Translation

Representative:

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2015 (Based on Japanese GAAP)

November 6, 2015

Company name: GOLDWIN INC.

Stock exchange listing: Tokyo

Stock code: 8111 URL http://www.goldwin.co.jp

President and Representative Director Akio Nishida

Director, Senior Managing Officer, Executive

Inquiries: General Manager, General Administration Kiyoto Futatsukawa TEL 03-3481-7203

Headquarters

Scheduled date to file Quarterly Securities Report: November 13, 2015

Scheduled date to commence dividend payments:

Preparation of supplementary material on quarterly financial results:

No
Holding of quarterly financial results meeting:

No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended September 30, 2015 (from April 1, 2015 to September 30, 2015)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2015	26,039	4.8	429	37.7	764	4.6	290	(45.7)
Six months ended September 30, 2014	24,853	1.6	311	(40.8)	730	(16.4)	535	(24.4)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Six months ended September 30, 2015	25.30	_
Six months ended September 30, 2014	45.47	_

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2015	61,041	29,036	47.5
As of March 31, 2015	53,289	29,105	54.5

2. Cash dividends

		Annual dividends per share							
	1st quarter-end	1st quarter-end 2nd quarter-end 3rd quarter-end Fiscal year-end Total							
	Yen	Yen	Yen	Yen	Yen				
Year ended March 31, 2015	_	0.00	_	10.00	10.00				
Year ending March 31, 2016	_	0.00							
Year ending March 31, 2016 (Forecast)			-	50.00	50.00				

3. Forecast of consolidated financial results for the year ending March 31, 2016 (from April 1, 2015 to March 31, 2016)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	58,000	1.0	2,500	3.6	4,150	1.5	3,560	2.6	305.41

4. Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2015 (changes in specified subsidiaries resulting in the change in scope of consolidation):

No

(2) Application of special accounting methods for preparing quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: Yes Changes in accounting policies due to other reasons: No Changes in accounting estimates: No Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

Total number of issued shares at the end of the period (including treasury shares)							
As of September 30, 2015	11,912,043 shares	As of March 31, 2015	11,912,043 shares				
Number of treasury shares at the end of the	e period						
As of September 30, 2015	429,210 shares	As of March 31, 2015	433,995 shares				
Average number of shares during the period (cumulative from the beginning of the fiscal year)							
Six months ended September 30, 2015	11,479,568 shares	Six months ended September 30, 2014	11,771,016 shares				

Quarterly consolidated financial statements Consolidated balance sheets

Total assets

		(Millions of yen)
	As of March 31, 2015	As of September 30, 2015
Assets		
Current assets		
Cash and deposits	5,683	6,511
Notes and accounts receivable - trade	11,503	11,602
Merchandise and finished goods	9,135	11,565
Work in process	103	79
Raw materials and supplies	685	648
Other	1,858	2,216
Allowance for doubtful accounts	(3)	(5)
Total current assets	28,966	32,619
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,421	1,594
Land	671	671
Other, net	1,327	1,570
Total property, plant and equipment	3,420	3,836
Intangible assets		
Trademark right	11	7
Other	598	660
Total intangible assets	609	668
Investments and other assets		
Investment securities	15,545	18,897
Guarantee deposits	2,568	2,535
Other	2,488	2,796
Allowance for doubtful accounts	(310)	(310)
Total investments and other assets	20,292	23,917
Total non-current assets	24,323	28,421

53,289

61,041

		(Millions of yen)
	As of March 31, 2015	As of September 30, 2015
Liabilities		
Current liabilities		
Notes and accounts payable - trade	12,400	11,596
Electronically recorded obligations - operating	_	2,280
Short-term loans payable	743	4,793
Current portion of long-term loans payable	1,121	1,514
Income taxes payable	270	263
Provision for bonuses	786	797
Provision for sales returns	634	430
Other	3,479	3,050
Total current liabilities	19,436	24,726
Non-current liabilities		
Bonds payable	300	300
Long-term loans payable	1,864	3,996
Net defined benefit liability	301	295
Other	2,282	2,686
Total non-current liabilities	4,748	7,277
Total liabilities	24,184	32,004
Net assets		
Shareholders' equity		
Capital stock	7,079	7,079
Capital surplus	3,996	4,006
Retained earnings	17,937	17,633
Treasury shares	(1,352)	(1,342)
Total shareholders' equity	27,661	27,378
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	724	764
Deferred gains or losses on hedges	(3)	(6)
Foreign currency translation adjustment	2,098	2,088
Remeasurements of defined benefit plans	(1,455)	(1,260)
Total accumulated other comprehensive income	1,363	1,586
Non-controlling interests	80	72
Total net assets	29,105	29,036
Total liabilities and net assets	53,289	61,041
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Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

