



SANIX INCORPORATED

Summary of Consolidated Financial Statements

For the First Half Ended September 30, 2016

[Japanese Standards]

The financial figures in this document are based on Japanese Accounting Standards and accompanying laws. Amounts are rounded off to 1 decimal place. This document is an English translation of the Japanese-language original.

Consolidated Financial Statements for the First Half ended September 30, 2016

SANIX INCORPORATED

Stock Listed: Tokyo Stock Exchange First Section, Fukuoka Stock Exchange
 Code No: 4651
 URL: <http://sanix.jp>
 President and CEO: Shin-ichi Munemasa
 Contact: Kozo Inoue, Director, Management Corporate Officer,
 General Manager of Management & Planning Division

1. Business Results – Operating results for the First Half ended September 30, 2016 (April 1, 2016 to September 30, 2016)

(1) Consolidated Operating Results

(In Millions of Yen)

	First Half			
	From April 1 to September 30			
	FY2016	%change	FY2015	%change
Net Sales.....	23,651	(22.8%)	30,631	(30.4%)
Operating Income	103	—	(2,483)	—
Ordinary Income	202	—	(2,364)	—
Net Income	(146)	—	(2,940)	—
Net Income per Share (¥)	(¥3.05)	—	(¥61.51)	—
Net Income per Share, Diluted(¥).....	—	—	—	—
(Note) Comprehensive Income	(366)	—	(2,965)	—

(2) Consolidated Financial Position

(In Millions of Yen)

	As of September 30		As of March 31
	FY2016		FY2015
Total Assets.....	29,798		31,248
Net Assets	2,263		2,629
Shareholders' Equity Ratio (%)	7.5%		8.3%
Net assets per share(¥).....	¥46.66		¥54.34
(Reference) Equity Capital.....	2,230		2,597

2. Dividends

	At the end of				
	1 st	2 nd	3 rd	4 th	Annual
	Quarter	Quarter	Quarter	Quarter	
(Dividend per Share)					
FY2015 ended March 31, 2016.....	0.00	0.00	0.00	0.00	0.00
FY2016 ended March 31, 2017.....	0.00	0.00			
FY2016 ended March 31, 2017 (Forecast).....			0.00	0.00	0.00

3. Forecasts for Consolidated Business Results (April 1, 2016 to March 31, 2017)

(In Millions of Yen)

	Fiscal Year 2016	
	Full Year	%change
Net Sales.....	46,670	(24.6%)
Operating Income	600	—
Ordinary Income	480	—
Net Income	(60)	—
Net Income per Share (¥).....	(¥1.26)	

* Notes

(1) Quarterly Changes in significant subsidiaries during the period

(Changes in scope of consolidations resulting from change in subsidiaries): None

Number of subsidiaries newly consolidated	—
Name of subsidiaries newly consolidated	—
Number of subsidiaries excluded from consolidation	—
Name of subsidiaries excluded from consolidation	—

(2) Application of Particular Accounting Procedures to the Preparation of Quarterly Consolidated Financial Statements: None

(3) Quarterly Changes in accounting policies and accounting estimates retrospective restatement

- i) Changes in accounting policies based on revisions of accounting standard: None
- ii) Changes in accounting policies other than ones based on revisions of accounting standard: None
- iii) Changes in accounting estimates: None
- iv) Retrospective restatement: None

(4) Quarterly - Number of issued and outstanding shares (common stock)

	(Shares)	
	First Half Sep. 30, 2016	Full Year March 31, 2016
Number of issued and outstanding shares ,end of period (including treasury stock)	48,919,396	48,919,396
Number of treasury stock at the end of period	1,113,518	1,113,443
Average number of shares during the period	47,805,889	* 47,806,196

* September 30, 2015

* Indication of Implementation status about the quarterly review:

This summary of financial statements is exempt from audit procedure required by Financial instruments and Exchange Act. It has finished at the time of disclosure of this summary of financial statements.

