

**Consolidated Financial Results
for the Three Months Ended June 30, 2013
[Japanese GAAP]**

August 6, 2013

Company name: MIRAIT Holdings Corporation

Stock exchange listing: Tokyo

Code number: 1417

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Scheduled date of filing quarterly securities report: August 7, 2013

Scheduled date of commencing dividend payments: —

Availability of supplementary briefing material on quarterly results: available

Schedule of quarterly results briefing session: not scheduled

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Three Months Ended June 30, 2013 (April 1, 2013 to June 30, 2013)

(1) Consolidated Operating Results (cumulative)

(% indicates changes from the previous period.)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Three months ended June 30, 2013	56,780	8.6	791	(32.9)	1,010	(27.3)	609	—
Three months ended June 30, 2012	52,263	8.8	1,179	—	1,390	—	(1,164)	—

(Note) Comprehensive income:

Three months ended June 30, 2013 1,154 million yen (—%)

Three months ended June 30, 2012 (1,290) million yen (—%)

	Net income per share	Diluted net income per share
	yen	yen
Three months ended June 30, 2013	7.39	—
Three months ended June 30, 2012	(14.13)	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
Three months ended June 30, 2013	155,263	106,697	66.8
As of March 31, 2013	172,756	106,630	60.0

(Reference) Equity: Three months ended June 30, 2013: 103,695 million yen

As of March 31, 2012: 103,640 million yen

2. Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Fiscal year ended March 31, 2013	yen —	yen 10.00	yen —	yen 10.00	yen 20.00
Fiscal year ended March 31, 2014	—	—	—	—	—
Fiscal year ending March 31, 2014 (Forecast)		10.00	—	10.00	20.00

(Note) Revision of dividend forecasts from recently announced figures: Not applicable

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2014 (April 1, 2013 to March 31, 2014)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
First half	124,000	6.4	4,000	7.2	4,300	1.8	2,500	—	30.34
Full year	280,000	3.3	12,000	10.7	12,500	6.2	7,500	78.6	91.01

(Note) Revision of forecast of financial results from recently announced figures: Not applicable

* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No

(2) Application of specific accounting treatments for preparing consolidated quarterly financial statements:
Applicable

(3) Changes in accounting policies, changes in accounting estimates and corrections of errors

1) Changes in accounting policies due to the revision of accounting standards, etc.: No

2) Any changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Corrections of errors: No

(4) Total number of issued shares (common stock)

1) Total number of issued shares at the end of the period (including treasury stock):

June 30, 2013	85,381,866 shares	March 31, 2013	85,381,866 shares
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2) Total number of treasury stock at the end of the period:

June 30, 2013	2,975,804 shares	March 31, 2013	2,975,014 shares
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3) Average number of shares outstanding during the period:

June 30, 2013	82,406,401 shares	June 30, 2012	82,405,941 shares
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*Status of execution of the quarterly review of financial statements

This consolidated financial report is not subject to the quarterly review of the financial statements under the Financial Instruments and Exchange Act. The procedures for said quarterly review have been executed at the time of disclosing this report.

*Explanation for the appropriate use of financial forecasts and other special notes

- The supplementary briefing material on quarterly results will be published on the website on Tuesday, August 6, 2013.

While descriptions in this report regarding financial prospects and other future events are based on the information available at the time, this report was prepared, and based on certain assumptions considered to be reasonable. Accordingly our actual business performance may differ significantly from the prospects due to a number of factors. For the assumptions as the basis for the financial forecasts and notes regarding the effective use of the financial forecasts, please refer to "Qualitative Information on Consolidated Financial Results Forecast" on page 2 of the appendix.

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1. Qualitative Information on Consolidated Performance for the Period under Review

(1) Qualitative Information on Consolidated Operating Results

During the three months ended June 30, 2013, the Japanese economy showed signs of a steady recovery such as an improved export environment leading to improved business performance centered on the manufacturing industry. Furthermore, the government's emergency stimulus and growth strategy are expected to bolster the economy in the future.

In the telecommunications sector, while growth of the fixed broadband market has matured, there are signs of expansion of new ICT*1 service markets such as the utilization of M2M*2 and big data with the rapid spread of smartphones and tablets. Telecommunications carriers that are the Company's main clients are proceeding to expand such new services, and are further expanding the creation and establishment of high-speed, high-capacity mobile networks such as LTE*3 and Wi-Fi*4 access points to respond to the rapid increase in traffic.

