
Consolidated Financial Summary
For Fiscal 2015, the Fiscal Year Ended March 31, 2015

Prepared in Conformity with Accounting Principles Generally Accepted in Japan (Japanese GAAP)
English Translation of the Original Japanese-Language Report

Corporate Name:	UNITED ARROWS LTD.
Securities Traded:	Tokyo Stock Exchange, First Section
Code Number:	7606
URL:	http://www.united-arrows.co.jp
Representative:	Mitsuhiro Takeda, Representative Director, President and Executive Officer
Contact:	Takeo Nakazawa, Department Manager, Finance and Accounting Department
Telephone:	+81-3-5785-6325
Scheduled date of Shareholders' Meeting:	June 23, 2015
Scheduled Date of Dividend Payment:	June 24, 2015
Scheduled Reporting Date:	June 24, 2015

1. Consolidated Business Results for the Fiscal Year Ended March 31, 2015 (From April 1, 2014 to March 31, 2015)

(1) Consolidated Business Performance

(% indicates increase / decrease YoY)

	Total Sales		Operating Profit		Ordinary Profit		Net Income	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Fiscal 2015	131,029	2.0	11,351	-16.8	11,542	-16.0	6,332	-20.1
Fiscal 2014	128,489	11.7	13,649	8.7	13,739	9.2	7,920	8.3

Note: Comprehensive income Fiscal 2015: ¥6,402 million (-19.1%) Fiscal 2014: ¥7,910 million (8.3%)

	Net Income per Share	Net Income per Share after Adjusting for Dilutive Effects
	yen	yen
Fiscal 2015	199.53	—
Fiscal 2014	248.80	—

Note: There are no dilutive shares for Fiscal 2014 and 2015.

	Net Income / Net Worth	Ordinary Profit / Total Assets	Operating Profit / Total Sales
	%	%	%
Fiscal 2015	20.2	19.0	8.7
Fiscal 2014	27.8	24.2	10.6

(2) Consolidated Financial Conditions

	Total Assets	Net Assets	Equity Ratio	Per-share net worth
	¥ million	¥ million	%	¥
March 31, 2015	62,020	31,186	50.3	1,019.68
March 31, 2014	59,296	31,532	53.2	990.22

Reference: Net worth March 31, 2015: ¥31,186 million March 31, 2014: ¥31,532 million

(3) Consolidated Cash Flows

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at the End of Period
	¥ million	¥ million	¥ million	¥ million
Fiscal 2015	4,730	(3,249)	(1,328)	5,585
Fiscal 2014	6,828	(3,072)	(4,472)	5,429

2. Conditions of Dividend Payment

	Dividend per Share					Dividend Payment (Annual)	Dividend Payout Ratio (Consolidated)	Dividend to Net Assets (Consolidated)
	1Q End	2Q End	3Q End	Fiscal Year End	Annual			
	yen	yen	yen	yen	yen	¥ million	%	%
Fiscal 2014	-	20.00	-	47.00	67.00	2,133	26.9	6.8
Fiscal 2015	-	20.00	-	58.00	78.00	2,410	39.1	7.7
Fiscal 2016 (Forecast)	-	20.00	-	58.00	78.00		33.2	

3. Projected Consolidated Performance of the Fiscal Year Ending March 2016 (From April 1, 2015 to March 31, 2016)

(% indicates increase / decrease YoY)

	Total Sales		Operating Profit		Ordinary Profit		Net Income		Net Income per Share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	yen
Interim Period	63,024	6.9	2,996	-14.2	2,967	-16.5	1,701	-13.1	56.29
Full Fiscal Year	141,401	7.9	11,686	3.0	11,669	1.1	7,103	12.2	235.05

(Note)

(1) Changes in Significant Subsidiaries during the Fiscal Year: None

(Changes in special subsidiaries that caused a change in scope of consolidation)

(2) Changes in Accounting Principles, Procedures, Methods of Presentation and Other Items

- Changes due to revision of accounting standards: None
- Changes other than 1: None
- Changes in accounting estimates: None
- Restatement of prior period financial statements after error corrections: None

(3) Number of Stocks Issued (Common Stocks)

- Number of stocks issued at term end (including treasury stock)

Fiscal 2015	37,800,000 stocks	Fiscal 2014	37,800,000 stocks
-------------	-------------------	-------------	-------------------

- Number of treasury stock

Fiscal 2015	7,215,124 stocks	Fiscal 2014	5,956,024 stocks
-------------	------------------	-------------	------------------

- Average number of stocks issued and outstanding for the period

Fiscal 2015	31,736,481 stocks	Fiscal 2014	31,833,954 stocks
-------------	-------------------	-------------	-------------------

