

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended December 31, 2016 (Based on Japanese GAAP)

January 27, 2017

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
 Inquiries: Senior Manager, Administration Department Kengo Tanabe TEL 045-500-7012
 Scheduled date to file Quarterly Securities Report: February 6, 2017
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended December 31, 2016 (from April 1, 2016 to December 31, 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	%
Nine months ended December 31, 2016	135,871	6.1	10,027	7.0	11,602	22.9	8,074	37.1
Nine months ended December 31, 2015	128,068	(6.7)	9,368	(0.6)	9,442	(6.9)	5,890	(6.5)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2016	82.89		–	
Nine months ended December 31, 2015	60.46		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2016	228,591	127,692	55.7
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	19,800	5.8	13,000	15.6	133.45

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended December 31, 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 December 31, 2016	97,656,888 shares	As of March 31, 2016	97,656,888 shares
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Number of treasury shares at the end of the period

As of December 31, 2016	243,595 shares	As of March 31, 2016	243,256 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended December 31, 2016	97,413,490 shares	Nine months ended December 31, 2015	97,414,300 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
Assets		
Current assets		
Cash and deposits	6,430	10,311
Group finance deposits	85,534	87,784
Trade notes and accounts receivable	92,565	60,034
Electronically recorded monetary claims - operating	508	207
Inventories	25,248	42,504
Other current assets	9,166	8,380
Less: allowance for doubtful accounts	(312)	(318)
Total current assets	219,141	208,905
Long-term assets		
Property, plant and equipment, at cost	6,692	7,018
Intangible assets	252	236
Investments and other assets		
Other	12,292	12,549
Less: allowance for doubtful accounts	(123)	(119)
Total investments and other assets	12,168	12,430
Total long-term assets	19,112	19,686
Total assets	238,254	228,591
Liabilities		
Current liabilities		
Trade notes and account payable	47,635	38,788
Accrued income taxes	5,888	717
Advances received on uncompleted construction contracts	13,349	17,355
Allowance for bonuses to directors and statutory auditors	93	81
Completed work compensation reserve	1,048	650
Provision for loss on construction contracts	204	–
Other current liabilities	13,234	10,517
Total current liabilities	81,455	68,110
Long-term liabilities		
Accrued directors' retirement benefits	27	34
Liability for retirement benefit	35,197	32,398
Other long-term liabilities	292	355
Total long-term liabilities	35,517	32,788
Total liabilities	116,972	100,899

(Millions of yen)

	As of March 31, 2016	As of December 31, 2016
Net assets		
Shareholders' equity		
Common stock	11,876	11,876
Capital surplus	20,910	20,910
Retained earnings	94,726	99,733
Treasury stock, at cost	(164)	(165)
Total shareholders' equity	127,348	132,354
Accumulated other comprehensive income		
Deferred gains or losses on hedges	(290)	(104)
Currency translation adjustments	(11)	124
Retirement benefits liabilities adjustments	(6,068)	(4,985)
Total accumulated other comprehensive income	(6,369)	(4,965)
Non-controlling interests	303	302
Total net assets	121,281	127,692
Total liabilities and net assets	238,254	228,591

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

Consolidated statements of income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Net sales	128,068	135,871
Cost of sales	109,815	116,456
Gross profit	18,252	19,414
Selling, general and administrative expenses	8,884	9,386
Operating income	9,368	10,027
Other income		
Interest income	135	861
Dividend income	45	45
Equity in income of affiliates	16	23
Foreign exchange gains	–	372
Other	145	300
Total other income	343	1,603
Other expenses		
Disposal of long-term assets loss	7	11
Foreign exchange losses	228	–
Other	33	17
Total other expenses	268	29
Ordinary income	9,442	11,602
Extraordinary losses		
Loss on revision of retirement benefit plan	211	–
Total extraordinary losses	211	–
Profit before income taxes	9,231	11,602
Income taxes - current	1,762	2,196
Income taxes - deferred	1,574	1,332
Total income taxes	3,337	3,529
Profit	5,894	8,073
Profit (loss) attributable to non-controlling interests	3	(1)
Profit attributable to owners of parent	5,890	8,074

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Nine months ended December 31, 2015	Nine months ended December 31, 2016
Profit	5,894	8,073
Other comprehensive income		
Unrealized gains or losses on securities	160	–
Deferred gains or losses on hedges	58	185
Currency translation adjustments	(467)	139
Retirement benefits liability adjustments	549	1,082
Total other comprehensive income	301	1,408
Total comprehensive income	6,195	9,481
Comprehensive income attributable to		
Comprehensive of parent	6,225	9,479
Non-controlling interests	(30)	1