

October 28, 2016



News Release

Company name: GLORY LTD.  
 Representative: Hirokazu Onoe, President  
 Headquarters: 3-1, Shimoteno 1-chome, Himeji,  
 Hyogo, JAPAN  
 Securities Code: 6457  
 Stock Exchange: Tokyo (1st Section)  
 Accounting Term: March

**Announcement on Recording of Non-Operating Expenses (Foreign Exchange Losses)  
 and Revision to Consolidated Financial Forecast**

GLORY LTD. (“the Company”) hereby announces the potential recording of non-operating expenses (foreign exchange losses) for the six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016).

Also, the Company has revised its consolidated financial forecast for the six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016) announced on July 28, 2016, as follows:

1. Details of non-operating expenses

The Company recorded foreign exchange losses of ¥3,681 million in the three-month period ended June 30, 2016 (April 1, 2016 to June 30, 2016). Taking into account the recent fluctuations in the currency exchange rate, the Company will likely record foreign exchange losses of ¥4,623 million as a non-operating expenses in the six-month period ended September 30, 2016 (April 1, 2016 to September 30, 2016).

The amount of non-operating expenses mainly reflects the revaluation of foreign-currency denominated assets and liabilities of the Company and its consolidated subsidiaries as of September 30, 2016 and is subject to change depending on the future trends in the currency exchange rate.

2. Revision to consolidated financial forecast for the six-month period ended September 30, 2016

(April 1, 2016 to September 30, 2016)

(millions of yen)

	Net sales	Operating income	Ordinary income	Net income attributable to owners of parent	Quarterly net income per share (yen)
Original forecast (A)	100,000	6,000	2,500	5,000	7.61
Revised forecast (B)	102,000	8,000	3,500	2,000	30.54
Increase or decrease (B-A)	2,000	2,000	1,000	1,500	
Percentage of increase or decrease (%)	2.0%	33.3%	40.0%	300.0%	
(Ref.) Results for the six-month period ended September 30, 2015	104,146	6,725	6,691	3,016	45.89

### 3. Reasons for the revision

Net sales for the six-month period ended September 30, 2016 is expected to slightly exceed the original forecast because of the favorable sales in the overseas market and the financial market in Japan. Also, operating income is expected to exceed the original forecast significantly mainly due to such factors as favorable sales of main products in the financial market in Japan, improvement of product mix and cost reduction.

Meanwhile, the financial forecast for the full fiscal year ending March 31, 2017 announced on July 28, 2016 has not been revised because of the various factors such as unclear economic trend in Japan, the risk of yen appreciation exceeding our assumed exchange rate, concerns about higher interest rates in the United States and uncertain economic trends in the emerging countries.

Note: The above forecast of financial results is based on the information available at the time of announcement, and actual operating results may differ from the forecast due to various factors.

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#### About GLORY LTD.

GLORY LTD., headquartered in Himeji, Japan, is a pioneer in the development and manufacture of money handling machines and systems. GLORY provides a variety of products such as money handling machines, cash management systems, vending machines, automatic service equipment, and cash management solutions, that are built on its leading-edge recognition/identification and mechatronics technology. Committed to meet society's wide-ranging needs, GLORY serves the financial, retail, vending machine, amusement and gaming industries in over 100 countries around the world. GLORY employs approximately 9,000 people worldwide. For more information about GLORY, please visit GLORY's global website at <http://www.glory-global.com/>

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