Summary of Consolidated Financial Results for the First Six Months of the Fiscal Year Ending March 31, 2017 (Japanese Standards)

All information contained in this document has been prepared in accordance with generally accepted accounting principles in Japan.
This document has been translated from the Japanese original for reference purpose only.

October 31, 2016

Company name: Duskin Co., Ltd. Shares listed: Tokyo
Code number: 4665 (URL http://www.duskin.co.jp/corp/index.html)
Representative: Teruji Yamamura, President & CEO
Contact: Hideyuki Naito, Director & Accounting Manager Phone: (06) 6821-5071

Scheduled date of filing quarterly report: November 11, 2016
Scheduled date of dividend payment: December 5, 2016
Preparation of supplemental explanatory materials: Yes
Holding of quarterly financial results meeting: Yes (for institutional investors and analysts)

(Amounts less than one million yen are dropped.)

1. Consolidated financial results for the period from April 1, 2016 to September 30, 2016

(1) Results of operation

(Percentages indicate the change against the same period of the previous fiscal year.)

	Sales		Operating income		Ordinary income		Net income	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
6 months ended Sept. 30, 2016	81,091	-1.7	2,514	-6.2	3,406	-0.8	2,105	7.3
6 months ended Sept. 30, 2015	82,530	-1.3	2,681	44.3	3,432	21.9	1,962	33.5

(Note) Comprehensive income: Sept. 30, 2016: 928 million yen (-65.1%) Sept. 30, 2015: 2,657 million yen (-12.7%)

	Net income per share	Net income per share (fully diluted)
	yen	yen
6 months ended Sept. 30, 2016	38.06	—
6 months ended Sept. 30, 2015	33.50	—

(2) Financial position

	Total assets	Net assets	Ratio of equity to total assets
	millions of yen	millions of yen	%
As of Sept. 30, 2016	186,150	141,870	75.8
As of Mar. 31, 2016	190,322	143,648	75.0

(Reference) Shareholders' equity: Sept. 30, 2016: 141,022 million yen Mar. 31, 2016: 142,727 million yen

2. Dividends

	Dividends per share				
	End of 1st Q	End of 2nd Q	End of 3rd Q	Year-end	Total (Annual)
	yen	yen	yen	yen	yen
Year ended Mar. 31, 2016	—	20.00	—	20.00	40.00
Year ending Mar. 31, 2017	—				
Year ending Mar. 31, 2017 (Forecast)		20.00	—	20.00	40.00

(Note) Revision of forecast for dividend recently announced: None

3. Forecast of consolidated financial results for the FY2016 (April 1, 2016 - March 31, 2017)

(Percentages indicate the change against the same period of the previous fiscal year.)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Year ending Mar. 31, 2017	166,500	0.8	4,400	-18.1	5,500	-18.0	3,100	3.9	56.72

(Note) Revision of forecast for consolidated financial results recently announced: None

Duskin's Board of Directors authorized the repurchase of the company stock on July 29, 2016. The consolidated net income per share in the above forecast is adjusted for the share repurchase. Currently we are reviewing the policies/initiatives and the timing of expenses incurred during the second half of the year. If we believe the forecast for FY2016 needs to be revised, we will make an announcement as soon as the revision is made.

***Notes**

(1) Changes in significant subsidiaries during the period (Changes in specific subsidiaries resulting in an adjustment to the scope of consolidation): None

(2) Adoption of special accounting methods for preparation of quarterly consolidated financial statements: Yes
(Note) Please refer to page 5, (2. Summary information (Other information) (2) Adoption of special accounting methods for preparation of quarterly consolidated financial statements.)

(3) Changes in accounting principles and estimates, and retrospective restatements
1) Changes due to revision of accounting standards: None
2) Changes other than 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatements: None

(4) Number of shares issued (Common stock)

1)	Number of shares issued at the end of the period (including treasury stock)	6 months ended Sept. 30, 2016	57,494,823	Year ended Mar. 31, 2016	57,494,823
2)	Number of treasury stock at the end of the period	6 months ended Sept. 30, 2016	2,838,197	Year ended Mar. 31, 2016	1,948,572
3)	Average number of shares during the period (during the quarter)	6 months ended Sept. 30, 2016	55,331,121	6 months ended Sept. 30, 2015	58,573,005

* Implementation status of quarterly review
This summary of financial statements is exempt from the quarterly review procedure required by the Financial Instruments and Exchange Act. Review procedures for the quarterly financial statements based on the Financial Instruments and Exchange Act were not being performed at the time of the announcement of this summary of financial statements.

