



May 12th, 2017

Company Name: TOPY INDUSTRIES, LIMITED

Representative: President and CEO, Yasuo Fujii

(Code: 7231 Tokyo and Nagoya Stock Exchange; first section)

Contact: Operating Officer and General Affairs Dept. GM,

Shuichi Tachibana

(TEL: 03-3493-0777)

Announcement Regarding the Difference between the Consolidated Financial Forecast and Actual Results, and the Adjustment of Dividends Forecasts for Fiscal 2016

Topy Industries Limited hereby gives notice regarding the difference that has risen between the consolidated financial forecasts announced on February 21st, 2017 for the accounting year ending in March 31st, 2017 (April 1st, 2016 to March 31st, 2017) and the actual financial result announced today, as bellow.

In addition, this announcement is with regard to the decision to adjust the dividends forecast originally announced on August 3rd, 2016.

● Regarding the Difference between Financial Forecasts and Actual Results

Difference from the estimated values of the consolidated financial forecasts for fiscal year 2016 (April. 1st, 2016 - March 31st, 2017)

	Net Sales	Operating Income	Ordinary Income	Net income attributable to shareholders of the parent company	Net Income per Share
Previous Forecast (A) (Announced February 21 st , 2017)	Million Yen 207,000	Million Yen 5,700	Million Yen 4,600	Million Yen 5,900	Yen 249.14
Revised Forecast (B)	208,237	7,180	6,116	7,191	303.90
Difference (B-A)	+1,237	+1,480	+1,516	+1,291	
Percentage of Increase/Decrease (%)	+0.6%	+26.0%	+33.0%	+21.9%	
(Ref.) Previous Results (FY Ending March 2016)	215,872	10,000	8,806	1,700	71.80

Note: Since the share consolidation of common stock by ratio of 10 shares to 1 share came into effect as of October 1st, 2016, net income per share has been calculated assuming such share consolidation was done at the beginning of the previous consolidated accounting year.

Reason for the Difference

In terms of the actual financial result for fiscal year 2016, the operating income exceeded the forecast in the automotive / industrial machinery components business as the sales volume of construction machinery undercarriage components etc. was greater than expectation. Likewise, in the steel business, the operating income exceeded the forecast as the price of steel scrap price, the main raw material, was lower than expectation.

In addition, due to the increase of the operating income, ordinary income and net income attributable to shareholders of the parent company exceeded that which was previously disclosed.

●Regarding the Amendment of Dividends

	Dividends per share				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Full fiscal year
	Yen	Yen	Yen	Yen	Yen
Previous Forecast (Announced August 3 rd , 2016)	—	1.00	—	50.00	—
Revised Forecast				70.00	—
Actual Result (Fiscal Year 2016)	—	1.00	—		
Previous Year Results (Fiscal Year 2015)	—	1.00	—	5.00	6.00

Note: Since the share consolidation of common stock by ratio of 10 shares to 1 share came into effect as of October 1st, 2016, the year-ended dividend per share for the 2016 fiscal year is calculated taking into consideration such share consolidation. When not considering the share consolidation, year-ended dividend for the 2016 fiscal year is at ¥7 / share, and the annual dividend is ¥8 / share.

Reason for the Revision

Given the fact that the consolidated financial result for fiscal year 2016 exceeded the previous forecast, and taking into account our dividend policy previously announced and the acquisition of treasury stock during the acquisition period of March 2017 (the total amount of acquisition prices: ¥1,499 million), the year-end dividends for fiscal year 2016 is ¥70 / share (an increase of ¥20 from that of the first quarter financial statement announced on August 3rd, 2016).

Note: This document has been translated from the original Japanese version for reference purposes only. In the event of any discrepancy between this translated document and the original Japanese version, the original shall prevail.
The original disclosure in Japanese was released on May 12th, 2017 at 13:30(GMT+9).
The Company assumes no responsibility for this translation or for direct, indirect or any other forms of damages arising from the translation.