

Summary of Consolidated Financial Statements for the Year Ended December 31, 2016 [Japanese Standard]

February 10, 2017

Company name: Lion Corporation
Listed stock exchanges: Tokyo Stock Exchange
Code: 4912
URL: <http://www.lion.co.jp/>

Representative: Itsuo Hama, Representative Director and President
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Annual meeting of shareholders: March 30, 2017 (plan)
Start date for payment of year-end dividend: March 2, 2017 (plan)
Scheduled date of filing of financial report: March 31, 2017 (plan)
Supplementary materials prepared for quarterly results: Yes
Quarterly results information meeting held: Yes (for investors and analysts, etc.)

Figures in this and subsequent tables are rounded down to the nearest million.

1. Consolidated Results for the Year Ended December 31, 2016 (January 1, 2016 – December 31, 2016)

(1) Consolidated Results (cumulative total)

(Percentage figures denote year-on-year change)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | |
|-------------|-----------------|-----|------------------|------|-----------------|------|---|------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Fiscal 2016 | 395,606 | 4.5 | 24,502 | 49.6 | 26,290 | 45.3 | 15,951 | 49.4 |
| Fiscal 2015 | 378,659 | 3.1 | 16,374 | 32.0 | 18,099 | 28.7 | 10,680 | 44.9 |

Note: Comprehensive income: December 31, 2016: ¥16,292 million (71.9%)
December 31, 2015: ¥9,479 million (-21.0%)

| | EPS | Diluted EPS | Return on equity | Ratio of ordinary income to total assets | Ratio of operating income to net sales |
|-------------|-------|-------------|------------------|--|--|
| | Yen | Yen | % | % | % |
| Fiscal 2016 | 55.13 | 55.04 | 11.2 | 9.1 | 6.2 |
| Fiscal 2015 | 39.35 | 36.84 | 8.5 | 6.4 | 4.3 |

Note: Equity in earnings of affiliates: ¥725 million in FY2016 and ¥752 million in FY2015.

(2) Consolidated Financial Position

| | Total assets | Net assets | Shareholders' equity to total assets | Net assets per share |
|-------------|-----------------|-----------------|--------------------------------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| Fiscal 2016 | 298,510 | 157,879 | 50.0 | 513.76 |
| Fiscal 2015 | 282,434 | 142,730 | 47.6 | 469.05 |

Note: Shareholders' equity: December 31, 2016: ¥149,282 million
December 31, 2015: ¥134,453 million

(3) Consolidated Cash Flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of period |
|-------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen |
| Fiscal 2016 | 32,269 | (7,845) | (7,437) | 77,739 |
| Fiscal 2015 | 35,539 | (6,974) | (5,062) | 61,278 |

2. Dividend

| Record Date | Cash dividends per share / Yen | | | | | Total dividend paid (annual) | Payout ratio (consolidated) | Dividend/ Net assets (consolidated) |
|-------------------|--------------------------------|----------------|---------------|----------|--------|------------------------------|-----------------------------|-------------------------------------|
| | First Quarter | Second Quarter | Third Quarter | Year-End | Annual | Millions of yen | % | % |
| Fiscal 2015 | — | 5.00 | — | 5.00 | 10.00 | 2,773 | 25.4 | 2.2 |
| Fiscal 2016 | — | 5.00 | — | 8.00 | 13.00 | 3,777 | 23.6 | 2.6 |
| Fiscal 2017(plan) | — | 7.00 | — | 8.00 | 15.00 | | 25.6 | |

3. Forecast of Consolidated Financial Results for the Fiscal Year Ending December 31, 2017 (January 1, 2017 – December 31, 2017)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | | EPS |
|--------------|-----------------|-----|------------------|------|-----------------|-----|---|-----|-------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Interim 2017 | 192,000 | 2.0 | 10,500 | 0.7 | 11,500 | 1.4 | 7,500 | 4.7 | 25.81 |
| Fiscal 2017 | 405,000 | 2.4 | 27,000 | 10.2 | 28,000 | 6.5 | 17,000 | 6.6 | 58.50 |

Notes: Percent figures for net sales, operating income, ordinary income, and net income express percentage change over the year-ago period.

4. Notes

- (1) Significant Change in Scope of Consolidation during Period: No
- (2) Changes in accounting principles, procedures and presentation methods in connection with the preparation of quarterly consolidated financial statements:
 - a. Changes associated with revision in accounting standards: Yes
 - b. Other changes: Yes
 - c. Changes in accounting estimates: No
 - d. Restatement: No
- (3) Number of outstanding shares (common stock)
 - a. Number of outstanding shares on balance sheet dates (including treasury stocks):
 - As of December 31, 2016: 299,115,346 shares
 - As of December 31, 2015: 299,115,346 shares
 - b. Number of treasury stocks on balance sheet date:
 - As of December 31, 2016: 8,551,212 shares
 - As of December 31, 2015: 12,469,748 shares
 - c. Average shares outstanding over period (cumulative; consolidated)
 - As of December 31, 2016: 289,313,916 shares
 - As of December 31, 2015: 271,398,172 shares

Reference: Summary of Non-consolidated Financial Statements
1. Non-consolidated Results for the Year Ended December 31, 2016
(January 1, 2016 – December 31, 2016)

(1) Non-consolidated Results

(Percentage figures denote year-on-year change)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | |
|-------------|-----------------|-------|------------------|------|-----------------|------|---|------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Fiscal 2016 | 260,935 | 2.8 | 13,159 | 60.7 | 16,754 | 40.5 | 11,995 | 76.2 |
| Fiscal 2015 | 253,887 | (2.8) | 8,188 | 22.3 | 11,921 | 16.2 | 6,809 | 86.5 |

| | EPS | Diluted EPS |
|-------------|-------|-------------|
| | Yen | Yen |
| Fiscal 2016 | 41.46 | 41.39 |
| Fiscal 2015 | 25.09 | 23.58 |

(2) Non-consolidated Financial Position

| | Total assets | Net assets | Shareholders' equity to total assets | Net assets per share |
|-------------|-----------------|-----------------|--------------------------------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| Fiscal 2016 | 229,113 | 125,996 | 54.9 | 432.87 |
| Fiscal 2015 | 212,093 | 113,365 | 53.3 | 394.08 |

Note: Shareholders' equity: December 31, 2016: ¥125,777 million
December 31, 2015: ¥112,961 million

***Note on Audit Process**

This earnings report is out of the scope of the external auditor's review procedure, which is required by the "Financial Instruments and Exchange Act." The auditing of the Company's consolidated financial statements has not been completed as of the disclosure of this earnings report.

Appropriate use of business forecast; other special items

The forecasts and projected operating results contained in this report are based on information available at the time of preparation, and thus involve inherent risks and uncertainties. Accordingly, readers are cautioned that actual results may differ materially from those projected as a result of a variety of factors.

For more details, refer to "I. Analysis of Business Performance and Financial Status" on page 2-10.

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< Qualitative Information and Financial Statements >

I. Analysis of Business Performance and Financial Status

1. Analysis of Business Performance

(1) Performance Overview of the Consolidated Fiscal Year under Review (January 1, 2016 – December 31, 2016)

1) Overall Performance

During fiscal 2016 (January 1, 2016–December 31, 2016), the Japanese economy as whole gradually recovered, backed by continued improvement in employment and personal consumption, despite less than robust improvement in corporate profits and capital expenditure in the latter half of the year.

The market in the Lion Group's main business domain, the domestic toiletries industry, was steady, as unit prices continued to rise and sales volumes increased.

In this environment, the Lion Group advanced initiatives under its medium-term management plan, Vision 2020 Part-2 (V-2 Plan).” The V-2 Plan positions strengthening profitability as the Company's highest priority goal and centers on four strategies: (1) Qualitative Growth of Domestic Businesses; (2) Quantitative Expansion of Overseas Businesses; (3) Development of New Business Value; and (4) Enhancement of Organizational Learning Capabilities.

In its domestic operations, Lion introduced such new high-value-added products as toothpastes, body soaps, laundry detergents and fabric softeners and worked to cultivate markets for these products through aggressive marketing. Furthermore, Lion launched a new business structure for its direct-to-consumer sales business, aiming to expand sales.

In its overseas operations, the Group sought to cultivate markets for its key brands as part of efforts to expand its business, focusing mainly on the personal care field, including oral care and beauty care products. Judging that it would be difficult to quickly achieve profitability in its business in the Philippines, Lion dissolved the joint venture contract with its local partner and withdrew from the business.

Consequently, consolidated results for the period under review are as follows:

Net sales amounted to ¥395,606 million, a year-on-year increase of 4.5% (or an increase of 7.7% in terms of real net sales, which exclude the influence of exchange rate conversions). The Company recorded operating income of ¥24,502 million, up 49.6% compared with the previous fiscal year, and ordinary income of ¥26,290 million, up 45.3% year on year. Profit attributable to owners of parent stood at ¥15,951 million, up 49.4% million compared with the previous fiscal year.