* Note to ensure appropriate use of forecasts:

Forecasts in this document are based on assumptions, prospects and plans as of the date of this document. Actual results may differ significantly from these forecasts, due to various factors affecting the Company's business performance, such as change in economical conditions. For details of these assumptions, prospects and plans, and for notes appropriate use of forecasts for the business results, please see page 2 of the Attachment.

Index of the attachment

1. Qualitative Information for the first half ended September 30, 2016	2
(1) Information of Consolidated Business Results.....	2
(2) Information of Consolidated Financial Position.....	3
(3) Information on the Future Outlook, Including the Forecasts of Consolidated Business Results	4
2. Matters relating to Summary Information (Notes)	5
(1) Quarterly Changes in Significant Subsidiaries during the Period.....	5
(2) Application of Particular Accounting Procedures to the Preparation of Quarterly Consolidated Financial Statements	5
(3) Quarterly Changes in Accounting Policies and Changes or Restatement of Accounting Estimates.	5
(4) Added Information	5
3. Important Information regarding Assumption of Going Concern	6
4. Quarterly Consolidated Financial Statements for the first half ended September 30, 2016	8
(1) Quarterly Consolidated Balance Sheets	8
(2) Quarterly Consolidated Statements of Income and Comprehensive Income.....	10
Quarterly Consolidated Statements of Income for the first half of the fiscal year ending March 31,2017.....	10
Quarterly Consolidated Statements of Comprehensive Income for the first half of the fiscal year ending March 31,2017	11
(3) Quarterly Consolidated Statements of Cash flows	12
(4) Notes to the Quarterly Consolidated Financial Statements.....	13
Notes to the Assumption of a Going Concern.....	13
Notes to Remarkable changes in the amount of shareholders' equity	14
Segment Information, etc.	14
5. Supplement Information	16
Consolidated Net Sales by Division.....	16

1. Qualitative Information for the first half ended September 30, 2016

(1) Information of Consolidated Business Results

In the first half of the fiscal year ending March 31, 2017 (April 1, 2016 to September 30, 2016), the Japanese economy stayed on a modest recovery path. However, the outlook remained uncertain, with sluggish consumer spending and the risk of downturn in corporate earnings amid deceleration in certain emerging economies.

Under this business environment, the Group recognizes the need to further strengthen its business foundations to achieve sustainable growth and began to execute its new medium-term business plan (FY2016-FY2018). Under its policy of promoting management reform, in the first half under review, the Group pursued initiatives that included implementing a voluntary retirement program, consolidating and eliminating stores, and downsizing logistics and production operations with the aim of business rationalization.

As for sales in the first half under review, the Solar Engineering (SE) Division was not able to avoid the adverse effect of changes in the market environment for the solar electric power business and posted a sharp decline in sales. As a consequence, the net sales of the entire Group were ¥23,651 million (falling 22.8% year on year).

In terms of profitability, although sales declined sharply, lower costs as a result of management rationalization initiatives and lower materials costs, among other factors, led to an improvement in the gross margin, and operating income and ordinary income in the first half moved into the black. As a consequence, for the whole Group, the operating Income was ¥103 million compared to the operating loss of ¥2,483 million in the same period of the previous year, and the ordinary Income was ¥202 million compared to the ordinary loss of ¥2,364 million in the same period of the previous year. The Group posted expenses related to voluntary retirement including special retirement allowances of ¥177 million as extraordinary losses. Reflecting the extraordinary losses, the Group posted a net loss belonging to the shareholders of the parent company of ¥146 million, compared to a net loss belonging to the shareholders of the parent company of ¥2,940 million in the same period of the previous year.

Consolidated results of individual divisions for the first quarter were as follows:

a. Solar Engineering (SE) Division

Sales of PV systems decreased 32.2% year on year, and wholesale sales of PV systems declined 73.6% year on year, reflecting decline in the number of installations of commercial PV systems. As a consequence, the sales were ¥11,972 million (decreased 39.3% year on year).

Despite the sharp decline in sales, operating income increased significantly to ¥385 million, compared to an operating loss of ¥1,372 million in the same period of the

previous year, reflecting a remarkable improvement in the gross margin as a result of lower expenses mainly due to management rationalization and lower materials costs.

b. Home Sanitation (HS) Division

Sales of basic repair and house reinforcement construction services for ordinary homes rose from a year ago, while sales of termite control services fell from a year earlier. As a result, the sales were ¥3,319 million (decreased 7.7% year on year).