Under such an environment, the Group is expanding its facility management services and pole renewal in NTT business, while actively working on the expansion of LTE base station construction in mobile business. Furthermore, in ICT/civil engineering, the MIRAIT Group aimed to expand business in a wide range of areas such as network construction in enterprises and schools, Wi-Fi projects, upgrading the telecommunications infrastructure of expressways, and construction of solar power systems. Meanwhile, in order to accelerate the structural transformation into a "Comprehensive Engineering and Service Company," through the business reorganization implemented last October, MIRAIT will strengthen its management foundation through steps such as unified management of the Group's businesses.

Consequently, regarding consolidated results for the three months ending June 30, 2013, orders received amounted to 67,504 million yen (a year-on-year increase of 4.8%) and net sales were 56,780 million yen (a year-on-year increase of 8.6%). In terms of profit, operating income was 791 million yen (a year-on-year decrease of 32.9%), ordinary income was 1,010 million yen (a year-on-year decrease of 27.3%) and net income was 609 million yen.

*1 ICT: Information and Communication Technology

*2 M2M: Machine to Machine. This refers to a system automatically performing optimized control through the mutual exchange of information by devices connected to a network.

*3 LTE: Long Term Evolution A high-speed data communication standard that is an evolution of the third generation mobile phone system.

*4 Wi-Fi: Brand name for wireless LAN standard and wireless LAN related devices; registered trademark of Wi-Fi Alliance.

(2) Qualitative Information on Consolidated Financial Position

Total assets at the end of the first quarter decreased by 17,493 million yen compared to the end of the previous fiscal year to 155,263 million yen. This was due primarily to a decrease in accounts receivable-trade, including accounts receivable from completed construction contracts, despite an increase in liquid assets on hand and costs on uncompleted construction contracts and others.

Total liabilities decreased by 17,560 million yen compared to the end of the previous fiscal year to 48,565 million yen. This was due primarily to a decrease in notes payable-trade/accounts payable for construction contracts and others.

Although there was a dividend payout during the first quarter, net assets increased by 67 million yen compared to the end of the previous fiscal year to 106,697 million yen due to a net profit being posted.

As a result, the equity ratio was 66.8% (60.0% at the end of the previous fiscal year).

(3) Qualitative Information on Consolidated Financial Results Forecast

In terms of the consolidated financial results forecast for the fiscal year ending March 31, 2014, there are no changes to the forecast announced on May 10, 2013.

2. Other Information

- (1) Changes in Significant Subsidiaries during the Period under Review
Not Applicable.

- (2) Application of Specific Accounting Treatments for Preparing of Consolidated Quarterly Financial Statements
Calculation of Tax Expense

The Company calculates its tax expense by reasonably estimating its effective tax rate after application of tax effect accounting to income before income taxes for the current fiscal year, including the first quarter ended June 30, 2013 and multiplying the net income before income taxes by this estimated effective tax rate. Also, the Company calculates its tax expense using the statutory tax rate in case of using the relevant estimated effective tax rate significantly lacks rationality.

3. Consolidated Quarterly Financial Statements
 (1) Consolidated Quarterly Balance Sheets

	(Millions of yen)	
	As of March 31, 2013	As of June 30, 2013
Assets		
Current assets		
Cash and deposits	14,850	20,292
Notes receivable-trade /		
Accounts receivablefrom completed construction contracts	87,540	56,887
Costs on uncompleted construction contractsand others	19,063	25,925
Deferred tax assets	2,725	2,768
Other	2,412	2,485
Allowance for doubtful accounts	(48)	(29)
Total current assets	<u>126,542</u>	<u>108,330</u>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures (net)	10,242	10,029
Land	17,508	17,544
Construction in progress	52	124
Other (net)	1,422	1,435
Total property, plant and equipment	<u>29,225</u>	<u>29,134</u>
Intangible assets		
Goodwill	784	734
Software	2,496	2,581
Other	227	215
Total intangible assets	<u>3,507</u>	<u>3,531</u>
Investments and other assets		
Investment securities	7,370	8,483
Long-term loans receivable	567	384
Deferred tax assets	2,696	2,563
Lease and guarantee deposits	1,120	1,116
Other	1,927	1,918
Allowance for doubtful accounts	(201)	(199)
Total investments and other assets	<u>13,481</u>	<u>14,266</u>
Total noncurrent assets	<u>46,214</u>	<u>46,932</u>
Total assets	<u>172,756</u>	<u>155,263</u>