<Consolidated Results>

(Millions of yen)

| | FY2016 | Ratio to net sales | FY2015 | Ratio to net sales | Increase/decrease | Change |
|---|---------|--------------------|---------|--------------------|-------------------|--------|
| Net sales | 395,606 | | 378,659 | | 16,947 | 4.5% |
| Operating income | 24,502 | 6.2% | 16,374 | 4.3% | 8,127 | 49.6% |
| Ordinary income | 26,290 | 6.6% | 18,099 | 4.8% | 8,190 | 45.3% |
| Profit attributable to owners of parent | 15,951 | 4.0% | 10,680 | 2.8% | 5,270 | 49.4% |

2) Results by Business Segment

(Millions of yen)

| | Net sales | | | | Segment income (Operating income) | | | |
|---------------------|-----------|----------|-----------------------|--------|-----------------------------------|--------|-----------------------|--------|
| | FY2016 | FY2015 | Increase/ decrease | Change | FY2016 | FY2015 | Increase/ decrease | Change |
| Consumer Products | 287,028 | 273,486 | 13,541 | 5.0% | 15,817 | 10,108 | 5,708 | 56.5% |
| Industrial Products | 54,330 | 56,104 | (1,774) | (3.2%) | 2,560 | 1,612 | 948 | 58.9% |
| Overseas | 110,933 | 102,077 | 8,856 | 8.7% | 4,566 | 2,983 | 1,582 | 53.0% |
| Other | 26,867 | 29,166 | (2,299) | (7.9%) | 915 | 956 | (41) | (4.3%) |
| Subtotal | 479,159 | 460,835 | 18,324 | 4.0% | 23,859 | 15,660 | 8,198 | 52.4% |
| Adjustment | (83,553) | (82,176) | (1,377) | — | 643 | 714 | (70) | (9.9%) |
| Total | 395,606 | 378,659 | 16,947 | 4.5% | 24,502 | 16,374 | 8,127 | 49.6% |

3) Overview by Business Segment

<Consumer Products Business>

The Consumer Products Business segment is divided into the Oral Care Products, Beauty Care Products, Fabric Care Products, Living Care Products, Pharmaceutical Products and Other Products businesses. Segment net sales increased 5.0% compared with the previous fiscal year. Segment income increased 56.5% due to growth in sales and decreases in the cost of sales ratio.

(Millions of yen)

| | FY2016 | Ratio to net sales | FY2015 | Ratio to net sales | Increase/ decrease | Change |
|----------------|---------|-----------------------|---------|-----------------------|-----------------------|--------|
| Net sales | 287,028 | | 273,486 | | 13,541 | 5.0% |
| Segment income | 15,817 | 5.5% | 10,108 | 3.7% | 5,708 | 56.5% |

Note: Net sales include internal net sales within and among segments, which amounted to ¥25,722 million in FY2016 and ¥25,508 million in FY2015.

[Net Sales by Products Segment]

(Millions of yen)

| | FY2016 | FY2015 | Increase/ decrease | Change |
|-------------------------|--------|--------|-----------------------|--------|
| Oral Care Products | 63,596 | 59,414 | 4,182 | 7.0% |
| Beauty Care Products | 22,333 | 19,885 | 2,447 | 12.3% |
| Fabric Care Products | 80,240 | 77,985 | 2,254 | 2.9% |
| Living Care Products | 20,763 | 20,971 | (207) | (1.0%) |
| Pharmaceutical Products | 40,958 | 38,754 | 2,204 | 5.7% |
| Other Products | 59,135 | 56,475 | 2,660 | 4.7% |

Oral Care Products

In toothpastes, Lion released new and improved *CLINICA ADVANTAGE Toothpaste*, which combines the three preventive dentistry essentials of removing plaque, helping fluoride remain on teeth and reducing bacterial growth. Sales of the *SYSTEMA Haguki (the Gums) Plus* series were favorable, and overall sales were up year on year.

In toothbrushes, sales of the *CLINICA ADVANTAGE Toothbrush* and *SYSTEMA Haguki (the Gums) Plus Toothbrush* were favorable. Overall sales were up year on year.

In mouthwashes, Lion released new and improved *CLINICA ADVANTAGE Dental Rinse*, which features a new antibacterial coating function to fight bacteria and suppress the growth of problem-causing germs, helping to prevent cavities, inflamed gums and bad breath. Overall sales were substantially higher than in the previous fiscal year.

In addition, sales of dental care products, including *CLINICA ADVANTAGE Dental Floss Y-Type*, were up substantially year on year.

Beauty Care Products

In hand soaps, sales of *KireiKirei Medicated Foaming Hand Soap*, featuring a new antimicrobial pump head, were favorable, and overall sales increased significantly year on year.

In antiperspirants and deodorants, new *Ban Sweat-Blocking Roll-On Premium Label* received favorable consumer reviews. However, sales of *Ban Deodorant Powder Spray* were down compared with the previous fiscal year. Overall sales were flat year on year.

In addition, new *hadakara Body Soap*, which is highly moisturizing thanks to a moisture-adsorbing formula that ensures moisturizer isn't washed away, received favorable consumer reviews

Fabric Care Products

In laundry detergents, new *TOP SUPER NANOX*, a super-concentrated liquid laundry detergent that thoroughly cleans grime off every fiber with super-nano washing for excellent detergency, received favorable consumer reviews. Sales of *ACRON* laundry detergent for fashionable clothing, including new varieties featuring mild scents, were firm. Overall sales were up year on year.

In fabric softeners, *Soflan Queen's Silk*, a new product that gives clothing a luscious, smooth feel on the skin, received favorable consumer reviews, and sales of *Kaori to Deodorant no SOFLAN (SOFLAN with Fragrance and Deodorant)* were firm. Overall sales were up year on year.

Living Care Products

In dishwashing detergents, Lion added a new scented antibacterial version to its *CHARMY Magica* lineup, which saw favorable sales. Overall sales were up year on year.

In household cleaners, sales of bathroom fungicide *LOOK Bath Antimold Fogger* were favorable, and those of *LOOK MamePika Toilet Cleaner* were firm. However, sales of bath cleaners were sluggish, and overall sales were flat year on year.

Pharmaceutical Products

In antipyretic analgesics, sales of *BUFFERIN A* were firm, and those of *BUFFERIN PREMIUM* were strong. Overall sales were up significantly year on year.

In eye drops, new *Smile Whitéye*, which alleviates bloodshot eyes and helps keep the whites of the eyes healthy and clear, received favorable consumer reviews, and sales of *Smile40 Premium* were firm. Overall sales increased year on year.

Other Products

In direct-to-consumer sales products, sales of *Nice rim essence Lactoferrin* and *Gussumin Yeast NO*

CHIKARA were favorable. Overall sales were significantly higher compared with the previous fiscal year.

In pet supplies, sales of oral care products were strong, and sales of *Nioi wo Toru Suna (Deodorizing Cat Litter)* were firm. Overall sales were higher than in the previous fiscal year.

<Industrial Products Business>

The Industrial Products Business segment includes the Electrical and Electronics, Lifestyle-Related Industry and Detergents for Institutional Use businesses. These businesses handle products including electro-conductive carbon, surfactants, and detergents for institutional and kitchen use, respectively. Segment net sales decreased 3.2% compared with the previous fiscal year. Segment income increased 58.9%.

(Millions of yen)

| | FY2016 | Ratio to net sales | FY2015 | Ratio to net sales | Increase/decrease | Change |
|----------------|--------|--------------------|--------|--------------------|-------------------|--------|
| Net sales | 54,330 | | 56,104 | | (1,774) | (3.2%) |
| Segment income | 2,560 | 4.7% | 1,612 | 2.9% | 948 | 58.9% |

Note: Net sales include internal net sales within and among segments, which amounted to ¥22,934 million in FY2016 and ¥25,298 million in FY2015

In the Electrical and Electronics category, sales of adhesives for liquid crystal films used in smartphones and other applications were sluggish, and overall sales were flat year on year.

In the Lifestyle-Related Industry category, sales of raw materials for fabric softeners were firm, but sales of raw materials for laundry detergents were sluggish. Overall sales were flat year on year.

In the Detergents for Institutional Use category, sales of alcohol sanitizers for kitchens were favorable, while those of hand soaps were steady, and overall sales increased year on year.

<Overseas Business>

The Overseas Business segment comprises business operations located in Southeast Asia, including Thailand and Malaysia, and Northeast Asia, including South Korea and China. Due in part to firm sales in Thailand and other mainstay countries as well as the consolidation of Southern Lion Sdn. Bhd. of Malaysia at the end of the third quarter of fiscal 2015, segment net sales increased 8.7% year on year (or in terms of real net sales, which exclude the influence of exchange rate conversions, increased 22.2%). Segment income increased 53.0% year on year, due in part to growth in sales of personal care products.

(Millions of yen)

| | FY2016 | Ratio to net sales | FY2015 | Ratio to net sales | Increase/decrease | Change |
|----------------|---------|--------------------|---------|--------------------|-------------------|--------|
| Net sales | 110,933 | | 102,077 | | 8,856 | 8.7% |
| Segment income | 4,566 | 4.1% | 2,983 | 2.9% | 1,582 | 53.0% |

Note: Net sales include internal net sales within and among segments, which amounted to ¥11,648 million in FY2016 and ¥8,174 million in FY2015.

[Sales by Region]

| | FY2016 | FY2015 | Increase/ decrease | Change |
|----------------|--------|--------|-----------------------|--------|
| Southeast Asia | 75,544 | 67,614 | 7,930 | 11.7% |
| Northeast Asia | 35,389 | 34,463 | 925 | 2.7% |

(Sales by Region)

In Southeast Asia, overall sales were up 11.7% year on year.

In Thailand, sales of *SYSTEMA toothbrushes* were firm, and those of *Shokubutsu-Monogatari body wash* were favorable. However, due to exchange rate fluctuations, overall sales after yen conversions were down year on year.

