

YONDOSHI HOLDINGS INC.

January 6, 2016

(Securities Code: 8008, First Section, Tokyo Stock Exchange)

Summary of the Consolidated Financial Report for the Third Quarter Cumulative Period of the Fiscal Year Ending February 29, 2016

- Net sales rose for the fourth consecutive year for a third quarter cumulative period, while operating income and ordinary income reached record highs for a fifth consecutive year.
- The Jewelry Business posted gains from existing store strategies and the opening of composite shops, expanded sales promotions at 4°C BRIDAL stores, and the opening of new locations of canal 4°C and Luria 4°C stores. Net sales for the period reached a record high for the fourth consecutive term, and operating income for a sixth consecutive term.
- In the Apparel Business, the AS'TY Group and MISUZU Co., Ltd. struggled, though age Co., Ltd. recorded gains on growth at existing PALETTE stores, and new store openings.
- For the full fiscal year period of fiscal 2015, we are forecasting increases in revenue and earnings in line with plan. We expect to post record highs for operating income and net income for a fourth consecutive year, and ordinary income for a fifth consecutive period.

YONDOSHI HOLDINGS INC. (“YONDOSHI HOLDINGS” or “the Company”; Headquarters: Shinagawa-ku, Tokyo; President and Representative Director: Hidenori Suzuki) announced today its business results for the third quarter cumulative period of fiscal 2015 (March 1, 2015 to November 30, 2015). The summary of these results is as follows.

1. Consolidated Business Results

(Millions of yen, %)

	3Q Cumulative Period of Fiscal 2014	3Q Cumulative Period of Fiscal 2015	YoY
Net Sales	35,910	36,299	+1.1%
Operating Income	3,304	3,376	+2.2%
Ordinary Income	3,810	3,812	+0.1%
Net Income	2,288	2,271	-0.7%

1. Net income per share: ¥86.28 (¥84.39 for the corresponding period of the previous fiscal year).
2. Average number of issued shares (consolidated basis): 26,328,828 shares.

Head Office: 2-19-10 Kami-Osaki, Shinagawa-ku, Tokyo
 Establishment: May 1950
 Paid-in Capital: ¥2,486.52 million
 Business Activities: Brand business focusing mainly on jewelry, Planning, manufacture and wholesale mainly of apparel and bags and retail business
 URL: <http://www.yondoshi.co.jp/>
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In the retail industry, despite signs of inbound demand in metropolitan areas, unstable conditions continued with the persistent trend toward frugality. Under these circumstances, during fiscal 2015, the initial year of the fourth medium-term management plan, the YONDOSHI HOLDINGS Group is seeking to enhance corporate value, and addressing priority issues in each business.

As a result, for the subject third quarter cumulative period, net sales amounted to ¥36,299 million (up 1.1% YoY), with operating income of ¥3,376 million (up 2.2% YoY), ordinary income of ¥3,812 million (up 0.1% YoY), and net income of ¥2,271 million (down 0.7% YoY). Net sales rose for fourth consecutive year, while operating income and ordinary income reached record highs for a fifth consecutive year.

Results by Business Segment

YONDOSHI HOLDINGS revised its business segment classifications from the first quarter of the subject fiscal year (ending February 2016). Year-on-year comparative data is after restating figures for the corresponding period of the previous fiscal year in accordance with revised business segment classifications.

Jewelry Business

Net Sales:	¥20,505 million	(up 7.5% YoY)
Operating Income:	¥3,325 million	(up 10.7% YoY)

At the F.D.C. Products Group, sales at mainstay 4°C brand jewelry stores rose steadily, mainly as a result of expansion in the range of items and zones following renovation of existing locations, and the opening of composite shops. Sales exceeded plan at 4°C BRIDAL stores on expanded sales promotions, at canal 4°C stores from continued proactive opening of new store locations, and at Luria 4°C, handling purses and other small leather goods. As a result, sales for this segment reached record highs for a fourth consecutive year, and operating income for a sixth consecutive year.

Apparel Business

Net Sales:	¥15,794 million	(down 6.2% YoY)
Operating Income:	¥120 million	(down 72.6% YoY)

The AS'TY Group continued to shift production from China to Bangladesh in line with its business plan, but faced difficulties due to the slump in market conditions. MISUZU Co., Ltd. made efforts to spur sales at existing stores by strengthening individual products and promotional activities, but struggled as a result of unseasonable weather and other factors. age Co., Ltd. achieved increases in both revenue and earnings from steady sales at existing locations of its mainstay everyday fashion brand PALETTE, and new store openings.

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2. Consolidated Forecasts for the Full Fiscal Year Period of Fiscal 2015

(Millions of yen, %)

	Fiscal 2014 (Actual)	Fiscal 2015 (Forecast)	YoY
Net Sales	50,726	52,500	+3.5%
Operating Income	5,647	5,800	+6.1%
Ordinary Income	6,216	6,700	+7.8%
Net Income	3,642	4,100	+12.6%

1. Forecast net income per share for FY 2015: ¥155.72 (¥134.99 for the previous fiscal year).

2. Average number of issued shares during FY 2015 (consolidated basis): 26,328,828 shares

Consolidated results forecasts for the full fiscal year period of fiscal 2015 are unchanged from those announced on April 13, 2015.

Note: Forecasts are based on available information as of the disclosure date for this material. Actual results may vary from forecast figures as a result of economic conditions or a variety of other factors.

END

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