The operating income stood at ¥513 million (decreased 12.7% year on year) mainly due to a decrease in segment sales.

c. Establishment Sanitation (ES) Division

Sales in water proofing of building and anti-rust equipment installation, maintenance-related services for buildings and condominiums, increased from a year ago. As a result, net sales were ¥489 million (increased 7.5% year on year).

The operating income came to ¥30 million (increased ¥16.6% year on year) chiefly due to an increase in segment sales.

d. Environmental Resources Development (ERD) Division

Plastic fuel sales remained flat from a year earlier, reflecting rises in unit prices primarily for regular properties despite lower collection volume of waste plastic. Electricity sales rose 72.9% year on year due to an increase in electricity sales at Tomakomai Power Plant and the expansion of the volume of sales to high-voltage consumers in the PPS (power producer and supplier) business. As a consequence, the sales were ¥7,870 million (increased 14.6% year on year).

Operating income stood at ¥577 million, compared to an operating loss of ¥178 million in the same period of the previous year, reflecting an improvement in the gross margin mainly attributable to an increase in income at Tomakomai Power Plant as a result of legal inspections and periodic repairs a year ago and a reduction in expenses for inspections and repairs.

(2) Information of Consolidated Financial Position

a. The status of Assets, Liabilities and Net Assets

Total assets as of the end of the first quarter under review were ¥29,798 million, a decrease of ¥1,450 million, compared with the end of the previous consolidated fiscal year, mainly due to a decrease in notes and accounts receivable-trade by ¥824 million, a decrease in raw materials and supplies by ¥580 million, and a decrease in non-current assets by ¥221 million, while cash and deposits increased of ¥210 million.

Total liabilities were ¥27,535 million, a decrease of ¥1,083 million, compared with the end of the previous consolidated fiscal year, mainly due to, a decrease in notes and accounts payable-trade by ¥2,464 million, the decrease in accounts payable-other by ¥1,152 million, a decrease in long-term loans payable by ¥368 million, a decrease in

other current assets by ¥358 million, while the short-term loans payable increased of ¥3,528 million.

Net assets were ¥2,263 million, a decrease of ¥366 million, compared with the end of the previous consolidated fiscal year, mainly due to the net loss belonging to the shareholders of the parent company was ¥146 million.

As a consequence, the shareholders' equity ratio was 7.5%, compared with 8.3% at the end of the previous consolidated fiscal year.

b. The status of Cash Flows

Cash and cash equivalents as of September 30, 2016 totaled ¥2,802 million, an increase of ¥583 million from March 31, 2016.

The following is the situation and major factors in each category of cash flows in the first half under review.

i) Net cash provided by (used in) operating activities

Net cash used by operating activities totaled ¥2,251 million (compared to the used net cash of ¥6,640 million in the same period last year). This was mainly due to a decrease in notes and accounts payable-trade of ¥2,385 million, and a decrease in other current liabilities of ¥1,352 million, while notes and accounts receivable-trade decreased of ¥824 million, and inventories decreased of ¥902 million.

ii) Net cash provided by (used in) investing activities

Net cash provided by investing activities totaled ¥109 million (compared to the used net cash of ¥91 million in the same period last year). This was mainly due to proceeds from withdrawal of time deposits of ¥715 million, payments into time deposits of ¥430 million, and the purchase of property, plant and equipment of ¥189 million.

iii) Net cash provided by (used in) financing activities

Net cash provided by financing activities amounted to ¥2,777 million (compared to the provided net cash of ¥2,665 million in the same period last year), mainly due to an increase in short-term loans payable of ¥3,528 million, which was partially offset by the repayment of long-term loans payable of ¥521 million.

(3) Information on the Future Outlook, Including the Forecasts of Consolidated Business Results

There is no change in the forecast of consolidated business results for the current fiscal year ending March 31, 2017, from the forecasts announce on May 12, 2016.