Cost of sales 14,178 14,4 Gross profit 10,674 11, Reversal of provision for sales returns 64 Gross profit - net 10,338 11, Selling, general and administrative expenses 10,427 11, Operating income 311 Interest income 6 Interest income 6 Interest income 6 Share of profit of entities accounted for using equity method Other 33 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 0 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Tota			(Millions of yen)
Net sales 24,853 26,0 Cost of sales 14,178 14,0 Gross profit 10,674 11,0 Reversal of provision for sales returns 64 2 Gross profit - net 10,738 11,3 Selling, general and administrative expenses 10,427 11,0 Operating income 311 1 Non-operating income 6 6 Interest income 6 6 Dividend income 33 5 Share of profit of entities accounted for using equity method 448 1 Other 54 1 Total non-operating income 544 2 Non-operating expenses 66 6 Condolence money 30 0 Other 28 1 Total non-operating expenses 124 1 Ordinary income 730 2 Extraordinary income 0 0 Gain on sales of investment securities 0 0 Other 0		Six months ended	Six months ended
Cost of sales 14,178 14,4 Gross profit 10,674 11, Reversal of provision for sales returns 64 Gross profit - net 10,338 11, Selling, general and administrative expenses 10,427 11, Operating income 311 Non-operating income 6 Interest income 6 Share of profit of entities accounted for using equity method Other 448 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 <t< th=""><th></th><th>September 30, 2014</th><th>September 30, 2015</th></t<>		September 30, 2014	September 30, 2015
Gross profit 10,674 11, Reversal of provision for sales returns 64 Gross profit - net 10,738 11, Selling, general and administrative expenses 10,427 11, Operating income Interest income 6 Dividend income 33 Share of profit of entities accounted for using equity method Other 54 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Other 28 Total non-operating expenses 124 Other 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extra	Net sales	24,853	26,039
Reversal of provision for sales returns 64 Gross profit - net 10,738 11, Selling, general and administrative expenses 10,427 11, Operating income 311 - Non-operating income 6 - Interest income 6 - Dividend income 33 - Share of profit of entities accounted for using equity method Other 448 - Total non-operating income 54 - Non-operating expenses 66 - Interest expenses 66 - Condolence money 30 - Other 28 - Total non-operating expenses 124 - Ordinary income 30 - Extraordinary income 0 - Gain on sales of investment securities 0 - Other 0 - - Total extraordinary income 1 - - Extraordinary losses 1 - - - <td>Cost of sales</td> <td>14,178</td> <td>14,642</td>	Cost of sales	14,178	14,642
Gross profit - net 10,738 11,1 Selling, general and administrative expenses 10,427 11, Operating income 311 - Non-operating income 6 - Interest income 6 - Dividend income 33 - Share of profit of entities accounted for using equity method Other 448 - Total non-operating income 544 - Non-operating expenses 66 - Interest expenses 66 - Condolence money 30 - Other 28 - Total non-operating expenses 124 - Ordinary income 730 - Extraordinary income 0 - Gain on sales of investment securities 0 - Other 0 - Total extraordinary income 0 - Extraordinary losses 1 - Loss on closing of stores 0 - Loss on valuation of investment sec	Gross profit	10,674	11,396
Selling, general and administrative expenses 10,427 11, Operating income 311 311 Non-operating income 6 6 Dividend income 33 3 Share of profit of entities accounted for using equity method Other 448 448 Total non-operating income 544 448 Non-operating expenses 66 6 Interest expenses 66 66 Condolence money 30 0 Other 28 6 Total non-operating expenses 124 6 Other 28 6 Total non-operating expenses 124 6 Other 28 6 Total non-operating expenses 124 6 Other 28 6 Total non-operating expenses 0 0 Extraordinary income 730 2 Extraordinary income 0 0 Extraordinary losses 1 1 Loss on disposal of non-current assets	Reversal of provision for sales returns	64	204
Operating income 311 Non-operating income 6 Interest income 6 Dividend income 33 Share of profit of entities accounted for using equity method 448 Other 54 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses - Income before income taxes and minority interests 9 Income taxes - deferred (23) Total income taxes - def	Gross profit - net	10,738	11,600
Operating income 311 Non-operating income 6 Interest income 6 Dividend income 33 Share of profit of entities accounted for using equity method 448 Other 54 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses - Income before income taxes and minority interests 9 Income taxes - deferred (23) Total income taxes - def	Selling, general and administrative expenses	10,427	11,171
Interest income	Operating income	311	429
Interest income 6 Dividend income 33 Share of profit of entities accounted for using equity method 448 Other 54 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses - Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minori	Non-operating income		