(For reference) Overview of Non-consolidated Business Results
Non-consolidated Business Results for the Fiscal Year Ended March 2015
(From April 1, 2014 to March 31, 2015)

(1) Non-consolidated Business Performance

(% indicates increase / decrease YoY)

	Total Sales		Operating Profit		Ordinary Profit	
	¥ million	%	¥ million	%	¥ million	%
Fiscal 2015	118,657	0.4	10,792	-17.1	11,015	-16.2
Fiscal 2014	118,212	10.9	13,020	12.8	13,145	13.5

	Net Income		Net Income per Share	Net Income per Share after Adjusting for Dilutive Effects
	¥ million	%	yen	yen
Fiscal 2015	6,285	-18.2	198.06	—
Fiscal 2014	7,679	18.0	241.25	—

Note: There are no dilutive shares for Fiscal 2014 and 2015.

(2) Non-consolidated Financial Situation

	Total Assets	Net Assets	Equity Ratio	Net Asset per Share
	¥ million	¥ million	%	yen
Fiscal 2015	57,414	30,363	52.9	992.76
Fiscal 2014	55,299	30,754	55.6	965.79

Reference: Net worth Fiscal 2015: ¥30,363 million Fiscal 2014: ¥30,754 million

***Note on the status of audit procedure implementation**

This Financial Results Report is not subject to the audit procedures prescribed under the Financial Instruments and Exchange Act of Japan. As of the date this Financial Results Report was disclosed, however, audit procedures applicable to financial statements prescribed under the aforementioned Financial Instruments and Exchange Act were in the process of being carried out.

***Explanation regarding appropriate use of projected business performance**

The above projection was made based on information available at present. Please note in advance that potential risks and uncertainties are included. The actual figures might differ from the figures stated above due to any possible factor. Please refer to the attached documents starting from the next page for the preconditions and further information for the projected figures.

Consolidated Financial Results
(1) Consolidated Balance Sheet

(millions of yen)

	Fiscal 2014 (as of March 31, 2014)	Fiscal 2015 (as of March 31, 2015)
Assets		
Current assets		
Cash and deposits	5,633	5,801
Notes and accounts receivable-trade	245	209
Merchandise	20,026	22,984
Supplies	345	490
Accounts receivable-other	9,904	9,725
Deferred tax asset	1,816	1,359
Other	823	871
Allowance for doubtful accounts	(3)	(2)
Total current assets	38,791	41,438
Noncurrent assets		
Tangible noncurrent assets		
Buildings and structures	16,802	17,638
Accumulated depreciation and accumulated impairment loss	(9,182)	(10,390)
Buildings and structures (net)	7,620	7,247
Land	569	569
Construction in progress	106	108
Other	4,208	4,537
Accumulated depreciation and accumulated impairment loss	(3,110)	(3,405)
Other (net)	1,097	1,131
Total tangible noncurrent assets	9,394	9,057
Intangible noncurrent assets		
Other	1,746	1,685
Total intangible noncurrent assets	1,746	1,685
Investments and other assets		
Investment securities	213	226
Guarantee deposits	7,422	7,807
Deferred tax assets	625	643
Other	1,128	1,184
Allowance for doubtful accounts	(26)	(21)
Total investments and other assets	9,363	9,839
Total noncurrent assets	20,504	20,582
Total assets	59,296	62,020

	Fiscal 2014 (as of March 31, 2014)	Fiscal 2015 (as of March 31, 2015)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	9,155	7,896
Short-term loans payable	4,400	4,500
Current portion of long-term loans payable	681	2,004
Accounts payable-other	4,307	4,034
Income taxes payable	3,421	1,263
Provision for bonuses	1,970	1,548
Provision for directors' bonuses	103	11
Provision for directors' retirement benefits	309	-
Asset retirement obligations	38	131
Other	732	2,711
Total current liabilities	25,120	24,101
Noncurrent liabilities		
Long-term loans payable	-	3,996
Asset retirement obligations	2,631	2,723
Other	11	12
Total noncurrent liabilities	2,642	6,731
Total liabilities	27,763	30,833
Net assets		
Shareholders' equity		
Capital stock	3,030	3,030
Capital surplus	4,095	4,095
Retained earnings	30,517	34,716
Treasury stock	(6,119)	(10,734)
Total shareholders' equity	31,523	31,107
Accumulated other comprehensive income		
Other valuation adjustments on securities	7	31
Deferred gains or losses on hedges	(1)	41
Forex adjustment account	3	6
Total accumulated other comprehensive income	9	79
Total net assets	31,532	31,186
Total liabilities and net assets	59,296	62,020

(2) Statements of Consolidated Income and Comprehensive Income
Statements of Consolidated Income

(millions of yen)