In Northeast Asia, overall sales were up 2.7% year on year.

In South Korea, sales of *KireiKirei hand soap* and liquid *Beat laundry detergent* were strong. However, due to exchange rate fluctuations, overall sales after yen conversions were level year on year.

In China, sales of *SYSTEMA toothpaste* were firm, and sales of imported Japanese products increased. Overall sales after yen conversions were up year on year.

<Other>

(Millions of yen)

| | FY2016 | Ratio to net sales | FY2015 | Ratio to net sales | Increase/ decrease | Change |
|----------------|--------|-----------------------|--------|-----------------------|-----------------------|--------|
| Net sales | 26,867 | | 29,166 | | (2,299) | (7.9%) |
| Segment income | 915 | 3.4% | 956 | 3.3% | (41) | (4.3%) |

Note: Net sales include internal net sales within and among segments, which amounted to ¥23,247 million FY2016 and ¥23,194 million FY2015.

(2) Forecast of Consolidated Financial Results for the Fiscal Year Ending December 2017

<Consolidated>

(Millions of yen)

| | FY2017 forecast | FY2016 | Increase/decrease | Change |
|--|-----------------|---------|-------------------|--------|
| Net sales | 405,000 | 395,606 | 9,393 | 2.4% |
| Operating income | 27,000 | 24,502 | 2,497 | 10.2% |
| Ordinary income | 28,000 | 26,290 | 1,709 | 6.5% |
| Profit attributable to owners of parent | 17,000 | 15,951 | 1,048 | 6.6% |
| EPS (yen) | 58.50 | 55.13 | 3.37 | 6.1% |

During fiscal 2017, although gradual continued recovery is forecast for the Japanese economy, the outlook going forward is expected to remain unclear, reflecting shifts in raw material prices and currency exchange rates, geopolitical risks and other factors.

In the domestic toiletries industry, the Lion Group's main business domain, despite anticipated expansion in the market for high-value-added products, competition is expected to remain fierce.

Amid these circumstances, the Lion Group will even more forcefully implement the V-2 Plan (Vision2020 Part-2), its three-year medium-term management plan, now entering its final year, aiming to boost corporate value.

In the Consumer Products Business segment, the Lion Group will cultivate markets for high-value-

added products in its mainstay businesses, working to improve its market position and strengthen profitability. The Group will also work to expand its direct-to-consumer sales business by reinforcing the development of products that offer unique value, particularly in the area of functional foods, and through aggressive marketing.

In the Industrial Products Business segment, Lion will focus management resources on key areas, such as automotive and electrical/electronic products, to reinforce its business foundation. Furthermore, Lion will continue to cultivate new customers in its detergents for institutional use business.

With regard to the Overseas Business segment, the Lion Group will continue its aggressive marketing activities, primarily in the area of personal care, seeking to expand its business.

As a result of the above, consolidated results forecasts for fiscal 2017 are as follows: net sales of ¥405,000 million (up 2.4% year on year), operating income of ¥27,000 million (up 10.2% year on year), ordinary income of ¥28,000 million (up 6.5% year on year) and profit attributable to owners of parent of ¥17,000 million (up 6.6% year on year).

(Preconditions for the Estimated Figures in Outlook for Fiscal 2017)

Lion adopted the following foreign exchange rates in the calculation of the aforementioned estimated figures:

¥112 = US\$1.00

¥3.2 = 1.00 baht

2. Analysis of Financial Status

(1) Status of Assets, Liabilities, Net Assets

<Consolidated Financial Status >

| | FY2016 | FY2015 | Increase/ decrease |
|--|---------|---------|-----------------------|
| Total assets (millions of yen) | 298,510 | 282,434 | 16,075 |
| Net assets (millions of yen) | 157,879 | 142,730 | 15,148 |
| Shareholders' equity to total assets ^{*1} (%) | 50.0 | 47.6 | 2.4 |
| Net assets per share ^{*2} (yen) | 513.76 | 469.05 | 44.71 |

*1 Shareholders' equity to total assets

= (Net assets – Subscription rights to shares and non-controlling interests) / Total assets

*2 Subscription rights and non-controlling interests were excluded from calculation of net assets per share.

Total assets rose ¥16,075 million compared with the previous consolidated fiscal year-end to ¥298,510 million. This is primarily attributable to an increase in securities. Net assets increased ¥15,148 million to ¥157,879 million. Shareholders' equity to total assets stood at 50.0%

(2) Status of Cash Flows

<Consolidated Cash Flows>

(Millions of yen)

| | FY2016 | FY2015 | Increase/ decrease |
|---|---------|---------|-----------------------|
| Net cash provided by (used in) operating activities | 32,269 | 35,539 | (3,269) |
| Net cash provided by (used in) investment activities | (7,845) | (6,974) | (871) |
| Net cash provided by (used in) financing activities | (7,437) | (5,062) | (2,374) |
| Effect of exchange rate change on cash and cash equivalents | (526) | (374) | (151) |
| Net increase (decrease) in cash and cash equivalents | 16,461 | 23,128 | (6,667) |
| Cash and cash equivalents at end of period | 77,739 | 61,278 | 16,461 |

Net cash provided by operating activities totaled ¥32,269 million, due mainly to income before income taxes.

Net cash used in investing activities totaled ¥7,845 million, due in part to the purchase of property, plant and equipment.

Net cash used in financing activities totaled ¥7,437 million. Major components of this outflow included cash dividends paid.

As a result of the above, cash and cash equivalents as of December 31, 2016 increased ¥16,461 million compared with the consolidated fiscal year ended December 31, 2015, to ¥77,739 million.

(3) Forecast of Fiscal 2017 Consolidated Cash Flows

In cash flows from operating activities, Lion projects income before income taxes of approximately ¥26,000 million. Depreciation is estimated to total about ¥10,000 million.

In cash flows from investment activities, Lion plans to undertake capital expenditures of around ¥14,000 million during fiscal 2017.

The cash flows from financing activities are expected to yield an outflow of about ¥9,000 million mainly due to cash dividends paid and the repayment of loans payable.

Based on these projections, Lion estimates that cash and cash equivalents at the end of fiscal 2017 will be up approximately ¥13,000 million year on year.

(4) Changes in cash flow indicators

| | FY2012 | FY2013 | FY2014 | FY2015 | FY2016 |
|--|--------|--------|--------|--------|--------|
| Shareholders' equity to total assets (%) | 42.4 | 42.0 | 42.6 | 47.6 | 50.0 |
| Shareholders' equity to total assets on a market value basis (%) | 45.7 | 55.8 | 59.6 | 116.1 | 186.9 |
| Debt redemption (years) | 1.8 | 1.6 | 1.5 | 0.4 | 0.3 |
| Interest coverage ratio | 27.6 | 32.2 | 15.1 | 81.3 | 122.0 |

(Notes)

Shareholders' equity to total assets

= (Net assets – Subscription rights to shares and non-controlling interests) / Total assets

Shareholders' equity to total assets on a market value basis: Value of shares / Total assets

Debt redemption (years): Interest-bearing liabilities / Cash flows from operating activities

Interest coverage ratio: Cash flows from operating activities / Interest payment

* All the indicators are based on consolidated financial data.

* "Value of shares" is calculated on the basis of the "closing stock price as of the end of the term" multiplied by "the number of outstanding stocks as of the end of the term" (after the deduction of treasury stocks).

* "Cash flows from operating activities" are those in the consolidated cash flow data.

"Interest-bearing liabilities" means all liabilities that are bearing interest among the liabilities in the consolidated balance sheet. For the amount of interest paid, figures in the consolidated cash flow data are used.

3. Basic Policy on the Distribution of Earnings and Cash Dividends

Lion considers returning profits to shareholders on a continuous and stable basis by increasing its consolidated earnings capacity to be one of its most important management issues. To this end, the Company strives to ensure the payment of continuous and stable cash dividends, aiming for a consolidated payout ratio of 30%, and bases the acquisition of treasury stock on comprehensive reviews to ensure that it maintains levels of internal reserves required to secure medium- and long-term growth. Lion allocates internal reserves to research and development, capital investment in production facilities and the acquisition of external resources, aiming to reinforce the Company's growth potential and to develop a sustainable business foundation.

Taking into consideration the Company's cash dividend payment record, as well as its dividend payout ratio target, Lion's Board of Directors resolved to pay an interim dividend of ¥5 per share (payment date: September 6, 2016) and a year-end dividend of ¥8 per share (payment date: March 2, 2017) for fiscal 2016.

With regard to dividends to be paid in fiscal 2017, in accordance with its basic policy on the distribution of earnings and cash dividends, Lion plans to pay an interim dividend of ¥7 per share and a year-end dividend of ¥8 per share, for a total annual dividend of ¥15 per share.

4. Business Risks

The Lion Group's management performance and financial status may be adversely affected by various risks as business activities are pursued in the future. Of these risks, the following items, in particular, may have a material impact on the decisions of investors.

Forward-looking statements are based on decisions made by the Lion Group as of February 10, 2017.

Business risks are not limited to the items listed below.

(1) Product quality and value

The Lion Group plans, develops, produces, and sells products under management based on international quality standards while strictly following related laws and regulations, such as the Pharmaceutical and Medical Device Act, to provide worry-free, safe, convenient, and environmentally conscious products to consumers. In addition, we use consumers' opinions received through our Consumer Service Office to improve our products and packaging as well as respective displays and text.

