

Financial Highlights

1. CONSOLIDATED FINANCIAL RESULTS OF EPS GROUP FOR THE THIRD QUARTER ENDED JUNE 30, 2015

(2014.10.1-2015.6.30)
(UNAUDITED)

(1) CONSOLIDATED OPERATING RESULTS

(UNIT:JPY MILLION)

	Net sales	Operating Income	Ordinary Income	Net Income
Jun-15	32,652 (8.2%)	3,597 (25.2%)	3,707 (24.5%)	1,574 (33.9%)
Jun-14	30,188 (13.0%)	2,872 (60.3%)	2,978 (84.9%)	1,176 (201.4%)

	Net Income per Share (yen)	Net Income per Share,diluted (yen)
Jun-15	42.55	—
Jun-14	33.17	—

Note : 1 Comprehensive income

Jun-15 2,330 Million yen (64.8%) Jun-14 1,413 Million yen (Δ 8.6%)

2 Percentages for net sales, operating income, ordinary income, net income and comprehensive income indicate growth ratio to previous year.

3 As each share of common stock has been split into 100 shares as of 1st April 2014, above net income per share shows the amount based on as if share split were considered to be effective on 1st October 2013 retroactively.

(2) CONSOLIDATED FINANCIAL INFORMATION

(UNIT:JPY MILLION)

	Total Assets	Net assets	Shareholders' Equity ratio (%)
Jun-15	38,012	22,888	59.1%
Sep-14	34,689	21,230	54.5%

Notes : Total shareholders' equity, valuation and translation adjustments as of :

Jun-15 22,455 Million yen

Sep-14 18,917 Million yen

(3) CONSOLIDATED SUBSIDIARIES

Consolidated subsidiaries :

37 companies

Affiliated companies by equity accounting method :

4 companies

2. OVERALL SITUATION OF DIVIDEND DISTRIBUTION

(UNIT:JPY)

		Cash Dividends per share		
		Interim Dividend	Year end Dividend	Annual
Sep-14	(Result)	800.00	10.00	—
Sep-15	(Result)	8.00	—	—
	(Projection)	—	10.00	

Note : As each share of common stock has been split into 100 shares as of 1st April 2014, above year end dividend of FY2014 shows the amount after this split, in spite that interim dividend remains before split.

For reference purpose only, if such share split becomes effective as at 1st October 2013 retroactively, dividend distribution for FY2014 may become as follows,

Sep-14 (Result) Annual: 18.00 (Interim Dividend: 8.00, Year end Dividend: 10.00)

3. INFORMATION OF CONSOLIDATED BUDGET 2015.09 (2014.10.1-2015.9.30)

(UNIT:JPY MILLION)

	Net sales	Operating Income	Ordinary Income	Net Income
Sep-15	44,120 (5.6%)	4,625 (3.0%)	4,327 (2.0%)	1,937 (6.0%)

Budgeted net income per share : Sep-15 50.93 yen

Notes : 1 Above figures may differ from actual results as uncertain various factors may affect future earnings.

2 Percentages for net sales, operating income, ordinary income, and net income indicate growth ratio to previous year.

4. OTHER INFORMATION

(1) Total number of shares issued and outstanding as of :

Jun-15 38,426,113 shares

Sep-14 36,160,000 shares

(2) Common stock for treasury as of :

Jun-15 639,356 shares

Sep-14 699,900 shares

(3) Average number of shares outstanding during the period as of :

Jun-15 36,999,544 shares

Jun-14 35,451,300 shares

CONSOLIDATED BALANCE SHEETS
June 30, 2015 and September 30, 2014

(UNAUDITED)

(IN MILLIONS, JPY)

	June 30.2015	September 30.2014
ASSETS		
CURRENT ASSETS		
Cash and time deposits	13,413	10,680
Notes and accounts receivable	8,501	8,613
Investment securities	754	1,067
Inventories	1,105	813
Works in progress	1,065	695
Others	3,006	2,702
Allowance for doubtful accounts	△ 70	△ 25
Total current assets	27,776	24,547
FIXED ASSETS		
Tangible Assets	3,046	2,771
Intangible Assets	1,830	2,205
Investments and other assets ;		
Investment securities	2,055	1,938
Deposits	1,550	1,504
Others	2,208	2,025
Allowance for doubtful accounts	△ 454	△ 303
Total investments and other assets	5,358	5,165
Total fixed assets	10,236	10,142
TOTAL ASSETS	38,012	34,689
LIABILITIES		
CURRENT LIABILITIES		
Accounts payable	1,126	1,040
Short-term debt	1,565	715
Current portion of long-term debt	704	444
Income taxes payable	1,307	1,757
Provision for bonuses	464	1,130
Provision for loss on order received	8	41
Others	4,875	4,009
Total current liabilities	10,049	9,137
LONG-TERM LIABILITIES		
Long-term debt	3,417	2,746
Provision for directors' retirement benefits	225	241
Net defined benefit liability	835	761
Asset retirement obligations	370	352
Others	224	218
Total long-term liabilities	5,073	4,320
TOTAL LIABILITIES	15,123	13,458
NET ASSETS		
Shareholders' equity		
Common stock	1,875	1,875
Additional paid-in capital	3,593	1,826
Retained earnings	15,582	14,670
Common stock for treasury	△ 587	△ 653
Total shareholders' equity	20,463	17,718
Accumulated other comprehensive income (or △loss)		
Unrealized gain (or △loss) on available-for-sale securities	△ 302	△ 262
Foreign currency translation adjustments	2,280	1,461
Remeasurements of defined benefit plans	13	1
Total accumulated other comprehensive income (or △loss)	1,991	1,199
Minority interests	433	2,312
TOTAL NET ASSETS	22,888	21,230
TOTAL LIABILITIES AND NET ASSETS	38,012	34,689

CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME
For the Third quarter ended June 30 2015 and 2014
(UNAUDITED)

(IN MILLIONS, JPY)

	Third quarter ended June 30.2015	Third quarter ended June 30.2014
NET SALES	32,652	30,188
COST OF SALES	23,254	21,509
Gross profit	9,397	8,679
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES	5,799	5,806
Operating income	3,597	2,872
OTHER INCOME (ΔEXPENSES)		
Interest income	61	35
Interest expenses	Δ 25	Δ 25
Gain on consumption tax filing	176	—
Provision for allowance for doubtful accounts	Δ 151	—
Foreign exchange gain or loss (Δloss)	Δ 72	Δ 0
Gain or loss of equity in associated companies (Δ loss)	Δ 91	Δ 9
Gain on bargain purchase	17	—
Impairment loss on investment securities	Δ 11	Δ 26
Impairment loss	Δ 294	—
Others- net	213	122
Other income (Δexpenses)-net	Δ 179	96
Income before income taxes and minority interests	3,418	2,968
INCOME TAXES		
Current	1,653	1,239
Deferred	250	334
Total	1,904	1,574
Income before minority interests	1,513	1,394
MINORITY INTERESTS	Δ 61	218
NET INCOME	1,574	1,176
Income before minority interests	1,513	1,394
OTHER COMPREHENSIVE INCOME		
Unrealized gain (or Δloss) on available-for-sale securities	Δ 39	Δ 163
Foreign currency translation adjustments	748	213
Remeasurements of defined benefit plans	12	—
Share of other comprehensive income of associates in equity method	95	Δ 30
Total	816	19
COMPREHENSIVE INCOME	2,330	1,413
Comprehensive income attributable to :		
Parent shareholders	2,365	1,181
Minority interests	Δ 35	232

STATEMENT OF ORDER ENTRY AND SALES BY ITEMS
For the Third quarter ended June 30 2015

(UNAUDITED)

(1) RESULT OF ORDER ENTRY

DIVISION	2015.06 <2014.10.1-2015.6.30>			
	AMOUNT OF ORDER ENTRY (IN MILLIONS, JPY)	year-to-year comparison (%)	ORDER BACKLOG (IN MILLIONS, JPY)	year-to-year comparison (%)
Domestic CRO				
Monitoring	11,021	97.6%	19,015	101.3%
Data Management	7,476	119.9%	15,751	116.2%
CRO others	1,707	77.8%	1,852	68.9%
TOTAL OF CRO	20,206	102.5%	36,618	104.6%
Domestic SMO	5,477	123.6%	8,750	117.9%
Domestic CSO	5,959	132.5%	5,685	131.8%
Global Research Business	3,276	257.9%	5,527	184.9%
China Business	2,951	112.2%	74	27.5%
Others	706	69.7%	122	81.1%
TOTAL	38,577	114.9%	56,778	113.2%

* These figures are expressed by sales price.

* These above figures do not include the consumption tax.

(2) RESULT OF SALES

DIVISION	2015.06 <2014.10.1-2015.6.30>	
	AMOUNT OF SALES (IN MILLIONS, JPY)	year-to-year comparison (%)
Domestic CRO		
Monitoring	9,842	99.5%
Data Management	5,994	109.6%
CRO others	1,685	104.2%
TOTAL OF CRO	17,523	103.2%
Domestic SMO	4,768	112.7%
Domestic CSO	5,038	117.5%
Global Research Business	1,676	131.1%
China Business	2,928	121.0%
Others	718	72.7%
TOTAL	32,652	108.2%

* These above figures do not include the consumption tax.

INDUSTRY SEGMENT INFORMATION
For the Third quarter ended June 30 2015 and 2014

(UNAUDITED)

FY 2015 (2014.10.1-2015.6.30)

(IN MILLIONS, JPY)

	Domestic CRO	Domestic SMO	Domestic CSO	Global Research Business	China Business	Others	Total	Eliminations/ Corporate	Consolidation
SALES									
Sales to customers	17,523	4,768	5,038	1,676	2,928	718	32,652	—	32,652
Intersegment sales	634	17	27	40	16	896	1,633	(1,633)	—
Total	18,157	4,786	5,065	1,716	2,944	1,614	34,285	(1,633)	32,652
Operating income	4,118	478	294	(201)	(163)	(149)	4,376	(779)	3,597

* As we have become Holding Company as from 1 Jan, 2015, non-attributable corporate expenses related to the company are not distributed to each segment.

In this regard, operating income of Δ779 million yen under "Eliminations/ Corporate" consists of elimination of inter-segment and above non-attributable expenses.

* These above figures under "Others" consist of the figures of "BPO" and "Other business".

FY 2014 (2013.10.1-2014.6.30)

(IN MILLIONS, JPY)

	Domestic CRO	Domestic SMO	Domestic CSO	Global Research Business	China Business	Others	Total	Eliminations/ Corporate	Consolidation
SALES									
Sales to customers	16,983	4,231	4,286	1,278	2,420	988	30,188	—	30,188
Intersegment sales	628	572	64	185	46	596	2,093	(2,093)	—
Total	17,611	4,803	4,350	1,463	2,467	1,584	32,282	(2,093)	30,188
Operating income	2,513	740	168	(291)	(188)	(89)	2,853	18	2,872

* Operating income of 18 million yen under "Eliminations/ Corporate" consists of elimination of inter-segment and other transactions.

* These above figures under "Others" consist of the figures of "BPO" and "Other business".