal year ended December 31, 2014: ¥- million

The Company carried out a two-for-one stock split on December 1, 2014. The figures of net income per share and diluted net income per share are calculated upon the assumption that the stock split had been carried out at the beginning of the previous fiscal year.

## (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2015	6,275	4,398	69.3	412.14
As of December 31, 2014	5,609	3,993	70.5	376.94

(Reference) Equity: As of December 31, 2015: ¥4,348 million

As of December 31, 2014: ¥3,956 million

### (3) Consolidated Cash Flows

	Net cash from operating activities	Net cash from investing activities	Net cash from financing activities	Cash and cash equivalents at the end of the period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
December 31, 2015	929	(339)	(105)	2,361
December 31, 2014	146	(200)	(30)	1,888

### 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
December 31, 2014	-	0.00	-	8.00	8.00	83	22.8	2.2
December 31, 2015	-	4.00	-	17.00	21.00	221	40.6	5.3
Fiscal year ending December 31, 2016 (Forecast)	-	0.00	-	18.00	18.00		31.0	

Breakdown of the year-end dividends for the six months ended June 30, 2015 Commemorative dividend of 4.00 yen

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2016 (January 1, 2016 to December 31, 2016)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
First half	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	5,670	10.6	275	(8.8)	275	(15.8)	184	(3.1)	17.44
	12,600	11.1	915	14.6	915	9.9	612	12.2	58.00

**\* Notes:**

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): Yes  
Newly included: 1 (Name of company) LEGS MARKETING SERVICES (MALAYSIA) SDN. BHD.  
Excluded: -  
Please refer to “2. Status of the Corporate Group” on page 4 for details.
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies due to the revision of accounting standards: No
  - 2) Changes in accounting policies other than 1) above: No
  - 3) Changes in accounting estimates: No
  - 4) Retrospective restatement: No
- (3) Total number of issued shares (common shares)
  - 1) Total number of issued shares at the end of the period (including treasury shares):  
December 31, 2015: 10,840,000 shares  
December 31, 2014: 10,840,000 shares
  - 2) Total number of treasury shares at the end of the period:  
December 31, 2015: 288,000 shares  
December 31, 2014: 344,000 shares
  - 3) Average number of shares during the period:  
Fiscal Year ended December 31, 2015: 10,533,982 shares  
Fiscal Year ended December 31, 2014: 10,437,807 shares

The Company carried out a two-for-one stock split on December 1, 2014. The total number of issued shares at the end of the period, total number of treasury shares at the end of the period, and average number of shares during the period are calculated upon the assumption that the stock split had been carried out at the beginning of the previous fiscal year.

(Reference) Summary of Non-consolidated Financial Results

**Non-consolidated Financial Results for the Fiscal Year Ended December 31, 2015 (January 1, 2015 to December 31, 2015)**

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2015	10,910	(0.6)	856	12.3	887	(41.7)	310	(74.8)
December 31, 2014	10,981	10.0	762	72.4	1,522	197.8	1,232	326.6

Fiscal year ended	Net income per share	Diluted net income per share
	Yen	Yen
December 31, 2015	29.46	28.73
December 31, 2014	118.11	114.85

The Company carried out a two-for-one stock split on December 1, 2014. The figures of net income per share and diluted net income per share are calculated upon the assumption that the stock split had been carried out at the beginning of the previous fiscal year.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2015	6,000	4,202	69.2	393.52
As of December 31, 2014	5,537	4,002	71.6	377.81

(Reference) Equity: As of December 31, 2015: ¥4,152 million  
As of December 31, 2014: ¥3,965 million

\* Presentation regarding the implementation status of the audit process

These financial results are outside the scope of audit procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these financial results, audit procedures for the financial statements are ongoing.

\* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information available as of this moment and certain assumptions deemed reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors. Please refer to “1. Analysis concerning operating results and financial position (1) Analysis concerning operating results” on page 2 of the attached material for assumptions for financial results forecast and notes to the use of financial results forecast.