In the event of an unforeseen and serious problem with product quality, however, the affected product and all products made by the Lion Group may lose their perceived value. This may adversely affect the Lion Group's management performance and financial status.

(2) Changes in raw material prices

The Lion Group's products use petrochemical and vegetable oils and fats as basic materials. Since these materials are easily affected by international market prices, we have measures in place to reduce costs and diversify the range of materials used. However, an increase in raw material prices may adversely affect the Lion Group's management performance and financial status.

(3) Exchange rate fluctuations

The Lion Group translates into yen the financial statements of overseas subsidiaries when preparing consolidated financial statements. For items denominated in foreign currency, their yen values may be affected by prevailing foreign exchange rates when translated into yen. The Lion Group has taken steps to minimize the risk of an increase in raw material costs by hedging against exchange rate fluctuations. However, short-, medium-, and long-term changes in foreign exchange rates may adversely affect the Lion Group's management performance and financial status.

(4) Major lawsuits

As of December 31, 2016, Lion is not involved in any lawsuits that may have significant impact on its business. However, if the Lion Group were to be sued and found liable for significant damages, these could adversely affect the Lion Group's management performance and financial status.

(5) Earthquakes and other natural disasters

In the product manufacturing process, the Lion Group has put in place safety measures against earthquakes and other natural disasters. In the event of a major disaster, however, our production equipment may be damaged, or a suspension of raw materials procurement or distribution activities may cause business activities to cease, adversely affecting the Lion Group's management performance and financial status.

II. Corporate Group

The Lion Group consists of Lion Corporation, 27 subsidiaries (including 25 consolidated subsidiaries, one non-consolidated equity-method company and one non-consolidated subsidiary that is not accounted for by the equity method), and 9 affiliates (including 4 equity-method affiliates). Principal business activities consist of the manufacture and sale of consumer products, industrial products and overseas. Other business activities involve distribution related to the above business activities and other services.

The relationship between group business activities and business segments is shown below, which is based on the categorization used for business segments.

| Business segment | Main activities | Main companies | |
|------------------------------|---|---------------------|--|
| Consumer Products Business | Manufacture and sale of domestic commodities, OTC drugs and functional food products in Japan | Domestic affiliates | Lion Corporation Lion Dental Products Co., Ltd. Lion Trading Co., Ltd. Lion Packaging Co., Ltd. Lion Field Marketing Co., Ltd. issua Co. Ltd. Japan Retail Innovation Co., Ltd. |
| Industrial Products Business | Manufacture and sale of chemical raw materials, industrial products and other items in Japan and overseas | Domestic affiliates | Lion Corporation Lion Chemical Co., Ltd. Lion Hygiene Co., Ltd. Lion Specialty Chemicals Co., Ltd. Lion Idemitsu Composites Co., Ltd. |
| Overseas Business | Manufacture and sale of commodities and chemical raw materials overseas | Overseas affiliates | Lion Corporation (Hong Kong) Ltd. Lion Corporation (Singapore) Pte. Ltd. Lion Advertising Ltd. Lion Eco Chemicals Sdn. Bhd. Lion Daily Necessities Chemicals (Qingdao) Co., Ltd. PT. IPPOSHA INDONESIA CJ Lion Corporation Lion Chemical Industry (Taiwan) Co., Ltd. Lion Corporation (Taiwan) Co., Ltd. Lion Corporation (Thailand) Ltd. Lion Service Co., Ltd. Eastern Silicate Company Limited Southern Lion Sdn. Bhd. P.T. Lion Wings |
| Other | Transport and storage of merchandise and finished products; design, construction, and maintenance of storage facilities; real estate management; Human resources services, etc. | Domestic affiliates | Lion Engineering Co., Ltd. Lion Cordial Support Co., Ltd. Lion Business Service Co., Ltd. Lion Logistics Service Company, Ltd. Planet, Inc. |

Subsidiaries and Affiliates

Consolidated Subsidiaries

| Name | Location | Capitalization | Business | Voting shares held by Lion | Nature of business relationship | | | | |
|--------------------------------------|-----------------------|------------------------|---------------------|----------------------------|---------------------------------|----------------|-------------------|---|--|
| | | | | | Shared positions | | Financial support | Business dealings | Lease of facilities, etc. |
| | | | | | Lion officers | Lion employees | | | |
| Lion Engineering Co., Ltd. | Sumida-ku, Tokyo | Millions of yen 100 | Other | % 100.0 | 1 | 10 | None | Design, construction, and maintenance of facilities | Lease of part of office space |
| *1 Lion Chemical Co., Ltd. | Sumida-ku, Tokyo | 7,800 | Industrial products | 100.0 | 3 | 9 | Loans | Purchase of raw materials and merchandises | Rental of part of office space and land |
| Lion Cordial Support Co., Ltd. | Sumida-ku, Tokyo | 20 | Other | 100.0 | — | 4 | None | Human resources services | Lease of office space |
| Lion Dental Products Co., Ltd. | Sumida-ku, Tokyo | 10 | Consumer products | 100.0 | 1 | 8 | None | Sale of merchandises and finished products | Lease of office space |
| Lion Trading Co., Ltd. | Sumida-ku, Tokyo | 240 | Consumer products | 100.0 | 1 | 8 | None | — | Lease of part of office space |
| Lion Specialty Chemicals Co., Ltd. | Sumida-ku, Tokyo | 400 | Industrial products | 100.0 | 3 | 9 | Loans | Sale of merchandises and finished products and purchase of raw materials and merchandises | Lease of part of office space |
| Lion Hygiene Co., Ltd. | Sumida-ku, Tokyo | 300 | Industrial products | 100.0 | 1 | 8 | None | Sales and purchase of merchandises | Lease of part of office and warehouse space |
| Lion Packaging Co., Ltd. | Ichihara - shi, Chiba | 180 | Consumer products | 100.0 | — | 7 | None | Purchase of materials and merchandises | Rental of part of office space and lease of part of land |
| Lion Business Service Co., Ltd. | Sumida-ku, Tokyo | 490 | Other | 100.0 | — | 4 | None | Rental, dealing, and brokerage of real estate, and insuring | Rental of part of office space and land |
| Lion Field Marketing Co., Ltd. | Sumida-ku, Tokyo | 50 | Consumer products | 100.0 | 2 | 5 | None | Sales promotion activities | Lease of part of office space |
| Lion Logistics Service Company, Ltd. | Sumida-ku, Tokyo | 40 | Other | 100.0 | 2 | 7 | None | Transport and storage of merchandises and finished products | Lease of part of office space |
| issua Company, Ltd. | Minato-ku, Tokyo | 20 | Consumer products | 100.0 | 1 | 5 | None | Sale of merchandises and finished products | — |

Lion Corporation (Code 4912): Consolidated Financial Statements
for the Year Ended December 31, 2016

| Name | Location | Capitalization | Business | Voting shares held by Lion | Nature of business relationship | | | | |
|--|-------------------|----------------------------|-------------------|----------------------------|---------------------------------|----------------|-------------------|---|---------------------------|
| | | | | | Shared positions | | Financial support | Business dealings | Lease of facilities, etc. |
| | | | | | Lion officers | Lion employees | | | |
| Lion Corporation (Hong Kong) Ltd. | China (Hong Kong) | Thousands of HK\$ 12,000 | Overseas business | 100.0 | — | 3 | None | Sale of merchandises and finished products | — |
| Lion Corporation (Singapore) Pte. Ltd. | Singapore | Thousands of S\$ 9,000 | Overseas business | 100.0 | — | 3 | None | Sale of merchandises and finished products | — |
| Lion Advertising Ltd. | China (Hong Kong) | Thousands of HK\$ 100 | Overseas business | *2 100.0 (100.0) | — | 2 | None | — | — |
| *1 Lion Eco Chemicals Sdn. Bhd. | Malaysia | Thousands of M\$ 287,000 | Overseas business | 100.0 | 1 | 7 | None | Purchase of raw materials | — |
| Lion Daily Necessities Chemicals (Qingdao) Co., Ltd. | China | Thousands of US\$ 39,065 | Overseas business | 100.0 | 2 | 5 | None | Sale of merchandises and finished products and purchase of merchandises | — |
| PT. IPPOSHA INDONESIA | Indonesia | Thousands of US\$ 750 | Overseas business | *3 100.0 (90.0) | — | 4 | None | — | — |
| CJ Lion Corporation | South Korea | Thousands of won 9,976,250 | Overseas business | 99.0 | 1 | 4 | None | Sale of merchandises and finished products and purchase of merchandises | — |
| Lion Chemical Industry (Taiwan) Co., Ltd. | Taiwan | Thousands of NT\$ 218,150 | Overseas business | 53.8 | — | 6 | None | — | — |
| Lion Corporation (Taiwan) Co., Ltd. | Taiwan | Thousands of NT\$ 530,000 | Overseas business | 100.0 | — | 6 | None | Sale of merchandises and finished products | — |
| Lion Corporation (Thailand) Ltd. | Thailand | Thousands of baht 300,000 | Overseas business | 51.0 | 3 | 7 | None | Sale of merchandises and finished products and purchase of merchandises | — |
| Lion Service Co., Ltd. | Thailand | Thousands of baht 7,000 | Other businesses | *4 49.0 (49.0) | — | — | None | — | — |
| Eastern Silicate Company Limited | Thailand | Thousands of baht 500 | Other businesses | *4 99.9 (99.9) | — | 2 | None | — | — |
| Southern Lion Sdn. Bhd. | Malaysia | Thousands of M\$ 22,000 | Overseas business | 50.0 | — | 3 | None | Sale of merchandises and finished products and purchase of merchandises | — |

