

(This is a translation in English from the original in Japanese. In case of any discrepancy between the translation and the Japanese original, the latter shall prevail.)

October 28, 2016

To whom it may concern:

Company name: UKC Holdings Corporation
 (Security Code: 3156 Tokyo Stock Exchange 1st Section)
 Representative: Yukio Fukuju, President
 Contact: Tsuyoshi Osawa, Group Executive Officer,
 Senior General Manager, Group Business Planning Division
 (TEL: 03-3491-6575)

Announcement of Revision of the Consolidated Financial Forecast

UKC Holdings Corporation ("the Company") has revised its forecast of financial results disclosed on May 9, 2016 as follows.

Revision of the consolidated financial forecast for the six months ended September 30, 2016 (April 1, 2016 to September 30, 2016)

| | Net Sales | Operating Income | Ordinary Income | Net Income Attributable to Owners of Parent | Net Income per Share |
|--|--------------------------|------------------------|------------------------|---|----------------------|
| Forecast previously disclosed (A) on May 10,2016 | (Million Yen) 144,000 | (Million Yen) 3,000 | (Million Yen) 2,900 | (Million Yen) 2,000 | (Yen) 127.41 |
| Revised forecast (B) | 137,950 | 1,853 | 1,275 | 1,014 | 64.60 |
| Amount Change (B-A) | △6,050 | △1,147 | △1,625 | △986 | — |
| Percent Change (%) | △4.2 | △38.2 | △56.0 | △49.3 | — |
| (Ref.) Results for the six months ended September 30, 2015 | 142,949 | 3,357 | 3,176 | 2,297 | 146.39 |

Revision of the consolidated financial forecast for the fiscal year ending March 31, 2017 (April 1, 2016 to March 31, 2017)

| | Net Sales | Operating Income | Ordinary Income | Net Income Attributable to Owners of Parent | Net Income per Share |
|---|--------------------------|------------------------|------------------------|---|----------------------|
| Forecast previously disclosed (A) on May 10,2016 | (Million Yen) 300,000 | (Million Yen) 7,000 | (Million Yen) 6,800 | (Million Yen) 4,500 | (Yen) 286.68 |
| Revised forecast (B) | 282,000 | 5,000 | 4,300 | 3,000 | 191.12 |
| Amount Change (B-A) | △18,000 | △2,000 | △2,500 | △1,500 | — |
| Percent Change (%) | △6.0 | △28.6 | △36.8 | △33.3 | — |
| (Ref.) Results for the fiscal year ended March 31, 2016 | 288,684 | 6,487 | 5,448 | 3,200 | 203.88 |

[Reasons for the revision]

(1) Consolidated financial forecast for the six months ended September 30, 2016

The Company forecasts a drop of the net sales compared to the previous forecast due to a sales opportunity loss caused by the Kumamoto Earthquake in addition to a negative impact of the strong yen.

As for incomes, the Company forecasts steep drops compared to the previous forecasts due to a rise in the sales cost ratio caused by a timing difference of foreign exchange rate between purchases and sales for dollar-based transactions and a fierce market competition.

(2) Consolidated financial forecast for the fiscal year ending March 31, 2017

The Company foresees an improvement of profitability in the second half since the yen is still strong but a yen-dollar exchange rate is likely to stabilize compared to the first half, and current customers' demand is solid.

The Company, however, forecasts drops of net sales and incomes compared to the previous forecasts since it revised its assumption of a yen-dollar exchange rate in the second half from 115 yen (the previous forecast) to 105 yen.

As for the dividend forecast, the Company has no plan to revise at this time.

(Note) Forecasts above are based on judgments made in accordance with information available at the time of this announcement. Actual results may differ significantly from the forecasts for a number of factors.