	Fiscal 2014 (from April 1, 2013 to March 31, 2014)	Fiscal 2015 (from April 1, 2014 to March 31, 2015)
Net sales	128,489	131,029
Cost of sales	59,997	62,982
Gross profit	68,492	68,046
Selling, general and administrative expenses	54,842	56,695
Operating income	13,649	11,351
Non-operating income		
Interest income	1	1
Dividend income	0	8
Insurance dividend	32	-
Foreign exchange gains	-	41
Rent income	36	39
Purchase discounts	49	43
Fee and commission received	35	27
Other	91	165
Total non-operating income	246	326
Non-operating expenses		
Interest expenses	54	38
Foreign exchange loss	33	-
Rent expenses	23	34
Commission fees	0	8
Other	45	53
Total non-operating expenses	157	135
Ordinary income	13,739	11,542
Extraordinary profit		
Gain on sales of noncurrent assets	1	19
Compensation for relocation	39	-
Total extraordinary profit	40	19
Extraordinary loss		
Impairment loss	438	931
Loss on valuation of investment securities	-	22
Other	66	112
Total extraordinary loss	505	1,066
Income before income taxes	13,274	10,495
Income taxes-current	5,491	3,756
Income taxes-deferred	(137)	406
Total income taxes	5,354	4,163
Income before minority interests	7,920	6,332
Net income	7,920	6,332

Statements of Consolidated Comprehensive Income

(millions of yen)

	Fiscal 2014 (from April 1, 2013 to March 31, 2014)	Fiscal 2015 (from April 1, 2014 to March 31, 2015)
Income before minority interests	7,920	6,332
Other comprehensive income		
Other valuation adjustments on securities	20	23
Deferred gains or losses on hedges	(33)	42
Forex adjustment account	3	2
Total other comprehensive income	(9)	69
Comprehensive income	7,910	6,402
(Breakdown)		
Comprehensive income attributable to owners of the parent	7,910	6,402
Comprehensive income attributable to minority interests	-	-

(3) Consolidated Cash Flows

(millions of yen)

	Fiscal 2014 (from April 1, 2013 to March 31, 2014)	Fiscal 2015 (from April 1, 2014 to March 31, 2015)
Cash flows from operating activities		
Income before income taxes	13,274	10,495
Depreciation	1,711	1,801
Depreciation of intangible assets	188	168
Amortization of long-term prepaid expenses	128	134
Impairment loss	438	931
Increase (decrease) in provision for bonuses	(99)	(422)
Increase (decrease) in provision for directors' bonuses	(10)	(91)
Increase (decrease) in provision for directors' retirement benefits	(4)	-
Increase (decrease) in allowance for doubtful accounts	1	(6)
Interest and dividends income	(2)	(9)
Loss (gain) on valuation of investment securities	-	22
Interest expenses	54	38
Loss (gain) on sales of property, plant and equipment	(1)	(19)
Increase in notes receivable	(949)	177
Increase in inventories	(2,851)	(3,102)
Increase in other current assets	(507)	43
Increase in purchase liabilities	658	113
Increase (decrease) in other current liabilities	(663)	668
Increase (decrease) in other noncurrent liabilities	(5)	0
Other	38	(4)
Subtotal	11,398	10,939
Interest and dividends income received	2	9
Interest expenses paid	(54)	(37)
Income taxes paid	(4,517)	(5,871)
Directors' retirement benefits paid	-	(309)
Net cash provided by operating activities	6,828	4,730

(millions of yen)

	Fiscal 2014 (from April 1, 2013 to March 31, 2014)	Fiscal 2015 (from April 1, 2014 to March 31, 2015)
Cash flows from investment activities		
Payments into time deposits	(12)	(12)
Purchases of investment securities	(39)	-
Payments for investments in capital of subsidiaries	-	(66)
Purchase of property, plant and equipment	(2,067)	(2,299)
Payments for asset retirement obligations	(22)	(43)
Proceeds from sales of property, plant and equipment	2	22
Purchase of intangible assets	(307)	(138)
Purchase of long-term prepaid expenses	(137)	(327)
Payment for guarantee deposits	(652)	(549)
Proceeds from collection of guarantee deposits	231	164
Other	(66)	0
Net cash provided by investment activities	(3,072)	(3,249)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	400	100
Proceeds from long-term payable	-	6,000
Repayment of long-term loans payable	(3,091)	(681)
Purchase of treasury stock	(0)	(4,614)
Proceeds from disposal of treasury stock	62	-
Cash dividends paid	(1,843)	(2,132)
Net cash provided by financing activities	(4,472)	(1,328)
Effect of exchange rate change on cash and cash equivalents	3	2
Increase (decrease) in cash and cash equivalents	(712)	155
Cash and cash equivalents at beginning of term	6,142	5,429
Cash and cash equivalents at end of term	5,429	5,585