Equity-method affiliates

| Name | Location | Capitalization | Business | Voting shares held by Lion | Nature of business relationship | | | | |
|------------------------------------|------------------|------------------------------|---------------------|----------------------------|---------------------------------|----------------|-------------------|---|---------------------------|
| | | | | | Shared positions | | Financial support | Business dealings | Lease of facilities, etc. |
| | | | | | Lion officers | Lion employees | | | |
| Lion Idemitsu Composites Co., Ltd. | Taito-ku, Tokyo | 100 | Industrial products | 50.0 | 2 | 3 | None | Purchase of special synthetic resin compounds | — |
| Planet, Inc. | Minato-ku, Tokyo | 436 | Other | 16.1 | 1 | — | None | Utilization of VANs | — |
| Japan Retail Innovation Co., Ltd. | Minato-ku, Tokyo | 100 | Consumer products | 20.0 | — | 1 | None | Sales promotion activities | — |
| P.T. Lion Wings | Indonesia | Millions of rupiah 64,062 | Overseas business | 48.0 | — | 4 | None | Sale of merchandises and finished products | — |

*1. Lion Chemical Co., Ltd., Lion Eco Chemicals Sdn. Bhd., and Lion Daily Necessities Chemicals (Qingdao) Co., are specified subsidiary.

*2. The voting shares of Lion Advertising Ltd. are held by Lion Corporation (Hong Kong) Ltd.

*3. 90% of PT. IPPOSHA INDONESIA's voting shares are held by Lion Specialty Chemicals Co., Ltd.

*4. The voting shares of Lion Service Co., Ltd. and Eastern Silicate Company Limited are held by Lion Corporation (Thailand) Ltd.

5. The figure in parentheses in the "Voting shares held by Lion" column is the percentage of total voting shares held indirectly by Lion Corporation.

6. In addition to the companies listed above, there is one small-scale, non-consolidated equity-method company.

III. Management Policies

1. Basic Management Policies

The Lion Group positions “Fulfilling a Spirit of Love” as fundamental to its management, and thus contributes to the enrichment of the happiness and lives of people. Based on this motto, the Lion Group provides customers with superior products and services that are useful in securing the healthy, clean and comfortable lifestyles of people. The Group fully recognizes its mission to make an active contribution to society through such efforts.

The Lion Group takes continual steps to further improve its corporate value. To this end, the Group provides products and services that place the utmost priority on customer satisfaction based on an accurate understanding of the changes taking place in peoples’ values and the social role companies are required to play. At the same time, Lion promotes environmental preservation activities and enhances its corporate governance systems in order to remain a highly trustworthy company that meets the expectations of stakeholders, including shareholders, customers, business partners, local communities/society and employees.

2. Performance Targets

Through the thorough selection and concentration of investment in management initiatives, efforts to reform its business structure and reinforce its earnings structure, and aggressive acquisitions and the development of new businesses, Lion is striving to increase its corporate value with the goal of reaching a consolidated ROE of 10%.

3. Medium and Long-term Management Strategies

In recognition of ongoing social change, the Lion Group has formulated the Vision2020 management vision as an ideal the Lion Group can work to realize by 2020, and is advancing the V-2 Plan as a medium-term management plan (for 2015 through 2017) that comprises basic strategies to achieve this management vision.

“Vision 2020”

Management Vision: The Ideal Lion Corporation in Fiscal 2020 (Three Defining Characteristics)

1. Be a company that creates value for lifestyle and spiritual fulfillment
2. Be a company that is advanced in the area of environmental responsiveness
3. Be a company that continues to take on challenges, create and learn

【Four Strategies: Framework to Achieve “Vision 2020”】

1. Qualitative Growth of Domestic Businesses
2. Quantitative Expansion of Overseas Businesses
3. Development of New Business Value
4. Enhancement of Organizational Learning Capabilities

4. Management Issues

To achieve the goals of Vision2020, under the V-2 Plan, the Lion Group recognizes that it must more forcefully advance its four basic strategies and quickly implement measures related to structural reforms and streamlining in order to ensure the V-2 Plan’s targets are realized while preparing for even greater growth in the coming fiscal year and beyond.

(1) Qualitative Growth of Domestic Businesses

In the Consumer Products business, Lion will work to cultivate and reinforce key brands in its mainstay

health and home care businesses, focus development efforts on high-value-added business areas and work to streamline management resources by reviewing production and supply frameworks. Through these measures, Lion will seek to bolster profitability.

In the Industrial Products Business, Lion subsidiary Lion Specialty Chemicals Co., Ltd. is focusing management resources on key areas, such as automotive and electrical/electronic products, to reinforce the business's foundations. In the detergent for institutional use business, Lion will seek to enhance its hygiene management services and cultivate new customers in order to achieve further expansion.

(2) Quantitative Expansion of Overseas Businesses

Mainly in growing Asian markets, Lion will nurture and reinforce its global brands and expand operations in the personal care field while pursuing more efficient production facility utilization within the Group and considering new business areas to enter as it seeks to ensure profitable business growth.

(3) Development of New Business Value

In the direct-to-consumer sales business, Lion aims to achieve further business growth, and will accelerate the development of products that will join the flagship product *Nice rim essence Lactoferrin* as second and third earnings pillars. Furthermore, the Company will actively explore the development of new businesses and other business opportunities in which it can utilize existing management resources.

(4) Enhancement of Organizational Learning Capabilities

In line with the corporate slogan, "life.love. LION," the Company will create workplaces where a diverse workforce can thrive and carry out human resource development initiatives, seeking to create a bolder, more enterprising corporate culture. Lion will also concentrate on its ECO LION environmental activities and activities related to the interactive communication of lifestyle-related information.

By vigorously promoting the aforementioned four strategies, the Lion Group aims to increase profitability and strengthen its business foundation. Simultaneously, the Group will make broad-ranging contributions to the realization of a sustainable, recycling-oriented society and thereby enhance its corporate value.

IV. Basic Approach Regarding the Selection of Accounting Standards

The Lion Group uses Japanese accounting standards in consideration of such factors as the accounting period of its consolidated financial statements and their comparability with those of other companies. The Group has no specific plans to adopt international accounting standards at this time, but it is working to improve its understanding of such standards and their effects.

V. Consolidated Financial Reporting Statements

1. Consolidated Balance Sheets

(Millions of yen)

| | Fiscal Year Ended December 31, 2015 | Fiscal Year Ended December 31, 2016 |
|--|---|---|
| Assets | | |
| Current assets | | |
| Cash and deposits | 18,584 | 17,879 |
| Notes and accounts receivable-trade | 58,655 | 60,293 |
| Short-term investments securities | 45,919 | 61,007 |
| Merchandise and finished goods | 24,233 | 26,120 |
| Work in process | 3,169 | 2,863 |
| Raw materials and supplies | 10,151 | 10,742 |
| Deferred tax assets | 3,555 | 4,161 |
| Other | 2,659 | 2,465 |
| Allowance for doubtful accounts | (98) | (64) |
| Total current assets | 166,830 | 185,469 |
| Noncurrent assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 76,604 | 75,327 |
| Accumulated depreciation | (50,601) | (50,511) |
| Buildings and structures, net | 26,002 | 24,776 |
| Machinery, equipment and vehicles | 134,266 | 120,119 |
| Accumulated depreciation | (114,308) | (100,987) |
| Machinery, equipment and vehicles, net | 19,957 | 19,132 |
| Land | 24,317 | 23,949 |
| Lease assets | 508 | 321 |
| Accumulated depreciation | (189) | (141) |
| Lease assets, net | 318 | 180 |
| Construction in progress | 1,244 | 2,705 |
| Other | 22,918 | 23,868 |
| Accumulated depreciation | (19,698) | (20,210) |
| Other, net | 3,219 | 3,657 |
| Total property, plant and equipment | 75,060 | 74,402 |
| Intangible assets | | |
| Goodwill | 263 | 182 |
| Right of trademark | 4,428 | 1,658 |
| Other | 1,228 | 981 |
| Total intangible assets | 5,921 | 2,822 |
| Investments and other assets | | |
| Investment securities | 21,116 | 24,025 |
| Long-term loans receivable | 30 | 28 |
| Net defined benefit asset | 9,235 | 7,973 |
| Deferred tax assets | 2,947 | 2,581 |
| Other | 1,507 | 1,291 |
| Allowance for doubtful accounts | (215) | (84) |
| Total Investments and other assets | 34,622 | 35,815 |
| Total noncurrent assets | 115,603 | 113,040 |
| Total assets | 282,434 | 298,510 |

