

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

## Summary of Consolidated Financial Results for the Six Months Ended September 30, 2016 (Based on Japanese GAAP)

October 28, 2016

Company name: Toshiba Plant Systems & Services Corporation  
 Stock exchange listing: Tokyo  
 Stock code: 1983 URL <http://www.toshiba-tpsc.co.jp>  
 Representative: President and Chief Executive Officer, Ryo Matsukawa  
 Representative Director  
 Vice President and Director, Head of Accounting Division, Yoshikatsu Tanaka TEL 045-500-7012  
 Scheduled date to file Quarterly Securities Report: November 7, 2016  
 Scheduled date to commence dividend payments: December 1, 2016  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2016 (from April 1, 2016 to September 30, 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	%
Six months ended September 30, 2016	96,046	9.4	8,359	28.2	8,800	35.9	5,941	48.8
Six months ended September 30, 2015	87,831	(6.9)	6,518	(0.5)	6,477	(7.7)	3,991	(7.7)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September 30, 2016	60.99		-	
Six months ended September 30, 2015	40.97		-	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2016	228,312	125,863	55.0
As of March 31, 2016	238,254	121,281	50.8

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2016	-	25.00	-	12.50	37.50
Year ending March 31, 2017	-	19.00	-	-	-
Year ending March 31, 2017 (Forecast)	-	-	-	19.00	38.00

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	230,000	4.9	18,900	1.3	19,500	4.2	12,800	13.9	131.39

4. Notes

- (1) Changes in significant subsidiaries during the six months ended September 30, 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: No
- (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 September 30, 2016	97,656,888 shares	As of March 31, 2016	97,656,888 shares
--------------------------	-------------------	----------------------	-------------------

Number of treasury shares at the end of the period

As of September 30, 2016	243,448 shares	As of March 31, 2016	243,256 shares
--------------------------	----------------	----------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2016	97,413,540 shares	Six months ended September 30, 2015	97,414,360 shares
-------------------------------------	-------------------	-------------------------------------	-------------------

**Quarterly consolidated financial statements**  
**Consolidated balance sheets**

(Millions of yen)

	As of March 31, 2016	As of September 30, 2016
<b>Assets</b>		
Current assets		
Cash and deposits	6,430	8,943
Group finance deposits	85,534	87,986
Trade notes and accounts receivable	92,565	70,483
Electronically recorded monetary claims - operating	508	189
Inventories	25,248	31,610
Other current assets	9,166	9,652
Less: allowance for doubtful accounts	(312)	(302)
Total current assets	219,141	208,563
Long-term assets		
Property, plant and equipment, at cost	6,692	7,008
Intangible assets	252	214
Investments and other assets		
Other	12,292	12,649
Less: allowance for doubtful accounts	(123)	(123)
Total investments and other assets	12,168	12,525
Total long-term assets	19,112	19,748
Total assets	238,254	228,312
<b>Liabilities</b>		
Current liabilities		
Trade notes and accounts payable	47,635	38,457
Accrued income taxes	5,888	3,039
Advances received on uncompleted construction contracts	13,349	15,729
Allowance for bonuses to directors and statutory auditors	93	58
Completed work compensation reserve	1,048	864
Provision for loss on construction contracts	204	-
Other current liabilities	13,234	11,044
Total current liabilities	81,455	69,193
Long-term liabilities		
Accrued directors' retirement benefits	27	32
Liability for retirement benefit	35,197	32,872
Other long-term liability	292	350
Total long-term liabilities	35,517	33,254
Total liabilities	116,972	102,448

(Millions of yen)

	As of March 31, 2016	As of September 30, 2016
Net assets		
Shareholders' equity		
Common stock	11,876	11,876
Capital surplus	20,910	20,910
Retained earnings	94,726	99,448
Treasury stock, at cost	(164)	(164)
Total shareholders' equity	127,348	132,070
Accumulated other comprehensive income		
Deferred gains or losses on hedges	(290)	(592)
Currency translation adjustments	(11)	(550)
Retirement benefits liability adjustments	(6,068)	(5,346)
Total accumulated other comprehensive income	(6,369)	(6,489)
Non-controlling interests	303	282
Total net assets	121,281	125,863
Total liabilities and net assets	238,254	228,312

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

**Consolidated statements of income (cumulative)**

(Millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Net sales	87,831	96,046
Cost of sales	75,451	81,351
Gross profit	12,380	14,695
Selling, general and administrative expenses	5,862	6,335
Operating income	6,518	8,359
Other income		
Interest income	78	574
Dividends income	33	28
Equity in income of affiliates	12	11
Other	68	112
Total other income	192	727
Other expenses		
Foreign exchange losses	197	264
Other	35	21
Total other expenses	233	286
Ordinary income	6,477	8,800
Extraordinary losses		
Loss on revision of retirement benefit plan	211	–
Total extraordinary losses	211	–
Profit before income taxes	6,266	8,800
Income taxes - current	1,673	2,387
Income taxes - deferred	603	462
Total income taxes	2,277	2,850
Profit	3,988	5,949
Profit (loss) attributable to non-controlling interests	(3)	7
Profit attributable to owners of parent	3,991	5,941

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

(Millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Profit	3,988	5,949
Other comprehensive income		
Unrealized gains or losses on securities	226	–
Deferred gains or losses on hedges	41	(302)
Currency translation adjustments	(518)	(567)
Retirement benefits liability adjustments	366	721
Other comprehensive income	116	(148)
Total comprehensive income	4,105	5,801
Comprehensive income attributable to		
Owners of parent	4,147	5,822
Non-controlling interests	(42)	(20)

## Consolidated statements of cash flows

(Millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Cash flows from operating activities		
Profit before income taxes	6,266	8,800
Depreciation	326	280
Increase (decrease) in allowance for doubtful accounts	(9)	0
Increase (decrease) in accrued director's retirement benefits	0	4
Increase (decrease) in net defined benefit liability	242	(1,264)
Interest and dividends	(112)	(603)
(Gain)loss on sales of property, plant and equipment	4	5
(Increase)decrease in trade notes and accounts receivable	16,789	21,532
(Increase) in inventories	(9,200)	(6,453)
(Decrease) in trade notes and accounts payable	(9,583)	(8,658)
Increase (decrease) in advances received on uncompleted construction contracts	1,635	2,726
Other	(2,248)	(3,658)
Subtotal	4,111	12,712
Interest and dividend income received	137	632
Income taxes paid	(5,074)	(5,262)
Net cash provided by (used in) operating activities	(825)	8,082
Cash flows from investing activities		
Payments into time deposits	(579)	(517)
Proceeds from withdrawal of time deposits	182	246
Payments for group finance deposits	(41,146)	(153,515)
Proceeds for group finance deposits	17,457	68,382
Payments of short-term loans receivable	(17)	–
Collection of short-term loans receivable	2	0
Purchase of property, plant and equipment	(445)	(665)
Proceeds from sales of property, plant and equipment	129	7
Purchase of intangible assets	(14)	(1)
Payment of long-term guarantee deposits	(7)	(24)
Collection of long-term guarantee deposits	9	13
Other	(2)	(531)
Net cash provided by (used in) investing activities	(24,430)	(86,605)
Cash flows from financing activities		
Cash dividends paid	–	(1,217)
Other	0	(8)
Net cash provided by (used in) financing activities	0	(1,225)
Effect of exchange rate change on cash and cash equivalents	(415)	(641)
Net increase (decrease) in cash and cash equivalents	(25,670)	(80,389)
Cash and cash equivalents at beginning of period	53,127	91,633
Cash and cash equivalents at end of period	27,456	11,243