

Business Summary for November of the Fiscal Year Ending February 28, 2017

1. Progress of Results

Operating revenue in Japan during November (November 1 - 30, 2016) was JPY 3,875 million, or 95.6% year on year.

* Monthly figures are management accounting figures (unaudited) because monthly settlements have not been made in accordance with the standards for the preparation of financial statements.

2. Growth Rate of Monthly Sales Compared with Same Period of the Previous Fiscal Year (Domestic Operations)

(Unit: %)

	November		Cumulative total (from March to November)	
	All outlets	Existing outlets	All outlets	Existing outlets
Amusement machine sales	95.2	96.9	114.8	107.7
Product sales	96.8	97.3	100.0	93.6
Total amusement facility sales	95.6	97.0	111.9	104.7
Total sales	95.6	98.0	111.5	104.5

* The year-on-year growth rate of existing outlets is down by 6.2% due to one less Thursday and Friday each, as well as two additional Tuesdays compared to the previous period; therefore, the year-on-year growth rate for November is 104.2% upon working day adjustment. Former outlets of Fun Field are not reflected in the comparison to the previous period of existing outlets.

For Reference: Sales Growth Rate for Existing Outlets of Overseas Subsidiaries

(Unit: %)

	March	April	May	June	July	August	First half total
China	97.4	109.4	94.9	108.9	114.3	103.6	104.8
Malaysia	101.0	112.5	102.9	106.5	116.3	104.6	107.6
Thailand	80.0	92.3	84.6	91.9	89.1	82.3	85.7
Philippines	85.4	109.7	93.8	88.2	102.8	69.1	88.2
Overseas total	96.6	108.3	95.6	106.6	112.4	101.3	103.5
	September	October	November	December	January	February	Total
China	99.6	102.7	81.0	—	—	—	101.2
Malaysia	107.6	124.7	103.7	—	—	—	109.0
Thailand	91.0	100.3	103.3	—	—	—	89.2
Philippines	83.0	102.2	72.4	—	—	—	86.9
Overseas total	100.6	107.5	88.1	—	—	—	101.6

Year-on-Year Sales Growth for Existing Chinese Outlets (Excluding Effect of Value-added Tax)

	March	April	May	June	July	August	First half total
China	97.4	109.4	99.3	114.0	121.2	110.2	108.8
Overseas total	96.6	108.3	98.6	110.4	117.5	106.3	106.4
	September	October	November	December	January	February	Total
China	105.8	109.1	85.8	—	—	—	105.8
Overseas total	104.6	111.6	90.9	—	—	—	104.8

Note 1: Breakage income from expired one-year prepaid cards has been recognized for China and Malaysia since November 2015 and January 2016, respectively. In China, moreover, taxation in the service industry was changed from sales tax to value-added tax in May 2016. As a result, sales have decreased by approximately 6%, but this has been offset by sales tax (booked as expenses) decreasing in an amount exceeding the decrease in sales, so that the effect on profits is positive.

Note 2: The November 2015 sales of China are irregular as the process of recognizing breakage income started in November 2015 (year-on-year sales for November 2015 is 165.2% for existing stores). Year-on-year sales for November 2016 excluding the effect of breakage income, value-added tax and the working day factor, is 102.8% for existing stores.

For reference: Existing Outlet Year-on-Year Sales Trends (Domestic Operations)

March-November 2016

(Unit: %)

	March	April	May	June	July	August	First half total
Prior to working day adjustment	100.6	101.4	98.7	104.9	114.1	102.8	103.6
After working day adjustment	101.4	102.9	102.2	105.6	105.7	107.9	104.5
Working day factor	△0.8	△1.5	△3.5	△0.7	+8.4	△5.1	△0.9
	September	October	November	December	January	February	Total
Prior to working day adjustment	107.5	114.7	98.0	—	—	—	104.5
After working day adjustment	112.8	108.6	104.2	—	—	—	105.7
Working day factor	△5.3	+6.1	△6.2	—	—	—	△1.2

March 2015 to February 2016

	March	April	May	June	July	August	First half total
Prior to working day adjustment	87.0	97.4	104.7	87.7	98.2	94.9	94.7
After working day adjustment	94.0	99.5	95.6	94.2	98.0	94.5	95.8
Working day factor	△7.0	△2.1	+9.1	△6.5	+0.2	+0.4	△1.1
	September	October	November	December	January	February	Total
Prior to working day adjustment	106.3	104.1	96.9	102.8	105.8	100.4	98.5
After working day adjustment	101.4	99.8	100.3	103.7	104.9	98.5	98.3
Working day factor	+4.9	+4.3	△3.4	△0.9	+0.9	+1.9	+0.2

(Information on the Company's operations, including IR information, will be posted as necessary on the website <http://www.fantasy.co.jp>)