2. Matters relating to Summary Information (Notes)

(1) Quarterly Changes in Significant Subsidiaries during the Period

: None

On August 12, 2016, the Company established Shanri (Shanghai) Energy Science and Technology Co., Ltd. and includes the company in the scope of consolidation from the second quarter. The company is not a specified subsidiary.

(2) Application of Particular Accounting Procedures to the Preparation of Quarterly Consolidated Financial Statements

: None

(3) Quarterly Changes in Accounting Policies and Changes or Restatement of Accounting Estimates

: None

(4) Added Information

: Application of the Implementation Guidance on Recoverability of Deferred Tax Assets

From the first quarter of this fiscal year, the Company has been applying the Implementation Guidance on Recoverability of Deferred Tax Assets (ASBJ Guidance No. 26, March 28, 2016).

3. Important Information regarding Assumption of Going Concern

The Group recorded a significant operating loss, ordinary loss, and net loss belonging to the shareholders of the parent company both in the fiscal year ended March 31, 2015 and the fiscal year ended March 31, 2016. Also in the first half under review, the operating loss and ordinary loss improved to operating income of ¥103 million and ordinary income of ¥202 million, respectively, but the Group posted a net loss belonging to the shareholders of the parent company of ¥146 million. The Group's interest-bearing debt is ¥15,785 million, which is high compared with its liquidity on hand and the Company recognizes that it is susceptible to events and conditions that cast significant doubt on going concern assumptions.

To overcome the situation, the Company believes that, in light of the business environment surrounding the solar electric power business, it is essential to further strengthen the business foundation to achieve sustainable growth. The Company is thus focusing on the following measures as part of the medium-term business plan (FY2016 - FY2018) announced on April 15, 2016.

i) A well-balanced allocation of management resources to business divisions

The Company is scaling down the SE Division to an appropriate size based on a reasonable analysis of the external environment, rebuilding the HS Division and ES Division, and further improving efficiency of the Environmental Resources Development Division.

ii) Strengthening the business base through thorough streamlining

The Company is disposing of assets in accordance with the downsizing of the SE Division (the elimination and consolidation of stores, the scaling down of the production of power conditioners, the downsizing of logistics and production operations, and the closing of a logistics center).

The Company called for voluntary retirement (approximately 500 employees, May 16 to May 31, 2016) in accordance with sales and, as a result, 391 employees took voluntary retirement, which was less than the number called for but is more or less in line with the initial plan if the reduction in employees retiring for personal reasons, etc. is taken into account. The Company is also lowering the level of wages across the board.

iii) Enhancement of the governance system

At the 38th Annual general Meeting of Shareholders held on June 29, 2016, the Company increased the number of outside directors by one to a total of three. The Company is also strengthening the management oversight functions of the Board of Directors and changing the business execution system to clarify the responsibilities of

each business division.

The Company expects that its profitability will improve through these initiatives and will remain in the black. The medium-term business plan (FY2016 - FY2018) has been formulated on the assumption of the continued support of the main financing bank. The Company expects to continue to receive support and cooperation in financing and will work to stabilize cash management.

However, we have not completed these initiatives, and the support and cooperation of the main financing bank is not ensured, although we have obtained their understanding. We therefore recognize significant uncertainty about the going concern assumption.

4. Quarterly Consolidated Financial Statements for the first half ended September 30, 2016

(1) Quarterly Consolidated Balance Sheets

	(In Millions of Yen)	
	As of March 31	As of Sep. 30
	FY2015	FY2016
Assets :		
Current Assets :		
Cash and deposits	3,038	3,248
Notes and accounts receivable-trade	6,693	5,868
Merchandise and finished goods	962	883
Work in process-construction	514	264
Raw materials and supplies	5,688	5,107
Other	727	928
Allowance for doubtful accounts	(693)	(598)
Total Current Assets	16,930	15,702
Fixed Assets:		
Property, Plant and Equipment :		
Buildings and structures (net of depreciation)	1,909	1,821
Machinery, Equipment and Vehicles(net of depreciation)	1,323	1,226
Land	8,001	7,941
Other, net	1,183	1,263
Total Property, Plant and Equipment	12,417	12,252
Intangible Fixed Assets :		
Goodwill	289	233
Other	151	143
Intangible Fixed Assets, net	440	376
Investments and Other Assets :	1,458	1,465
Total Fixed Assets	14,317	14,095
Total Assets	31,248	29,798