* Explanation regarding the appropriate use of business forecasts
(Note for the financial forecast)
The financial forecast contained in this report is based on information available at the time of preparation of the report and certain assumptions considered reasonable, and thus the Company makes no warranty as to the achievability of the forecast. Readers are advised that actual results may differ significantly from the forecast.

Contents of attachment:

1. Qualitative information

(1) Business results

In the first half of fiscal 2016 (April 1 - September 30, 2016), Japan's overall economy recovered. However, the recovery continued to be slow due to the earthquake in Kumamoto in April and serious typhoon damage. The economic outlook became more uncertain due to continued concerns about a slowdown of the Chinese economy and UK's exit from the EU.

In the second year of Medium-term Management Policy 2015, the first phase of the long-term plan ONE DUSKIN, Duskin continued various initiatives to achieve a sales recovery and to build a foundation for further business development. At Clean & Care Group, we continued our efforts to reinforce and diversify our customer contacts, and to review the cost structures of production & logistics, distribution and procurement as well as information systems. We started a new rental service for the robot cleaner SiRo in some areas to meet the needs of two-income households and child-rearing households for more efficient and effective cleaning. At Food Group, Mister Donut is working on medium to long-term brand rebuilding while focusing its efforts on product development to meet the needs of customers. We are also working on the development of other food businesses. We continued our efforts for expanding our overseas businesses, including the acquisition of a Malaysian donut chain.

In addition, we introduced an employment system to employ people in non-regular positions as regular employees with limited transfers/changes within certain locations. Duskin was approved as a designated business organization in Kanagawa and Osaka prefectures to participate in the Project to Accept Foreigners Conducting Housekeeping Services in National Strategic Special Zones. We undertook various initiatives to recruit diverse human resources.

While Clean & Care Group recorded slightly higher sales from one year earlier, Food Group posted lower sales. As a result, consolidated sales were 81,091 million yen, a 1,438 million yen decrease (1.7%) from the same period of the previous year. Earnings decreased due to the lower sales, increased expenses for retirement benefits (600 million yen), higher shipping expenses for raw materials at Food Group (400 million yen), and increased promotional expenses at Clean & Care Group (300 million yen). Consolidated operating income was 2,514 million yen, a 166 million yen decrease (6.2%), and consolidated ordinary income was 346 million yen, a 26 million yen decrease (0.8%) from the same period of the previous year. While losses from the Kumamoto Earthquake in April were recorded, extraordinary loss was smaller due to a decrease in loss on abandonment of noncurrent assets. As a result, profit attributable to owners of parent was 2,105 million yen, a 143 million yen increase (7.3%) from the same period of the previous year.

(millions of yen)

	6 months ended Sept. 30, 2015	6 months ended Sept. 30, 2016	Increase/decrease	
				%
Consolidated sales	82,530	81,091	-1,438	-1.7
Consolidated operating income	2,681	2,514	-166	-6.2
Consolidated ordinary income	3,432	3,406	-26	-0.8
Profit attributable to owners of parent	1,962	2,105	143	7.3

Results by business segment

1) Clean & Care Group

Sales of dust control products, the core products of this segment, were lower than one year earlier. Although the sales of the locations transferred from our franchisees in the previous year were added, sales to franchisees were lower, resulting in lower sales. Rent-All, which rents daily commodities and equipment for various events, and cosmetic-related businesses recorded higher sales than one year earlier. As a result, sales of the Clean & Care Group totaled 55,221 million yen, a 214 million yen (0.4%) increase. While expenses increased due to higher promotional expenses and increased expenses for retirement benefits, cost of sales decreased due to the lower cost for Style Cleaner, a decrease in new items for rent including mats and the lower price of heavy oil. As a result, operating income totaled 6,360 million yen, a 276 million yen increase (4.5%) from one year earlier.

