

Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2017
(April 1, 2016 – Sep. 30, 2016)

[Japanese GAAP]
November 10, 2016

Company name: RIVER ELETEC CORPORATION Listing: Tokyo Securities Exchange (JASDAQ)
 Stock code: 6666 URL: <http://www.river-ele.co.jp/>
 Representative: Fujio Wakao, Representative Director
 Contact: Hiroki Oshiba, Corporate officer, General Manager, Administration Division Tel: +81-551-22-1211
 Scheduled date of filing of Quarterly Report: November 14, 2016
 Scheduled date of payment of dividend: -
 Preparation of supplementary materials for quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter FY3/17 (April 1, 2016 – Sep. 30, 2016)

(1) Consolidated results of operations

(Percentages represent year-over-year changes)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | |
|--------------------------------|-------------|--------|------------------|---|-----------------|---|---|---|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| Six months ended Sep. 30, 2016 | 2,219 | (22.2) | (136) | — | (193) | — | (201) | — |
| Six months ended Sep. 30, 2015 | 2,850 | 31.9 | 7 | — | 16 | — | 9 | — |

Note: Comprehensive income (million yen) Six months ended Sep. 30, 2016 -355 (—%)
 Six months ended Sep. 30, 2015 12 (—%)

| | Net income per share | Diluted net income per share |
|--------------------------------|----------------------|------------------------------|
| | Yen | Yen |
| Six months ended Sep. 30, 2016 | (27.31) | — |
| Six months ended Sep. 30, 2015 | 1.34 | — |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|---------------------|--------------|-------------|--------------|----------------------|
| | Million yen | Million yen | % | Yen |
| As of Sep. 30, 2016 | 6,755 | 2,061 | 30.5 | 279.63 |
| As of Mar. 31, 2016 | 7,139 | 2,427 | 34.0 | 329.32 |

(Ref.) Shareholders' equity (million yen) Sep. 30, 2016: 2,061 Mar. 31, 2016: 2,427

2. Dividends

| | 1Q-end | 2Q-end | 3Q-end | Yearend | Total |
|---|--------|--------|--------|---------|-------|
| | Yen | Yen | Yen | Yen | Yen |
| Fiscal year ended Mar. 31, 2016 | — | 0.00 | — | 1.50 | 1.50 |
| Fiscal year ending Mar. 31, 2017 | — | 0.00 | — | — | — |
| Fiscal year ending Mar. 31, 2017 (forecast) | — | — | — | 1.50 | 1.50 |

Note: Revision of dividend forecast during the period: None

3. Consolidated Forecast for FY3/17 (April 1, 2016 – March 31, 2017)

(Percentages represent year-over-year changes)

| | Net sales | | Operating income | | Ordinary income | | Profit attributable to owners of parent | | Net income per share |
|-----------|-------------|-----|------------------|------|-----------------|------|---|-------|----------------------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Yen |
| Full year | 5,911 | 3.5 | 107 | 41.5 | 99 | 60.0 | 88 | 148.6 | 11.97 |

Note: Revision of consolidated forecast during the period: None

4. Others

- (1) Changes in significant subsidiaries during the period (Changes in specified subsidiaries affecting the scope of consolidation): None
- (2) Application of special accounting methods for presenting quarterly consolidated financial statements: None
- (3) Changes in accounting policies and accounting-based estimates, and revised restatements
- | | |
|--|------|
| ① Changes in accounting policies due to revisions in accounting standards, others: | Yes |
| ② Changes in accounting policies other than ① above: | None |
| ③ Changes in accounting-based estimates: | None |
| ④ Revised restatements: | None |
- (4) Number of shares outstanding (common stock)
- | | | | |
|--|------------------|----------------|------------------|
| ① Number of shares outstanding at the end of period (including treasury stock) | | | |
| Sep. 30, 2016: | 7,492,652 shares | Mar. 31, 2016: | 7,492,652 shares |
| ② Number of treasury stock shares at the end of period | | | |
| Sep. 30, 2016: | 121,302 shares | Mar. 31, 2016: | 121,302 shares |
| ③ Average number of shares outstanding during the period | | | |
| Sep. 30, 2016: | 7,371,350 shares | Sep. 30, 2015: | 7,371,350 shares |

* Indication of quarterly review procedure implementation status

This report of quarterly financial results is exempted from quarterly review procedures based on the Financial Instruments and Exchange Law. At the time of disclosure, we have not completed the review process for these consolidated statements.

* Cautionary statement with respect to forward-looking statements

Forecasts of future performance in this report are based on assumptions judged to be valid and information currently available to the Company. Actual results may differ significantly from these forecasts for a number of factors.