Share of profit of entities accounted for using equity method 448 Other 54 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on disposal of non-current assets 1 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188		6	8
Other 54 Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Dividend income	33	36
Total non-operating income 544 Non-operating expenses 66 Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Share of profit of entities accounted for using equity method	448	322
Non-operating expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Other	54	65
Interest expenses 66 Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Total non-operating income	544	432
Condolence money 30 Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Non-operating expenses		
Other 28 Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Interest expenses	66	56
Total non-operating expenses 124 Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 1 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Condolence money	30	_
Ordinary income 730 Extraordinary income 0 Gain on sales of investment securities 0 Other 0 Total extraordinary income 0 Extraordinary losses 0 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Other	28	40
Extraordinary income Gain on sales of investment securities Other Other Total extraordinary income Extraordinary losses Loss on disposal of non-current assets Loss on closing of stores Other Special retirement expenses Other Other Total extraordinary losses Income taxes and minority interests Total income taxes	Total non-operating expenses	124	97
Gain on sales of investment securities0Other0Total extraordinary income0Extraordinary losses0Loss on disposal of non-current assets1Loss on closing of stores0Loss on valuation of investment securities7Special retirement expenses-Other0Total extraordinary losses9Income before income taxes and minority interests721Income taxes - current212Income taxes - deferred(23)Total income taxes188	Ordinary income	730	764
Other 0 Total extraordinary income 0 Extraordinary losses 0 Loss on disposal of non-current assets 1 Loss on closing of stores 0 Loss on valuation of investment securities 7 Special retirement expenses - Other 0 Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Extraordinary income		
Total extraordinary income Extraordinary losses Loss on disposal of non-current assets Loss on closing of stores Outher Total extraordinary losses Other Total extraordinary losses Income before income taxes and minority interests Total income taxes Total income taxes Total income taxes Total extraordinary losses 188	Gain on sales of investment securities	0	0
Extraordinary losses Loss on disposal of non-current assets Loss on closing of stores Loss on valuation of investment securities Special retirement expenses Other Total extraordinary losses Income before income taxes and minority interests Total income taxes - deferred Total income taxes 1 1 1 1 1 1 1 1 1 1 1 1 1	Other	0	0
Loss on disposal of non-current assets Loss on closing of stores Loss on valuation of investment securities Special retirement expenses Other Total extraordinary losses Income before income taxes and minority interests Total income taxes - deferred Total income taxes 1 0 7 7 8 9 7 1 1 1 1 1 1 1 1 1 1 1 1	Total extraordinary income	0	1
Loss on closing of stores0Loss on valuation of investment securities7Special retirement expenses-Other0Total extraordinary losses9Income before income taxes and minority interests721Income taxes - current212Income taxes - deferred(23)Total income taxes188	Extraordinary losses		
Loss on valuation of investment securities Special retirement expenses Other Total extraordinary losses Income before income taxes and minority interests Income taxes - current Income taxes - deferred Total income taxes 188	Loss on disposal of non-current assets	1	6
Special retirement expenses Other Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Loss on closing of stores	0	37
Other0Total extraordinary losses9Income before income taxes and minority interests721Income taxes - current212Income taxes - deferred(23)Total income taxes188	Loss on valuation of investment securities	7	0
Total extraordinary losses 9 Income before income taxes and minority interests 721 Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Special retirement expenses	-	160
Income before income taxes and minority interests 721 Income taxes - current Income taxes - deferred (23) Total income taxes 188	Other	0	1
Income taxes - current 212 Income taxes - deferred (23) Total income taxes 188	Total extraordinary losses	9	205
Income taxes - deferred (23) Total income taxes 188	Income before income taxes and minority interests	721	559
Total income taxes 188 2	Income taxes - current	212	266
	Income taxes - deferred	(23)	4
Profit 532	Total income taxes	188	271
	Profit	532	287
Loss attributable to non-controlling interests (2)	Loss attributable to non-controlling interests		(3)
· · · · · · · · · · · · · · · · · · ·			290