(millions of yen)

	6 months ended Sept. 30, 2015	6 months ended Sept. 30, 2016	Increase/decrease	
				%
Sales	55,007	55,221	214	0.4
Operating income	6,084	6,360	276	4.5

Residential-use dust control products posted lower sales. Cleaning Basic Three with a set of cleaning items, the LaLa floor mop, the Shushu handy mop, and the Style Cleaner, performed well. However, sales of other mops were lower. As a result, the total mop sales were down from one year earlier. Sales of Kitchen Sponge were lower than in the same period of the previous year. This was due to the surge in demand at franchisees one year earlier as the Kitchen Sponge was renewed and the price was revised in July 2015. Sales of filter products and water purifiers and related products also decreased. While many products and services posted lower sales, the futon cleaning and delivery service to wash futons (Japanese mattress and duvet) with water to remove mites and other soiling recorded higher sales than in the same period of the previous year. This favorable performance was due to consumers' greater awareness of the convenience of this service with shipment/delivery by home delivery service, because of an improved website and flyers.

Sales of dust control products for commercial customers were higher than in the same period of the previous year. Office Drink/Snack Service, which was introduced as a new service to gain more access to commercial customers in the previous year, performed well. New products released during the first quarter included a water server which purifies tap water to eliminate the need for bottled water, and Fragrance Dome (fragrant urinal bowl scale preventing cleaner). These new products contributed to the sales growth. Among mat products, the main products of this segment, our original highly functional mats such as Inside custom-made indoor use mats, thin dust control and water absorption mats continued to perform well. However, other mat products posted lower sales. As a result, total sales of mat products were slightly lower than in the same period of the previous year.

In the technical services sector, equipment and chemical sales to franchisees decreased, but the air-conditioner cleaning service and housekeeping service posted an increase in customer-level sales and royalty fees due to the larger workforce to meet growing market needs. In addition, sales of the locations transferred from our franchisees in the previous year were included in the sales. As a result, technical services sales were higher than in the same period of the previous year.

In other businesses in the Clean & Care Group, Home Instead, which provides senior care services, posted lower sales. Rent-All achieved higher sales due to favorable results in rental service of event items. Uniform Service and cosmetic-related businesses recorded higher sales than one year earlier.

2) Food Group

Sales of Food Group were 20,285 million yen, a 1,833 million yen decrease (8.3%) from the same period of the previous year. While Pie Face which started operating in October 2015, and Katsu and Katsu pork cutlet restaurants contributed to sales growth, Mister Donut, the core of this segment, posted significantly lower customer-level sales, resulting in lower royalty fees and raw material sales to our franchisees. Earnings decreased due to the lower sales and higher shipping expenses for raw materials. Food Group recorded a 565 million yen operating loss, a 188 million yen increase from the same period of the previous year.

(millions of yen)

	6 months ended Sept. 30, 2015	6 months ended Sept. 30, 2016	Increase/decrease	
				%
Sales	22,118	20,285	-1,833	-8.3%
Operating loss	-377	-565	-188	—

Following the launches of Croissant Muffin, Wa Donut, Salt Donut and Cotton Snow Candy in the first quarter, Mister Donut continued to release new items for specific season and for popular events. Examples of new products include Donut Pop, a set of popular donuts in a one-bite size, which is ideal for parties and presents in July, Chestnut Donut in August, and Halloween Donuts in collaboration with the popular character Snoopy in September. We started a new initiative, Dream Donut Fair, to reflect input from customers at the MISDO Fan Meeting, which we have been holding every month since May 2014. At the Dream Donut Fair, Mister Donut offers popular donut items which are newly arranged based on the customers' ideas for a limited period. Another initiative, Donut Buffet is a special all-you-can-eat plan within a limited time frame (reservations required). While the contribution of these initiatives and new products to the sales was larger than those of the previous year, the number of shops decreased due to closures of underperforming shops. As a result, Mister Donut posted significantly lower customer-level sales.

Mister Donut is working on medium-term brand rebuilding measures. Included in these efforts are renovations to create a new concept store - V/21, development of Mister Donut to go, a takeout only store suitable for locations at commercial buildings and railway station areas, and test marketing of sale and delivery of pizza through a business alliance with Strawberry Cones, Co., Ltd. Among other food businesses, the Don and Cafe Du Monde posted lower sales due to the smaller number of restaurants/shops. Pie Face opened one new shop in April. The Chiffon & Spoon opened two shops in April and three in July. Katsu & Katsu, which increased the number of restaurants during the previous year, and Bakery Factory posted higher sales. As a result, sales of other food businesses were higher than in the same period of the previous year. Hachiya Dairy Products, an ice cream manufacturer, posted higher sales due to increased contracts and extremely hot summer.