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013
Liabilities		
Current liabilities		
Notes payable-trade / Accounts payable for construction contracts	38,696	24,700
Short-term loans payable	262	70
Current portion of long-term loans payable	226	170
Income taxes payable	2,881	298
Advances received on uncompleted construction contracts	1,341	2,442
Provision for loss on construction contracts	380	361
Provision for bonuses	4,136	2,413
Provision for directors' bonuses	62	30
Provision for warranties for completed construction	7	4
Other	5,818	5,980
Total current liabilities	53,814	36,474
Noncurrent liabilities		
Long-term loans payable	321	144
Deferred tax liabilities	453	594
Deferred tax liabilities for land revaluation	44	44
Provision for retirement benefits	9,811	9,793
Provision for directors' retirement benefits	473	251
Asset retirement obligations	62	59
Negative goodwill	540	472
Long-term accounts payable-other	146	273
Other	458	458
Total noncurrent liabilities	12,312	12,091
Total liabilities	66,126	48,565
Net assets		
Shareholders' equity		
Capital stock	7,000	7,000
Capital surplus	25,947	25,947
Retained earnings	71,457	71,022
Treasury stock	(1,622)	(1,622)
Total shareholders' equity	102,783	102,346
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	946	1,402
Revaluation reserve for land	(101)	(101)
Foreign currency translation adjustment	12	46
Total accumulated other comprehensive income	857	1,348
Minority interests	2,989	3,002
Total net assets	106,630	106,697
Total liabilities and net assets	172,756	155,263

(2) Consolidated Quarterly Statements of Income and Comprehensive Income
 Three Months Ended June 30, 2013

	(Millions of yen)	
	Three Months Ended June 30, 2012 (from April 1, 2012 to June 30, 2012)	Three Months Ended June 30, 2013 (from April 1, 2013 to June 30, 2013)
Net sales of completed construction contracts	52,263	56,780
Cost of sales of completed construction contracts	46,406	51,206
Gross profit on completed construction contracts	<u>5,856</u>	<u>5,574</u>
Selling, general and administrative expenses	4,677	4,783
Operating income	<u>1,179</u>	<u>791</u>
Non-operating income		
Interest income	6	3
Dividends income	94	96
Amortization of negative goodwill	68	67
Real estate rent	11	13
Surrender value of insurance	25	65
Other	69	30
Total non-operating income	<u>274</u>	<u>276</u>
Non-operating expenses		
Interest expenses	1	3
Foreign exchange losses	19	32
Other	43	21
Total non-operating expenses	<u>63</u>	<u>56</u>
Ordinary income	<u>1,390</u>	<u>1,010</u>
Extraordinary income		
Gain on sales of noncurrent assets	2	0
Gain on sales of investment securities	—	0
Total extraordinary income	<u>2</u>	<u>0</u>
Extraordinary loss		
Loss on retirement of noncurrent assets	—	39
Restructuring expenses	2,867	—
Other	285	23
Total extraordinary loss	<u>3,153</u>	<u>62</u>
Income (loss) before income taxes	<u>(1,760)</u>	<u>948</u>
Income taxes	<u>(615)</u>	<u>286</u>
Income (loss) before minority interests	<u>(1,144)</u>	<u>662</u>
Minority interests in income	19	53
Net income (loss)	<u>(1,164)</u>	<u>609</u>
Minority interests in income	19	53
Income (loss) before minority interests	<u>(1,144)</u>	<u>662</u>
Other comprehensive income		
Valuation difference on available-for-sale securities	(152)	458
Share of other comprehensive income of associates accounted for using equity method	7	34
Total other comprehensive income	<u>(145)</u>	<u>492</u>
Comprehensive income	<u>(1,290)</u>	<u>1,154</u>
(Breakdown)		
Comprehensive income attributable to owners of the parent	<u>(1,309)</u>	<u>1,099</u>
Comprehensive income attributable to minority	19	55

(3) Notes on Going Concern Assumption

Not Applicable.

(4) Notes on Significant Changes in the Amount of Shareholders' Equity

Three Months Ended June 30, 2013 (from April 1, 2013 to June 30, 2013)

There were no significant changes to shareholders' equity compared to the end of the previous fiscal year.