Consolidated statements of comprehensive income (cumulative)

1	,	(Millions of yen)
	Six months ended	Six months ended
	September 30, 2014	September 30, 2015
Profit	532	287
Other comprehensive income		
Valuation difference on available-for-sale securities	132	40
Deferred gains or losses on hedges	2	(2)
Foreign currency translation adjustment	(67)	49
Remeasurements of defined benefit plans, net of tax	107	195
Share of other comprehensive income of entities accounted	(36)	(59)
for using equity method	(30)	(37)
Total other comprehensive income	138	222
Comprehensive income	671	510
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	674	513
Comprehensive income attributable to non-controlling interests	(3)	(3)

Consolidated statements of cash flows

		(Millions of yen)
	Six months ended	Six months ended
	September 30, 2014	September 30, 2015
Cash flows from operating activities		
Income before income taxes and minority interests	721	559
Depreciation	482	543
Decrease(increase)in net defined benefit asset	_	(274)
Increase (decrease) in net defined benefit liability	(590)	(6)
Amortization of goodwill	24	24
Increase (decrease) in allowance for doubtful accounts	(2)	2
Interest and dividend income	(40)	(44)
Interest expenses	66	56
Share of (profit) loss of entities accounted for using equity	(448)	(322)
method	,	
Loss (gain) on disposal of non-current assets	1	6
Decrease (increase) in notes and accounts receivable - trade	(969)	(97)
Decrease (increase) in inventories	(2,259)	(2,368)
Increase (decrease) in notes and accounts payable - trade	(275)	1,465
Increase (decrease) in accrued consumption taxes	(73)	(674)
Other, net	312	225
Subtotal	(3,052)	(905)
Interest and dividend income received	40	44
Interest expenses paid	(74)	(65)
Income taxes paid	(200)	(270)
Net cash provided by (used in) operating activities	(3,287)	(1,196)
Cash flows from investing activities		
Payments into time deposits	(207)	(291)
Proceeds from withdrawal of time deposits	130	40
Purchase of property, plant and equipment and intangible assets	(225)	(464)
Purchase of investment securities	(28)	(3,037)
Proceeds from sales of investment securities	3	2
Payments for guarantee deposits	(236)	(52)
Other, net	(83)	(6)
Net cash provided by (used in) investing activities	(647)	(3,808)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	4,090	4,050
Proceeds from long-term loans payable	1,500	3,200
Repayments of long-term loans payable	(727)	(674)
Repayments of lease obligations	(230)	(268)
Purchase of treasury shares	(527)	(7)
Cash dividends paid	(471)	(593)
Other, net	20	19
Net cash provided by (used in) financing activities	3,655	5,725
Effect of exchange rate change on cash and cash equivalents	(20)	18
Net increase (decrease) in cash and cash equivalents	(300)	738
Cash and cash equivalents at beginning of period	4,576	4,308
Increase in cash and cash equivalents from newly consolidated		4,508
subsidiary	84	-
Cash and cash equivalents at end of period	4,359	5,046
Cash and Cash equivalents at the or period	4,339	5,040