3) Other Businesses

During the first half of the fiscal year, the yen continued to be stronger than in the same period of the previous year. At Duskin Kyoeki, a leasing and insurance company, sales were lower than one year earlier. At Duskin Hong Kong, which procures raw materials and equipment, sales decreased due to the smaller volume of paper towels. Duskin Shanghai Co., Ltd, which operates Clean & Care Businesses in Shanghai, China performed well. The purchase of additional stock of Mister Donut Shanghai Co., Ltd made this company a consolidated subsidiary in August 2015, which led to a sales increase in overseas businesses. Duskin Healthcare, which provides management services to medical facilities, recorded higher sales. As a result, Other Businesses recorded sales of 5,584 million yen, a 180 million yen (3.3%) increase from one year earlier.

Operating income was 143 million yen, a 148 million yen increase from one year earlier.

(millions of yen)

	6 months ended Sept. 30, 2015	6 months ended Sept. 30, 2016	Increase/decrease	
				%
Sales	5,404	5,584	180	3.3
Operating income/loss	-5	143	148	—

Clean & Care Businesses posted higher customer-level sales than one year earlier in Taiwan, Shanghai, China and South Korea. Sales of dust control products for the residential market in Shanghai steadily increased. Mister Donut recorded higher customer-level sales in Taiwan, Shanghai, South Korea, the Philippines and Malaysia. But customer-level sales decreased in the Thailand. Mister Donut grew steadily in Indonesia, where the first shop opened in May 2015.

Segment sales figures do not include consumption tax.

(2) Financial Position

At the end of second quarter, total assets amounted to 186,150 million yen, a 4,171 million yen decrease from the end of the previous fiscal year. This is mainly due to a 4,300 million yen decrease in marketable securities and 1,630 million yen decrease in investment securities. Total liabilities were 44,280 million yen, a 2,393 million yen decrease from the end of the previous fiscal year. This is mainly due to a 1,602 million yen decrease in accounts payable-other, and an 838 million yen decrease in notes payable and accounts payable-trade. Net assets totaled 141,870 million yen, a 1,778 million yen decrease mainly due to the purchase of 1,591 million yen of treasury stock.

(3) Forecast

No revisions have been made to the forecast for consolidated results of operations for FY2016 (April 1, 2016 - March 31, 2017) that was announced on May 13, 2016.

Currently we are reviewing the policies/initiatives and the timing of expenses incurred during the second half of the year. If we believe the forecast for FY2016 needs to be revised, we will make an announcement as soon as the revision is made.

2. Summary Information (Other information)

(1) Changes in significant subsidiaries during the period

None

2) Adoption of special accounting methods for preparation of consolidated financial statements

To determine tax expenses for consolidated subsidiaries, a reasonable estimate is made for the effective tax rate after the application of deferred tax accounting for net income before income taxes and minority interests for the fiscal year, including the second quarter. Tax expenses are then calculated by multiplying quarterly net income before income taxes and minority interests by this estimated effective tax rate.

3) Changes in accounting principles and estimates, and retrospective restatements

None

(4) Additional information

Implementation Guidance on Recoverability of Deferred Tax Assets.

Starting with the first quarter of FY2016, Duskin is using the revised Implementation Guidance on Recoverability of Deferred Tax Assets (ASBJ Guidance No. 26, issued March 28, 2016).

3. Consolidated financial statements

(1) Consolidated balance sheets

(millions of yen)