	(In Millions of Yen)	
	As of March 31	As of Sep. 30
	FY2015	FY2016
Liabilities :		
Current Liabilities :		
Notes and accounts payable-trade	7,227	4,762
Short-term loans payable	10,118	13,646
Current portion of long-term loans payable	896	744
Accounts payable	3,298	2,145
Accrued income taxes	244	277
Allowance for resource-recycling expenses	37	39
Other	2,820	2,461
Total Current Liabilities	24,642	24,078
Non-Current Liabilities :		
Long-term loans payable	1,077	708
Provision for directors' retirement benefits	170	163
Provision for disposal site closing expenses	499	522
Liability Related to Retirement Benefits	1,371	1,360
Other	856	700
Total Non-Current Liabilities	3,976	3,456
Total Liabilities	28,618	27,535
Net Assets :		
Shareholders' Equity :		
Capital stock	14,041	14,041
Capital surplus	1	1
Retained earnings	(10,193)	(10,339)
Treasury stock	(1,481)	(1,481)
Total Shareholders' Equity	2,368	2,222
Valuation and translation adjustments :		
Valuation difference on available-for-sale securities	34	32
Foreign currency translation adjustment	46	(98)
Adjustment for Retirement Benefits (Cumulative)	148	74
Total Valuation and translation adjustments	229	7
Non-controlling Interests	31	32
Total Net Assets	2,629	2,263
Total Liabilities and Assets	31,248	29,798

(2) Quarterly Consolidated Statements of Income and Comprehensive Income
(Quarterly Consolidated Statements of Income)
(For the first half of the fiscal year ending March 31, 2017)

(In Millions of Yen)

	First Half	
	From April 1 to September 30	
	FY2015	FY2016
Net sales	30,631	23,651
Cost of sales	24,767	16,944
Gross profit	5,863	6,707
Selling, general and administrative expenses	8,347	6,604
Operating income (loss)	(2,483)	103
Non-operating income :		
Interest income	39	9
Dividends income	7	1
Land and house rent revenue	34	32
Subsidy income	90	-
Foreign exchange gains	29	156
Other	54	53
Total non-operating expenses	255	253
Non-operating expenses :		
Interest expenses	107	113
Commission fee	8	5
Other	19	35
Total non-operating expenses	136	154
Ordinary income (loss)	(2,364)	202
Extra ordinary loss :		
Cost of earlier voluntary retirement	284	177
Impairment loss	134	-
Total extra ordinary loss	419	177
Income (loss) before income taxes and minority interests	(2,784)	25
Income taxes-current	158	167
Income taxes-deferred	(2)	2
Total income taxes	155	169
Net Income	(2,939)	(144)
Net Income (loss) belonging to the non-controlling shareholders	0	1
Net income (loss) belonging to the shareholders of the parent company	(2,940)	(146)

(Quarterly Consolidated Statements of Comprehensive Income)
(For the first half of the fiscal year ending March 31, 2017)

(In Millions of Yen)

	First Half	
	From April 1 to September 30	
	FY2015	FY2016
Income before minority interests	(2,939)	(144)
Other comprehensive income :		
Valuation difference on available-for-sale securities	(9)	(2)
Deferred gains or losses on hedges	(0)	-
Foreign currency translation adjustment	(31)	(144)
Retirement benefit adjustment	15	(74)
Total other comprehensive income	<u>(26)</u>	<u>(221)</u>
Comprehensive net income	<u>(2,965)</u>	<u>(366)</u>
Comprehensive income attributable to		
Comprehensive income (loss) belonging to the shareholders of the parent company	(2,965)	(367)
Comprehensive income (loss) belonging to non-controlling shareholders	0	1

(3) Quarterly Consolidated Statements of Cash Flows

(In Millions of Yen)