(Millions of yen)

| | Fiscal Year Ended December 31, 2015 | Fiscal Year Ended December 31, 2016 |
|---|---|---|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable-trade | 49,620 | 50,947 |
| Short-term loans payable | 9,772 | 4,244 |
| Current portion of long-term loans payable | 226 | 260 |
| Accounts payable-other and accrued expenses | 47,521 | 51,979 |
| Income taxes payable | 4,614 | 4,677 |
| Provision for bonuses | 2,992 | 3,792 |
| Provision for sales returns | 447 | 382 |
| Provision for sales promotion expenses | 2,491 | 2,974 |
| Provision for directors' bonuses | 336 | 387 |
| Other | 3,224 | 3,793 |
| Total current liabilities | 121,247 | 123,440 |
| Noncurrent liabilities | | |
| Bonds with subscription rights to shares | 2,426 | - |
| Long-term loans payable | 2,082 | 1,690 |
| Provision for directors' retirement benefits | 414 | 287 |
| Net defined benefit liability | 8,751 | 10,446 |
| Asset retirement obligation | 346 | 337 |
| Other | 4,434 | 4,428 |
| Total noncurrent liabilities | 18,455 | 17,190 |
| Total liabilities | 139,703 | 140,630 |
| Net assets | | |
| Shareholders' equity | | |
| Capital stock | 34,433 | 34,433 |
| Capital surplus | 34,029 | 34,508 |
| Retained earnings | 69,414 | 82,479 |
| Treasury stock | (6,800) | (4,778) |
| Total shareholders' equity | 131,077 | 146,642 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 5,983 | 7,429 |
| Deferred gains or losses on hedges | (0) | 12 |
| Foreign currency translation adjustment | 1,748 | 445 |
| Remeasurements of defined benefit plans | (4,356) | (5,246) |
| Total accumulated other comprehensive income | 3,375 | 2,640 |
| Subscription rights to shares | 403 | 218 |
| Non-controlling interests | 7,873 | 8,377 |
| Total net assets | 142,730 | 157,879 |
| Total liabilities and net assets | 282,434 | 298,510 |

2. Consolidated Statements of Income and Consolidated Statement of Comprehensive Income

Consolidated Statements of Income

(Millions of yen)

| | Fiscal Year Ended December 31, 2015 (Jan. 1 to Dec. 31) | Fiscal Year Ended December 31, 2016 (Jan. 1 to Dec. 31) |
|--|--|--|
| Net sales | 378,659 | 395,606 |
| Cost of sales | 162,435 | 161,992 |
| Gross profit | 216,223 | 233,613 |
| Selling, general and administrative expenses | 199,848 | 209,110 |
| Operating income | 16,374 | 24,502 |
| Non-operating income | | |
| Interest income | 146 | 149 |
| Dividends income | 678 | 412 |
| Equity in earnings of affiliates | 752 | 725 |
| Royalty income | 276 | 225 |
| Foreign exchange gains | 90 | 200 |
| Other | 510 | 573 |
| Total non-operating income | 2,454 | 2,286 |
| Non-operating expenses | | |
| Interest expenses | 429 | 276 |
| Interest on bonds | 119 | 9 |
| Loss on disposal of inventories | 85 | 100 |
| Other | 95 | 112 |
| Total non-operating expenses | 729 | 498 |
| Ordinary income | 18,099 | 26,290 |
| Extraordinary income | | |
| Gain on disposal of noncurrent assets | 629 | - |
| Gain on contribution of securities to retirement benefit trust | 6,736 | - |
| Gain on sales of investment securities | 210 | 31 |
| Other | 346 | - |
| Total extraordinary income | 7,923 | 31 |
| Extraordinary loss | | |
| Loss on disposal of noncurrent assets | 1,897 | 542 |
| Impairment loss | 4,479 | 1,114 |
| Loss on liquidation of subsidiaries and associates | - | 351 |
| Loss on dissolution of employees' pension fund | - | 227 |
| Loss on step acquisitions | 178 | - |
| Loss on valuation of investment securities | 15 | - |
| Other | 64 | - |
| Total extraordinary losses | 6,635 | 2,286 |
| Income before income taxes | 19,387 | 24,035 |
| Income taxes-current | 5,896 | 7,319 |
| Income taxes-deferred | 1,485 | (684) |
| Total income taxes | 7,382 | 6,634 |
| Profit | 12,005 | 17,400 |
| Profit attributable to non-controlling interests | 1,324 | 1,449 |
| Profit attributable to owners of parent | 10,680 | 15,951 |

Consolidated Statement of Comprehensive Income

(Millions of yen)

| | Fiscal Year Ended December 31, 2015 (Jan. 1 to Dec. 31) | Fiscal Year Ended December 31, 2016 (Jan. 1 to Dec. 31) |
|--|--|--|
| Income before minority interests | 12,005 | 17,400 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | (1,953) | 1,270 |
| Deferred gains or losses on hedges | (0) | 12 |
| Foreign currency translation adjustment | (1,500) | (1,548) |
| Remeasurements of defined benefit plans, net of tax | 1,460 | (890) |
| Share of other comprehensive income of associates accounted for using equity method | (532) | 47 |
| Total other comprehensive income | (2,525) | (1,108) |
| Comprehensive income | 9,479 | 16,292 |
| Comprehensive income attributable to: | | |
| Comprehensive income attributable to owner of the parent | 8,622 | 15,216 |
| Comprehensive income attributable to non-controlling interests | 857 | 1,076 |

3. Consolidated Statement of Changes in Shareholders' Equity

Consolidated Results for the Year Ended December 31, 2015 (January 1 to December 31, 2015)

(Millions of yen)

| | Shareholders' equity | | | | | Total shareholders' equity |
|--|----------------------|-----------------|-------------------|----------------|--|----------------------------|
| | Capital stock | Capital surplus | Retained earnings | Treasury stock | | |
| Balance at the start of current period | 34,433 | 31,499 | 66,095 | (16,827) | | 115,201 |
| Cumulative effect of changes in accounting policies | | | (4,680) | | | (4,680) |
| Restated balance | 34,433 | 31,499 | 61,415 | (16,827) | | 110,520 |
| Changes of items during the period | | | | | | |
| Dividends from surplus | | | (2,681) | | | (2,681) |
| Profit attributable to owners of parent | | | 10,680 | | | 10,680 |
| Purchase of treasury stock | | | | (141) | | (141) |
| Disposal of treasury stock | | 2,529 | | 10,169 | | 12,699 |
| Net changes of items other than shareholders' equity | | | | | | |
| Total changes of items during the period | - | 2,529 | 7,999 | 10,027 | | 20,556 |
| Balance at the end of current period | 34,433 | 34,029 | 69,414 | (6,800) | | 131,077 |

| | Accumulated other comprehensive income | | | | | Subscription rights to shares | Minority interests | Net assets |
|--|---|------------------------------------|---|---|--|-------------------------------|--------------------|------------|
| | Valuation difference on available-for-sale securities | Deferred gains or losses on hedges | Foreign currency translation adjustment | Remeasurements of defined benefit plans | Accumulated other comprehensive income | | | |
| Balance at the start of current period | 7,912 | (0) | 3,339 | (5,816) | 5,434 | 910 | 5,888 | 127,434 |
| Cumulative effect of changes in accounting policies | | | | | | | | (4,680) |
| Restated balance | 7,912 | (0) | 3,339 | (5,816) | 5,434 | 910 | 5,888 | 122,754 |
| Changes of items during the period | | | | | | | | |
| Dividends from surplus | | | | | | | | (2,681) |
| Profit attributable to owners of parent | | | | | | | | 10,680 |
| Purchase of treasury stock | | | | | | | | (141) |
| Disposal of treasury stock | | | | | | | | 12,699 |
| Net changes of items other than shareholders' equity | (1,928) | (0) | (1,590) | 1,460 | (2,058) | (506) | 1,985 | (579) |
| Total changes of items during the period | (1,928) | (0) | (1,590) | 1,460 | (2,058) | (506) | 1,985 | 19,976 |
| Balance at the end of current period | 5,983 | (0) | 1,748 | (4,356) | 3,375 | 403 | 7,873 | 142,730 |

Consolidated Results for the Year Ended December 31, 2016 (January 1 to December 31, 2016)

| | Shareholders' equity | | | | |
|--|----------------------|-----------------|-------------------|----------------|----------------------------|
| | Capital stock | Capital surplus | Retained earnings | Treasury stock | Total shareholders' equity |
| Balance at the start of current period | 34,433 | 34,029 | 69,414 | (6,800) | 131,077 |
| Cumulative effect of changes in accounting policies | | | | | - |
| Restated balance | 34,433 | 34,029 | 69,414 | (6,800) | 131,077 |
| Changes of items during the period | | | | | |
| Dividends from surplus | | | (2,886) | | (2,866) |
| Profit attributable to owners of parent | | | 15,951 | | 15,951 |
| Purchase of treasury stock | | | | (191) | (191) |
| Disposal of treasury stock | | 478 | | 2,212 | 2,691 |
| Net changes of items other than shareholders' equity | | | | | |
| Total changes of items during the period | - | 478 | 13,064 | 2,021 | 15,564 |
| Balance at the end of current period | 34,433 | 34,508 | 82,479 | (4,778) | 146,642 |

| | Accumulated other comprehensive income | | | | | Subscription rights to shares | Minority interests | Net assets |
|--|---|------------------------------------|---|---|--|-------------------------------|--------------------|------------|
| | Valuation difference on available-for-sale securities | Deferred gains or losses on hedges | Foreign currency translation adjustment | Remeasurements of defined benefit plans | Accumulated other comprehensive income | | | |
| Balance at the start of current period | 5,983 | (0) | 1,748 | (4,356) | 3,375 | 403 | 7,873 | 142,730 |
| Cumulative effect of changes in accounting policies | | | | | | | | - |
| Restated balance | 5,983 | (0) | 1,748 | (4,356) | 3,375 | 403 | 7,873 | 142,730 |
| Changes of items during the period | | | | | | | | |
| Dividends from surplus | | | | | | | | (2,886) |
| Profit attributable to owners of parent | | | | | | | | 15,951 |
| Purchase of treasury stock | | | | | | | | (191) |
| Disposal of treasury stock | | | | | | | | 2,691 |
| Net changes of items other than shareholders' equity | 1,445 | 12 | (1,303) | (890) | (735) | (184) | 503 | (416) |
| Total changes of items during the period | 1,445 | 12 | (1,303) | (890) | (735) | (184) | 503 | 15,148 |
| Balance at the end of current period | 7,429 | 12 | 445 | (5,246) | 2,640 | 218 | 8,377 | 157,879 |