	As of March 31, 2016	As of September 30, 2016
Assets		
Current assets		
Cash and deposits	19,006	19,659
Notes and accounts receivable - trade	10,109	9,360
Lease investment assets	1,460	1,396
Securities	19,528	15,227
Merchandise and finished goods	7,590	7,723
Work in process	174	175
Raw materials and supplies	1,432	1,468
Deferred tax assets	1,473	1,413
Other	2,524	4,661
Allowance for doubtful accounts	-39	-44
Total current assets	63,260	61,041
Non-current assets		
Property, plant and equipment		
Buildings and structures	44,397	44,773
Accumulated depreciation	-25,494	-26,081
Buildings and structures, net	18,902	18,692
Machinery, equipment and vehicles	24,139	24,449
Accumulated depreciation	-17,618	-17,868
Machinery, equipment and vehicles, net	6,520	6,580
Land	23,588	23,637
Construction in progress	324	317
Other	13,100	12,026
Accumulated depreciation	-9,703	-8,738
Other, net	3,397	3,288
Total property, plant and equipment	52,733	52,516
Intangible assets		
Goodwill	305	580
Other	7,263	6,543
Total intangible assets	7,569	7,123
Investments and other assets		
Investment securities	56,608	54,978
Long-term loans receivable	8	6
Deferred tax assets	2,283	2,842
Guarantee deposits	6,408	6,323
Other	1,596	1,450
Allowance for doubtful accounts	-147	-132
Total investments and other assets	66,758	65,469
Total non-current assets	127,062	125,109
Total assets	190,322	186,150

(millions of yen)

	As of March 31, 2016	As of September 30, 2016
Liabilities		
Current liabilities		
Notes and accounts payable - trade	7,353	6,515
Short-term loans payable	—	12
Current portion of long-term loans payable	9	9
Income taxes payable	413	1,265
Provision for bonuses	2,876	2,812
Asset retirement obligations	8	7
Accounts payable - other	7,057	5,455
Guarantee deposit received for rental products-CL	9,657	9,431
Other	4,552	4,078
Total current liabilities	31,929	29,589
Non-current liabilities		
Long-term loans payable	10	5
Net defined benefit liability	13,286	13,204
Asset retirement obligations	643	665
Long-term guarantee deposited	728	740
Long-term accounts payable - other	74	74
Other	0	0
Total non-current liabilities	14,744	14,690
Total liabilities	46,673	44,280
Net assets		
Shareholders' equity		
Capital stock	11,352	11,352
Capital surplus	10,835	10,835
Retained earnings	119,910	120,905
Treasury shares	-3,843	-5,434
Total shareholders' equity	138,255	137,659
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	8,462	7,081
Deferred gains or losses on hedges	-18	-17
Foreign currency translation adjustment	-37	-300
Remeasurements of defined benefit plans	-3,934	-3,400
Total accumulated other comprehensive income	4,472	3,363
Non-controlling interests	920	848
Total net assets	143,648	141,870
Total liabilities and net assets	190,322	186,150

(2) Consolidated statements of income and statements of comprehensive income

Consolidated statements of income

(millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Net sales	82,530	81,091
Cost of sales	47,732	44,876
Gross profit	34,797	36,214
Selling, general and administrative expenses	32,116	33,699
Operating income	2,681	2,514
Non-operating income		
Interest income	317	213
Dividend income	140	158
Rent income on facilities	47	49
Commission fee	124	122
Share of profit of entities accounted for using equity method	57	100
Miscellaneous income	251	433
Total non-operating income	939	1,077
Non-operating expenses		
Interest expenses	0	0
Foreign exchange losses	19	56
Compensation expenses	23	26
Commission for purchase of treasury shares	44	1
Miscellaneous loss	100	101
Total non-operating expenses	188	186
Ordinary income	3,432	3,406
Extraordinary income		
Gain on sales of non-current assets	4	0
Gain on bargain purchase	50	—
Gain on liquidation of investment securities	—	114
Other	10	0
Total extraordinary income	64	115
Extraordinary losses		
Loss on sales of non-current assets	4	15
Loss on abandonment of non-current assets	137	49
Impairment loss	130	67
Loss on liquidation of subsidiaries and associates	115	—
Loss on disaster	—	153
Other	0	1
Total extraordinary losses	388	286
Profit before income taxes	3,108	3,234
Income taxes	1,266	1,141
Profit	1,842	2,093
Loss attributable to non-controlling interests	-119	-12
Profit attributable to owners of parent	1,962	2,105

Consolidated statements of comprehensive income

(millions of yen)

	Six months ended September 30, 2015	Six months ended September 30, 2016
Profit	1,842	2,093
Other comprehensive income		
Valuation difference on available-for-sale securities	589	-1,381
Deferred gains or losses on hedges	-0	0
Foreign currency translation adjustment	88	-171
Remeasurements of defined benefit plans, net of tax	136	530
Share of other comprehensive income of entities accounted for using equity method	0	-143
Total other comprehensive income	814	-1,165
Comprehensive income	2,657	928
Comprehensive income attributable to owners of parent	2,728	997
Comprehensive income attributable to non-controlling interests	-71	-68