	First Half	
	From April 1 to September 30	
	FY2015	FY2016
Net Cash Provided by (Used in) Operating Activities		
Income (loss) before income taxes and minority interests	(2,784)	25
Depreciation and amortization	441	333
Amortization of goodwill	56	56
Impairment loss	134	-
Increase (decrease) in provision	(14)	(7)
Increase (decrease) in provision for retirement benefits	24	(84)
Increase (decrease) in allowance for doubtful accounts	(221)	(124)
Interest income and dividends income	(46)	(11)
Interest expenses	107	113
Increase (decrease) in notes and accounts receivable-trade	6,857	824
Increase (decrease) in inventories	201	902
Increase (decrease) in other assets	(140)	(198)
Increase (decrease) in notes and accounts payable-trade	(9,859)	(2,385)
Increase (decrease) in accrued consumption taxes	(903)	(204)
Increase (decrease) in liabilities	(284)	(1,352)
Other, net	20	39
Subtotal	(6,409)	(2,073)
Interest and dividends income received	46	10
Interest expenses paid	(109)	(128)
Income taxes paid	(182)	(69)
Income taxes refund	16	9
Net cash provided by (used in) operating activities	(6,640)	(2,251)
Net Cash Provided by (Used in) Investing Activities		
Payments into time deposits	(1,368)	(430)
Proceeds from withdrawal of time deposits	1,669	715
Purchase of property, plant and equipment	(360)	(189)
Proceeds from sales of property, plant and equipment	-	60
Other, net	(31)	(46)
Net cash provided by (used in) investing activities	(91)	109
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	3,425	3,528
Repayment of long-term loans payable	(657)	(521)
Redemption of bonds	(10)	(10)
Repayments of finance lease obligations	(119)	(133)
Other, net	27	(85)
Net cash provided by (used in) financing activities	2,665	2,777
Effect of exchange rate change on cash and cash equivalents	(0)	(52)
Net increase (decrease) in cash and cash equivalents	(4,066)	583
Cash and cash equivalents, beginning of the period	5,329	2,218
Cash and cash equivalents, last month of the quarter	1,263	2,802

(4) Notes to the Quarterly Consolidated Financial Statements

(Notes to Assumption of Going Concern)

The Group recorded a significant operating loss, ordinary loss, and net loss belonging to the shareholders of the parent company both in the fiscal year ended March 31, 2015 and the fiscal year ended March 31, 2016. Also in the first half under review, the operating loss and ordinary loss improved to operating income of ¥103 million and ordinary income of ¥202 million, respectively, but the Group posted a net loss belonging to the shareholders of the parent company of ¥146 million. The Group's interest-bearing debt is ¥15,785 million, which is high compared with its liquidity on hand and the Company recognizes that it is susceptible to events and conditions that cast significant doubt on going concern assumptions.

To overcome the situation, the Company believes that, in light of the business environment surrounding the solar electric power business, it is essential to further strengthen the business foundation to achieve sustainable growth. The Company is thus focusing on the following measures as part of the medium-term business plan (FY2016 - FY2018) announced on April 15, 2016.

i) A well-balanced allocation of management resources to business divisions

The Company is scaling down the SE Division to an appropriate size based on a reasonable analysis of the external environment, rebuilding the HS Division and ES Division, and further improving efficiency of the Environmental Resources Development Division.

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iii) Enhancement of the governance system

At the 38th Annual general Meeting of Shareholders held on June 29, 2016, the Company increased the number of outside directors by one to a total of three. The Company is also strengthening the management oversight functions of the Board of

Directors and changing the business execution system to clarify the responsibilities of each business division.

The Company expects that its profitability will improve through these initiatives and will remain in the black. The medium-term business plan (FY2016 - FY2018) has been formulated on the assumption of the continued support of the main financing bank. The Company expects to continue to receive support and cooperation in financing and will work to stabilize cash management.

However, we have not completed these initiatives, and the support and cooperation of the main financing bank is not ensured, although we have obtained their understanding. We therefore recognize significant uncertainty about the going concern assumption.