4. Consolidated Statements of Cash Flows

(Millions of yen)

| | Fiscal year Ended December 31, 2015 (Jan. 1 to Dec. 31) | Fiscal year Ended December 31, 2016 (Jan. 1 to Dec. 31) |
|--|---|---|
| Net cash provided by (used in) operating activities | | |
| Income before income taxes and minority interests | 19,387 | 24,035 |
| Depreciation and amortization | 11,166 | 10,244 |
| Impairment loss | 4,479 | 1,114 |
| Increase (decrease) in provision for bonuses | 339 | 832 |
| Increase (decrease) in net defined benefit liability | (4,826) | 1,765 |
| Loss (gain) on contribution of securities to retirement benefit trust | (6,736) | - |
| Interest and dividends income | (824) | (561) |
| Interest expenses | 429 | 276 |
| Interest on bonds | 119 | 9 |
| Loss (gain) on disposal of noncurrent assets | 1,267 | 542 |
| Loss (gain) on sales of investment securities | (210) | (31) |
| Loss (gain) on valuation of investment securities | 15 | - |
| Equity in (earnings) losses of affiliates | (752) | (725) |
| Loss (gain) on step acquisitions | 178 | - |
| Decrease (increase) in notes and accounts receivable-trade | 2,302 | (2,456) |
| Decrease (increase) in inventories | 2,078 | (2,968) |
| Increase (decrease) in notes and accounts payable-trade | 2,131 | 1,769 |
| Increase (decrease) in accounts payable-other and accrued expenses | 2,111 | 4,527 |
| Increase (decrease) in other current liabilities | 201 | 850 |
| Decrease (increase) in other current assets | (538) | (456) |
| Other, net | 7,204 | 549 |
| Subtotal | 39,523 | 39,320 |
| Interest and dividends income received | 1,073 | 709 |
| Interest expenses paid | (436) | (264) |
| Income taxes paid | (4,620) | (7,495) |
| Net cash provided by (used in) operating activities | 35,539 | 32,269 |
| Net cash provided by (used in) investment activities | | |
| Decrease (increase) in time deposits | 1,052 | 2,099 |
| Purchases of property, plant and equipment | (9,334) | (8,945) |
| Proceeds from sales of property, plant and equipment | 787 | 51 |
| Purchase of intangible assets | (160) | (260) |
| Purchase of investment securities | (144) | (146) |
| Proceeds from sales of investment securities | 553 | 81 |
| Payments of loans receivable | (9) | (1) |
| Proceeds from purchase of shares of subsidiaries resulting in change in scope of consolidation | 351 | - |
| Payments for sales of shares of subsidiaries resulting in change in scope of consolidation | - | (183) |
| Purchase of shares of subsidiaries and associates | - | (483) |
| Other, net | (69) | (57) |
| Net cash provided by (used in) investment activities | (6,974) | (7,845) |

(Millions of yen)

| | Fiscal year Ended December 31, 2015 (Jan. 1 to Dec. 31) | Fiscal year Ended December 31, 2016 (Jan. 1 to Dec. 31) |
|--|---|---|
| Net cash provided by (used in) financing activities | | |
| Increase in short-term loans payable | 6,273 | 1,517 |
| Decrease in short-term loans payable | (7,702) | (4,794) |
| Repayment of long-term loans payable | (116) | (214) |
| Purchase of treasury stock | (141) | (191) |
| Proceeds from disposal of treasury stock | 0 | 0 |
| Cash dividends paid | (2,660) | (2,889) |
| Dividends paid to non-controlling interests | (634) | (727) |
| Other, net | (81) | (137) |
| Net cash provided by (used in) financing activities | (5,062) | (7,437) |
| Effect of exchange rate change on cash and cash equivalents | (374) | (526) |
| Net increase (decrease) in cash and cash equivalents | 23,128 | 16,461 |
| Cash and cash equivalents at beginning of period | 38,150 | 61,278 |
| Cash and cash equivalents at end of period | 61,278 | 77,739 |

5. Notes Concerning Consolidated Financial Statements

(1) Changes in Important Subsidiaries during the Period)

None

(2) Changes in Accounting Policies

(Application of Accounting Standards for Business Combinations, etc.)

The Group has adopted the Accounting Standard for Business Combinations (Accounting Standards Board of Japan (ASBJ) Statement No. 21, issued on September 13, 2013), Accounting Standard for Consolidated Financial Statements (ASBJ Statement No. 22, issued on September 13, 2013) and Accounting Standard for Business Divestitures (ASBJ Statement No. 7, issued on September 13, 2013) from the consolidated fiscal period under review.

Accordingly, the Group now records differences arising from changes in its equity in subsidiaries under its ongoing control as capital surplus while posting business acquisition costs as expenses for the fiscal year in which such acquisition was executed. In addition, with regard to business combinations that come into effect at the commencement of the fiscal year ended December 31, 2016 or later, after the allocation of acquisition costs under provisional accounting treatment is finalized, said allocation shall be retrospectively reflected in the consolidated quarterly financial statements for the quarterly fiscal period in which such business combinations take effect. Moreover, the adoption of the aforementioned accounting standards led to a change in methods for presenting net income in addition to the relabeling of minority interests as non-controlling interests. To reflect these changes, certain items presented in the quarterly and full-year consolidated financial statements for the previous fiscal year have been reclassified.

In the consolidated statements of cash flows for the fiscal year under review, cash flows related to acquisitions or sales of shares of subsidiaries that do not result in a change in the scope of consolidation are recorded under cash flows from financing activities, while cash flows related to expenses incurred in relation to the acquisition of shares of subsidiaries resulting in a change in the scope of consolidation and expenses incurred in relation to acquisitions or sales of shares of subsidiaries that do not result in a change in the scope of consolidation are recorded under cash flows from operating activities.

These standards are applied prospectively from the beginning of the consolidated fiscal year ended December 31, 2016 and subject to the transitional treatment stipulated by Item 4, Paragraph 2, Article 58 of the Accounting Standard for Business Combinations; Item 4, Paragraph 5, Article 44 of the Accounting Standard for Consolidated Financial Statements; and Item 4, Paragraph 4, Article 57 of the Accounting Standard for Business Divestitures.

The aforementioned changes in accounting methods had no impact on the Company's consolidated financial statements for the fiscal year ended December 31, 2016.

(Change in Valuation Method for Inventories)

Previously, the valuation method for inventories of merchandise and finished products used by Lion Corporation has mainly been to state inventories at cost using the first in, first out method. However, in September 2015, Southern Lion Sdn. Bhd. was made a consolidated subsidiary based on one of the basic strategies of the Vision2020 management vision, "Quantitative Expansion of Overseas Businesses." As a result of this and other factors, the share of said inventories accounted for by overseas subsidiaries on the consolidated financial statements is rising. In light of this, the Group has reconsidered its valuation method for inventories and determined that it would be best to align the Group's accounting policy with that used at its overseas subsidiaries. Accordingly, from the fiscal year under review, Lion Corporation and some domestic consolidated subsidiaries now state inventories at cost using the moving-average method.

The impact of this change is minor, and it has not been applied retroactively.

(3) Segment Information

1) Overview of Reportable Segments

The reportable segments of Lion Corporation comprise those entities for which obtaining separate financial reports is possible and that are subject to regular review by the Board of Directors, which decides upon the distribution of management resources to said segments.

Lion Corporation positions segments distinguished by their products within each business division. Each segment proposes comprehensive product strategies while pursuing business expansion. Affiliated companies in Japan undertake business activities that are in line with the characteristics of their respective products and services.

Affiliated companies located overseas are independent management units that conduct business activities that conform to the characteristics of the regions in which they operate.

The three reportable segments (distinguished by products, services and regions) that therefore comprise Lion Corporation's operations are: Consumer Products Business, Industrial Products Business and Overseas Business.

The Company's Reportable Segments are as follows.

a) Consumer Products Business

The Consumer Products Business engages in the manufacture and sale of commodities, OTC drugs and functional food products primarily in Japan.

Main products: toothpaste, toothbrushes, hand soaps, analgesics, eyedrop solutions, health tonic drinks, insecticides, laundry detergents, dishwashing detergents, fabric softeners, household cleaners, bleaches and pet supplies

b) Industrial Products Business

The Industrial Products Business engages primarily in the manufacture and sale of chemical raw materials, industrial products and other items in Japan and overseas.

Main products: activators, electro-conductive carbon and industrial cleaners

c) Overseas Business

The Overseas Business engages mainly in the manufacture and sale of commodities by affiliated overseas businesses.

d) Other Business

Lion subsidiaries located in Japan primarily undertake operations of each Lion Group business.

Main products and services: construction contractor business, real estate management, distribution/storage and temporary staffing services.

