



Consolidated Financial Results Summary [Japanese Accounting Standards]
for the Three Months Ended March 31, 2015(Q1 FY2015)

May 7, 2015

Company name MarkLines Co., Ltd. Listed on The Tokyo Stock Exchanges
(JASDAQ Standard)
Code Number 3901 URL <http://www.marklines.com>
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Filing date of quarterly report: May 14, 2015 Scheduled date of commencement of dividend payment: -
Supplementary documents for quarterly results : Yes (Japanese only)
Quarterly results briefing : None

(Amounts of less than one million yen are rounded down)

1. Consolidated financial results for the three months ended March 31, 2015(January 1, 2015 – March 31, 2015)

(1) Consolidated results of operation (Accumulated total)

(Percentage figures compare current results with those of the same period of the previous year)

	Net Sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
March 31, 2015	293	-	88	-	90	-	59	-
March 31, 2014	-	-	-	-	-	-	-	-

(Note) Comprehensive income: 66million yen(- %) for the three months ended March 31, 2015
- million yen(- %) for the three months ended March 31, 2014

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended		
March 31, 2015	19.04	18.80
March 31, 2014	-	-

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio
	Million yen	Million yen	%
As of March 31, 2015	1,433	950	66.3
As of December 31, 2014	1,492	971	65.1

(Reference) Shareholder's Equity: As of March31,2015 950Million yen As of December31,2014 971 Million yen

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year end	Annual
	Yen	Yen	Yen	Yen	Yen
Year ended December 31, 2014	-	0.00	-	28.00	28.00
Year ending December 31, 2015	-				
Year ending December 31, 2015 (forecast)		0.00	-	34.00	34.00

(Note) Revisions to the latest dividend forecasts :None

3. Consolidated forecasts for the fiscal year ending December 31, 2015 (January 1,2015-December 31,2015)

(Percentage figures compare current results with those of the same period of the previous year)

	Net Sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Six months ending									
June 30,2015	613	-	178	-	182	-	115	-	36.86
Year ending									
December 31,2015	1,263	19.9	410	23.0	415	20.5	270	22.7	86.13

(Note) Revisions to the latest financial forecasts :None

* Note

(1) Change of material subsidiaries during the period : None

(2) Application of accounting treatments specific to quarterly financial statements : None

(3) Changes in accounting policies, changes in accounting estimates and restatements

(a) Changes in accounting policies in accordance with changes in accounting standards, etc. : None

(b) Voluntary changes in accounting policies : None

(c) Changes in accounting estimates : None

(d) Restatement : None

(4) Number of issued shares (common stock)

(a) Number of issued shares at period-end (including treasury shares):

As of March 31,2015	3,138,800 shares	As of December 31,2014	3,136,800 shares
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(b) Number of treasury shares at Period-end:

As of March 31,2015	- shares	As of December 31,2014	- shares
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(c) Average outstanding shares (accumulated period):

Three months ended March 31,2015	3,138,044 shares	Three months ended March 31,2014	- shares
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* Implementation status of quarterly review procedure

This report is outside the scope of audit procedures based on the Financial Instruments and Exchange Act, and review procedure for quarterly consolidated financial statements has not been completed as of the date of disclosure of this report.

* Explanation regarding the appropriate use of forecasts, and other special note

The earnings forecasts are based on certain assumptions that Marklines Co., Ltd. deemed reasonable by the information currently available. Actual results may differ significantly due to a wide range of factors.

This report is an English translation of a statement written initially in Japanese for reference purpose only.

In the event of any discrepancy between English version and the Japanese original, the original shall prevail.

1 【Quarterly consolidated financial statements】

(1) 【Quarterly consolidated balance sheet】

(Unit : thousand yen)

	FY2014 As of Dec.31,2014	FY2015 As of Mar.31,2015
Assets		
Current asset		
Cash and deposits	1,250,263	1,015,123
Accounts receivable-trade	21,223	37,885
Prepaid expenses	9,492	11,331
Deferred tax assets	8,749	10,055
Other	1,890	1,305
Allowance for doubtful accounts	684	247
Total current assets	1,290,935	1,075,453
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	40,856	40,868
Accumulated depreciation	9,015	9,567
Buildings and structures, net	31,841	31,300
Land	5,634	5,634
Other	20,284	20,627
Accumulated depreciation	15,184	15,711
Other, net	5,099	4,916
Total property, plant and equipment	42,575	41,851
Intangible assets		
Software	13,148	10,929
Total intangible asset	13,148	10,929
Investments and other assets		
Investment securities	113,065	271,187
Lease deposits	32,565	33,228
Other	1,159	611
Allowance for doubtful accounts	703	247
Investments and other assets total	146,086	304,781
Total noncurrent assets	201,810	357,562
Total assets	1,492,745	1,433,016

(Unit : thousand yen)

	FY2014 As of Dec.31,2014	FY2015 As of Mar.31,2015
Liabilities		
Current liabilities		
Accounts payable-trade	-	2,706
Accounts payable-other	28,875	14,790
Accrued expenses	20,345	15,081
Income taxes payable	79,436	31,304
Accrued consumption taxes	14,129	11,479
Advances received	355,405	367,300
Deposits received	6,646	9,909
Provision for bonuses	6,108	21,069
Accounts payable-facilities	4,337	-
Total current liabilities	515,286	473,642
Noncurrent liabilities		
Deferred tax liabilities	6,240	9,274
Total noncurrent liabilities	6,240	9,274
Total liabilities	521,526	482,917
Net assets		
Shareholders' equity		
Capital stock	314,301	314,551
Capital surplus	232,108	232,358
Retained earnings	402,530	374,444
Total shareholders' equity	948,940	921,354
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,428	15,145
Foreign currency translation adjustment	13,849	13,598
Total accumulated other comprehensive income	22,278	28,744
Total net assets	971,219	950,098
Total liabilities and net assets	1,492,745	1,433,016

(2) Quarterly consolidated statement of income and consolidated statement of comprehensive income

【Quarterly consolidated statement of income】

Three months ended March 31

	(Unit : thousand yen)
	FY2015 Three months ended March 31,2015
Net sales	293,375
Cost of sales	86,562
Gross profit	206,813
Selling, general and administrative expenses	
Promotion expenses	1,845
Sales commission	4,149
Advertising expenses	2,748
Directors' compensations	9,960
Salaries and allowances	47,834
Provision for bonuses	7,334
Retirement benefit expenses	726
Legal welfare expenses	9,699
Depreciation	1,229
Rent expenses	9,615
Other	23,365
Total selling, general and administrative expenses	118,510
Operating income	88,303
Non-operating income	
Interest income	380
Dividend income	1,238
Reversal of allowance for doubtful accounts	892
Other	148
Total non-operating income	2,660
Non-operating expenses	
Foreign exchange losses	405
Total non-operating expenses	405
Ordinary income	90,558
Income before income taxes	90,558
Income taxes - current	31,657
Income taxes - deferred	843
Total income taxes	30,814
Income before minority interests	59,743
Net income	59,743

【Quarterly consolidated statement of comprehensive income】

Three months ended March 31

	(Unit : thousand yen)
	FY2015 Three months ended March 31,2015
Income before minority interests	59,743
Other comprehensive income	
Valuation difference on available-for-sale securities	6,716
Foreign currency translation adjustment	250
Total other comprehensive income	6,466
Total comprehensive income	66,209
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	66,209
Comprehensive income attributable to minority interests	-