

Listed Company Name: **Chugai Mining Co., Ltd.**  
 Stock Code Number: 1491  
 Stock Exchange: Tokyo Stock Exchange (2nd Section)  
 Website: www.chugaikogyo.co.jp  
 Representative: Katsutoshi Haga, CEO and President  
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**Differences between Business Performance Outlook and Actual Results**  
**for the Second Quarter of the Period Ending in March 2017**  
**and Revisions to Business Performance Outlook for the Period Ending in March 2017**

The actual performance numbers announced today differed from the business performance outlook for the second quarter of the period ending in March 2017 (April 1, 2016 – September 30, 2016) announced on May 13, 2016, as follows.

Also, the business performance outlook for the full fiscal year ending in March 2017 announced on May 13, 2016 has been revised as follows.

**1. Differences between Business Performance Outlook and Actual Results**

Cumulative Second Quarter of the Period Ending March 2017 (April 1, 2016 – September 30, 2016)

[unit value: million yen]

	Revenue	Operating Profit	Recurring Profit	Current Net Profit Attributable to Owners of the Parent	Current Net Profit per Share
Previously Announced Outlook (A)	15,800	170	130	0	0.00 yen
Revised Outlook (B)	23,496	349	320	105	0.36 yen
Change in Value (B–A)	7,696	179	190	105	
Rate of Change (%)	48.7	105.3	146.2	0	
Reference: Previous Year's Performance (Q2 of the Period Ending March 2016)	16,277	–148	–176	–278	–0.96 yen

**2. Revisions to Business Performance Outlook**

Revisions to the business performance outlook for the current consolidated accounting period ending March 2017 (April 1, 2016 – March 31, 2017)

[ unit value: million yen ]

	Revenue	Operating Profit	Recurring Profit	Current Net Profit Attributable to Owners of the Parent	Current Net Profit per Share
Previously Announced Outlook (A)	33,000	410	340	30	0.10 yen
Revised Outlook (B)	47,700	470	410	110	0.38 yen
Change in Value (B–A)	14,700	80	70	80	
Rate of Change (%)	44.5	14.6	20.6	266.7	
Reference: Previous Year's Performance (Fiscal year ending March 2016)	29,188	–204	–271	–483	–1.67 yen

### 3. Reason for the Differences and Revisions

As for the business performance in the cumulative second quarter of the period ending in March 2017, revenues exceeded the figures initially estimated—8,260 million yen in our core Precious Metal Business division owing to increase in the gold bullion trading volume; 210 million yen from the sale of real-estate property in Tokyo; and 120 million yen owing to posting of returns and appraisal gain in regards to gold futures at Tokyo Commodity Exchange—and thus, contributed to the increase in the amount of operating profit, recurring profit, and current net profit attributable to owners of the parent from the figures estimated in the business performance outlook.

In regards to the consolidated business performance outlook, although steady performance of gold bullion is expected for the Precious Metal Business division, due to the raising of interest rates by the U.S. government and effect of exchange rates, there are risks of fluctuations in domestic gold and platinum prices. Moreover, the Jewelry Business is still at tough situation due to the fact that inbound demand is decelerating and also because a full-scale recovery in domestic consumer spending cannot be expected. Therefore, the revisions are being made as above.

Note: The above projection was established based on information available to the Company at the time of this announcement and the actual business performance may differ from these figures in the event of unforeseen elements taking effect after this announcement.

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*This is an English translation of the financial report created in Japanese.*

*Should there be any discrepancies between the Japanese original and the English translation, the Japanese original shall prevail.*

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