Quarterly consolidated financial statements were prepared based on the assumption of a going concern, and did not reflect the impact of these serious doubts regarding our ability to continue as a going concern.

(Notes to Remarkable Changes in the amount of Shareholders' Equity)

: None

(Segment Information, etc.)

I The previous first half (From April 1, 2015 to September 30, 2015)

i)Information concerning the Amount of Net Sales and Operating Income (loss) by Segment

(In Millions of Yen)

	Segments					Elimination or Group (note 1)	Consolidated (note 2)
	SE	HS	ES	ERD	Total		
Sales:							
Sales to customers	19,713	3,596	455	6,866	30,631	-	30,631
Internal sales among segments and transfer accounts	-	-	-	-	-	-	-
Total	19,713	3,596	455	6,866	30,631	-	30,631
Operating income (loss)	(1,372)	588	25	(178)	(936)	(1,546)	(2,483)

(note 1)

Negative ¥1,546 million for adjustments of Operating income (loss) represents corporate expenses not allocated to reportable segments. Corporate expenses are mainly general and administrative expenses not attributable to reportable segments.

(note 2)

Operating income (loss) is adjusted to operating loss of quarterly consolidated statements of income.

ii) Information on Impairment Losses on Fixed Assets and Goodwill by Segment
(Significant impairment losses on fixed assets)

The Company is implementing management rationalization initiatives, including a voluntary retirement program and the elimination and consolidation of stores, and decided to close certain business premises and cancel lease contracts. The Company determined that the book value of assets that it planned to dispose of was not recoverable and posted impairment losses.

In the first half under review, impairment losses of ¥91 million in the Solar Engineering Division, ¥22 million in the Home Sanitation Division, and ¥20 million in corporate assets that are not allocated to any segments were posted.

II The first half (From April 1, 2016 to September 30, 2016)

i) Information concerning the Amount of Net Sales and Operating Income (loss) by Segment

(In Millions of Yen)

	Segments					Elimination or Group (note 1)	Consolidated (note 2)
	SE	HS	ES	ERD	Total		
Sales:							
Sales to customers	11,972	3,319	489	7,870	23,651	-	23,651
Internal sales among segments and transfer accounts	-	-	-	-	-	-	-
Total	11,972	3,319	489	7,870	23,651	-	23,651
Operating income (loss)	385	513	30	577	1,506	(1,402)	103

(note 1)

Negative ¥1,402 million for adjustments of Operating income (loss) represents corporate expenses not allocated to reportable segments. Corporate expenses are mainly general and administrative expenses not attributable to reportable segments.

(note 2)

Operating income (loss) is adjusted to operating loss of quarterly consolidated statements of income.

ii) Information concerning Assets by Segment

During the first quarter under review, the assets of the SE Division decreased ¥3,238 million from the end of the previous consolidated fiscal year.

This was mainly due to a decline in notes and accounts receivable-trade as a result of a decrease in sales from the fourth quarter of the previous consolidated fiscal year.

5. Supplemental Information

Consolidated Net Sales by Division

	(In Millions of Yen)		
	From April 1 to September 30		Changes
	FY2015	FY2016	
Commercial PV system	16,248	11,010	(5,238)
Wholesale of PV components	3,407	900	(2,506)
Others	57	61	4
Solar Engineering Total	19,713	11,972	(7,740)
Termite Eradication Service	1,427	1,211	(215)
Under-Roof/Roof Ventilation System	493	486	(7)
Foundation Repairing/Home Reinforcement System	203	287	84
Others	1,472	1,333	(138)
Home Sanitation Division Total	3,596	3,319	(277)
Anti-rust equipment installation	19	35	16
Repair of building water-woks	219	153	(66)
Water proofing of building	29	92	62
Others	185	207	21
Establishment Sanitation Division Total	455	489	34
Plastic fuel	3,455	3,449	(5)
Industrial waste (Organic Waste Water Recycle)	1,613	2,789	1,176
Generation of electricity	843	858	14
Final disposal	386	382	(3)
Others	567	389	(177)
Environmental Resources Development Division Total :	6,866	7,870	1,003
Total Net Sales	30,631	23,651	(6,980)