(3) Notes to consolidated financial statements

(Notes relating to going concern assumption)

None

(Notes on significant changes in shareholders' equity)

None

(Segment information)

Segment information

I Six-month period (April 1, 2015- September 30, 2015)

1. Sales, profit/loss by business segment

(millions of yen)

	Clean & Care Group	Food Group	Other Businesses (Note: 1)	Total	Adjustment (Note: 2)	Consolidated total (Note: 3)
Sales						
To outside customers	55,007	22,118	5,404	82,530	－	82,530
Inter-segment sales	487	6	1,440	1,934	-1,934	－
Total	55,494	22,124	6,845	84,464	-1,934	82,530
Segment income/loss	6,084	-377	-5	5,701	-3,020	2,681

(Notes) 1. Other Businesses are comprised of the businesses, that are not categorized in reportable business segments, including hospital management services, office equipment and vehicle leasing, insurance agent services, and overseas businesses.

2. Segment loss adjustments of 3,020 million yen include a 5 million yen elimination for inter-segment sales and transfers and -3,026 million yen expenses of corporate expenses that cannot be allocated to a particular business segment.

3. Segment operating income/loss has been adjusted for consistency with operating income that is shown in the quarterly consolidated statements of income.

2. Impairment loss of noncurrent assets or goodwill by business segment

(Significant impairment loss on noncurrent assets)

None

(Significant change in the amount of goodwill)

There was no event that significantly affected the amount of goodwill during the second quarter of FY2015.

The amortization of goodwill during the second quarter of FY2015 and the balance of goodwill at the end of the second quarter are as follows:

(millions of yen)

	Clean & Care Group	Food Group	Other Businesses	Elimination or corporate	Consolidated total
Amortization - Goodwill	62	35	－	－	97
Balance (Note)	284	125	－	－	410

(Note) Balance at the end of the second quarter includes 283 million yen of goodwill resulting from the purchase by the Duskin and its subsidiaries of the business operations of several franchisees at the Clean Group and 111 million yen of goodwill of Hachiya Dairy Products at the Food Group.

（Significant gains on negative goodwill)

None

II Six-month period （April 1, 2016 - September 30, 2016)

1. Sales, profit/loss by business segment

(millions of yen)

	Clean & Care Group	Food Group	Other Businesses (Note: 1)	Total	Adjustment (Note: 2)	Consolidated total (Note: 3)
Sales						
To outside customers	55,221	20,285	5,584	81,091	—	81,091
Inter-segment sales	408	5	1,131	1,545	-1,545	—
Total	55,629	20,290	6,715	82,636	-1,545	81,091
Segment income/loss	6,360	-565	143	5,937	-3,423	2,514

(Notes) 1. Other Businesses are comprised of the businesses, that are not categorized in reportable business segments, including hospital management services, office equipment and vehicle leasing, insurance agent services, and overseas businesses.

2. Segment loss adjustments of 3,423 million yen include a 33 million yen elimination for inter-segment sales and transfers and -3,456 million yen of corporate expenses that cannot be allocated to a particular business segment.

3. Segment operating income/loss has been adjusted for consistency with operating income that is shown in the quarterly consolidated statements of income.

2. Impairment loss of noncurrent assets or goodwill by business segment

(Significant impairment loss on noncurrent assets)

None

(Significant change in the amount of goodwill)

Clean Group recorded 142 million yen of goodwill of Duskin Yatsushiro Co., Ltd. and 145 million yen of goodwill of Duskin Kagoshima Co., Ltd. resulting from the acquisition of these companies by Duskin. The amortization of goodwill during the second quarter of FY2016 and the balance of goodwill at the end of the second quarter are as follows:

(millions of yen)

	Clean & Care Group	Food Group	Other Businesses	Elimination or corporate	Consolidated total
Amortization - Goodwill	93	5	—	—	99
Balance (Note)	534	45	—	—	580

(Note) Goodwill at the end of the second quarter includes 534 million yen of goodwill at the Clean Group and 45 million yen of goodwill at the Food Group resulting from the acquisition by Duskin and its subsidiaries of the business operations of several franchisees.

(Significant gains on negative goodwill)

None