2) Methods for Calculating Net Sales, Profits, Losses, Assets, Liabilities and Other Monetary Items for Each Reportable Segment

Profit figures for each reportable segment are based on operating income.

Intersegment transaction and transfer prices are, in principle, established based on negotiations reflecting market prices, total supplier costs and the Company's asking price.

3) Information Regarding Net Sales, Profits, Losses, Assets, Liabilities and Other Monetary Items for
Each Reportable Segment

Consolidated Results for the Year Ended December 31, 2015 (January 1 to December 31, 2015)

(Millions of yen)

| | Reportable segments | | | Other | Total | Adjustment ² | Consolidated total ³ |
|--|----------------------------|------------------------------|-------------------|--------|---------|-------------------------|---------------------------------|
| | Consumer Products Business | Industrial Products Business | Overseas Business | | | | |
| Net sales | | | | | | | |
| Sales to external customers | 247,978 | 30,805 | 93,903 | 5,972 | 378,659 | - | 378,659 |
| Intersegment sales ¹ | 25,508 | 25,298 | 8,174 | 23,194 | 82,176 | (82,176) | - |
| Total | 273,486 | 56,104 | 102,077 | 29,166 | 460,835 | (82,176) | 378,659 |
| Segment income | 10,108 | 1,612 | 2,983 | 956 | 15,660 | 714 | 16,374 |
| Segment assets | 105,018 | 42,913 | 68,005 | 21,218 | 237,156 | 45,277 | 282,434 |
| Other monetary items | | | | | | | |
| Depreciation | 7,334 | 1,178 | 2,097 | 151 | 10,762 | 404 | 11,166 |
| Investment in equity method affiliates | 1,319 | - | 88 | 2,388 | 3,796 | 51 | 3,847 |
| Increases in property, plant and equipment and intangible assets | 5,037 | 1,337 | 1,194 | 128 | 8,497 | 303 | 8,801 |

Notes: 1. Internal transactions are included within reportable segments.

2. (1) Segment income adjustments totaling ¥714 million are composed mainly of internal transaction eliminations.
 - (2) Segment asset adjustments include internal transaction eliminations resulting in a ¥75,249 million deduction and a ¥120,527 million addition that reflects Company assets not allocated to reportable segments.
Company assets are composed mainly of financial assets (including cash and deposits, short-term investment securities and investment securities) and administration assets, both of which are not attributable to reportable segments.
 - (3) Depreciation and amortization adjustments are composed of those involving Company assets and internal transaction eliminations.
3. Segment income is adjusted based on operating income in consolidated income statements.

Consolidated Results for the Year Ended December 31, 2016 (January 1 to December 31, 2016)

(Millions of yen)

| | Reportable segments | | | Other | Total | Adjustment ² | Consolidated total ³ |
|--|----------------------------|------------------------------|-------------------|--------|---------|-------------------------|---------------------------------|
| | Consumer Products Business | Industrial Products Business | Overseas Business | | | | |
| Net sales | | | | | | | |
| Sales to external customers | 261,305 | 31,395 | 99,285 | 3,619 | 395,606 | - | 395,606 |
| Intersegment sales ¹ | 25,722 | 22,934 | 11,648 | 23,247 | 83,553 | (83,553) | - |
| Total | 287,028 | 54,330 | 110,933 | 26,867 | 479,159 | (83,553) | 395,606 |
| Segment income | 15,817 | 2,560 | 4,566 | 915 | 23,859 | 643 | 24,502 |
| Segment assets | 107,456 | 44,315 | 68,649 | 20,001 | 240,423 | 58,086 | 298,510 |
| Other monetary items | | | | | | | |
| Depreciation | 6,967 | 953 | 1,800 | 147 | 9,870 | 374 | 10,244 |
| Investment in equity method affiliates | 2,478 | - | 82 | 2,414 | 4,975 | (14) | 4,961 |
| Increases in property, plant and equipment and intangible assets | 4,864 | 1,187 | 2,793 | 116 | 8,961 | 445 | 9,407 |

Notes: 1. Internal transactions are included within reportable segments.

2. (1) Segment income adjustments totaling ¥643 million are composed mainly of internal transaction eliminations.

(2) Segment asset adjustments include internal transaction eliminations resulting in a ¥77,961 million deduction and a ¥136,048 million addition that reflects Company assets not allocated to reportable segments.

Company assets are composed mainly of financial assets (including cash and deposits, short-term investment securities and investment securities) and administration assets, both of which are not attributable to reportable segments.

(3) Depreciation and amortization adjustments are composed of those involving Company assets and internal transaction eliminations.

3. Segment income is adjusted based on operating income in consolidated income statements.

(4) Per Share Information

| | FY2015 (January 1 to December 31, 2015) | FY2016 (January 1 to December 31, 2016) |
|----------------------|--|--|
| Net assets per share | 469.05 Yen | 513.76 Yen |
| EPS | 39.35 Yen | 55.13 Yen |
| Diluted EPS | 36.84 Yen | 55.04 Yen |

1) Basis for Calculations

| Item | Fiscal Year Ended December 31, 2015 | Fiscal Year Ended December 31, 2016 |
|--|---|---|
| Total amount of net assets in Consolidated Financial Reporting Statements (Millions of yen) | 142,730 | 157,879 |
| Amount of net assets related to common stock (Millions of yen) | 134,453 | 149,282 |
| Principal breakdown of balances (Millions of yen) | | |
| Subscription rights | 403 | 218 |
| Minority interest | 7,873 | 8,377 |
| Number of outstanding shares of common stock (Thousands of shares) | 299,115 | 299,115 |
| Numbers of shares of treasury stock as common stock (Thousands of shares) | 12,469 | 8,551 |
| Number of shares of common stock that are calculated based on the amount of net assets per share (Thousands of shares) | 286,645 | 290,564 |

2) Net income per share (EPS) and diluted net income per share (diluted EPS)

| | FY2015 (January 1 to December 31, 2015) | FY2016 (January 1 to December 31, 2016) |
|--|---|---|
| EPS | | |
| Net income (millions of Yen) | 10,680 | 15,951 |
| Amount not belong to common stockholders (millions of Yen) | — | — |
| Net Income concerning common stock (millions of Yen) | 10,680 | 15,951 |
| Average number of outstanding shares during the period (thousands of shares) | 271,398 | 289,313 |
| Diluted EPS | | |
| Net income adjustment (millions of Yen) | (76) | — |
| Of which, Interest on bonds (thousands of shares) | (76) | — |
| Increase in number of common stocks (thousands of shares) | 20,597 | 454 |
| Of which, stock options (thousands of shares) | (619) | (454) |
| Of which, Bonds with subscription rights to shares (thousands of shares) | (19,977) | — |
| Summary of residual shares not included in diluted EPS due to lack of dilution effect. | — | — |

(5) Important Subsequent Events

Consolidated Results for the Year Ended December 31, 2016 (January 1 to December 31, 2016)
None

VI. Other information

Personnel Changes

1. Change of Representative

There is no change.

2. Change of Other Personnel

Appointment: Candidate for Director

| Name | Position |
|-------------------|----------------------|
| Takashi Shiraishi | University professor |

(To be appointed at the Annual General Meeting of Shareholders on March 30, 2017)

The following management team is scheduled to assume office upon the approval of a proposal to amend the Articles of Incorporation at the Company's March 30, 2017 Annual General Meeting of Shareholders and will attend the immediately following Board of Directors meeting.

(1) Director

| Name | Position |
|-------------------|--|
| Itsuo Hama | Representative Director and President President Executive Officer, Chairman of the Board and Chief Executive Officer |
| Yuji Watari | Representative Director Senior Managing Executive Officer |
| Masazumi Kikukawa | Director, Managing Executive Officer |
| Kenjiro Kobayashi | Director, Executive Officer |
| Toshio Kakui | Director, Executive Officer |
| Takeo Sakakibara | Director, Executive Officer |
| Hideo Yamada | External Director Attorney at Law |
| Kazunari Uchida | External Director University professor |
| Takashi Shiraishi | External Director University professor |

The notification of the nomination of Mr. Hideo Yamada, Mr. Kazunari Uchida and Mr. Takashi Shiraishi as independent directors has been sent to the Tokyo Stock Exchange.

(2) Corporate Auditor

| Name | Position |
|-------------------|---|
| Yasutaro Nakagawa | Standing Corporate Auditor |
| Junko Nishiyama | Standing Corporate Auditor |
| Noboru Kojima | External Corporate Auditor Certified Public Accountant, Certified Tax Accountant |
| Hideo Higashi | External Corporate Auditor Certified Tax Accountant |

The notification of the nomination of Mr. Noboru Kojima and Mr. Hideo Higashi as independent directors has been sent to the Tokyo Stock Exchange.

(3) Substitute Corporate Auditor

| Name | Position |
|-----------------|---|
| Takao Yamaguchi | Substitute Corporate Auditor (Certified Public Accountant, Certified Tax Accountant) |

(4) Executive Officer (Excluding interlocking directors)

| Name |
|--------------------|
| Kohei Miyauchi |
| Tomomichi Okano |
| Hiroyuki Chiba |
| Ryuji Nakazawa |
| Yutaka Shinohara |
| Yugo Kume |
| Fumitomo Noritake |
| Masaharu Mikuni |
| Hitoshi Suzuki |
| Shinichiro Hiraoka |
| Jiro Nagasawa |
| Kengo Fukuda |