〔Delayed〕The original disclosure in Japanese was released on November 6, 2015 at 15:00 (GMT+9)

November 6, 2015

Tsukada Global Holdings Inc.
Consolidated Earnings Report for the Nine Months ended September 30, 2015
(Japanese GAAP)

Stock listing: Tokyo Stock Exchange (First Section) Securities code: 2418

URL: http://www.tsukada-global.holdings/en/

Representative: Masayuki Tsukada, President and CEO

Information contact: Keiji Ishihara, Director Tel: +81-3-5464-0081

Scheduled dates:

Filing of statutory quarterly financial report(*shihanki hokokusho*): November 13, 2015

Dividend payout: -

Supplementary materials to quarterly financial results available: No

Quarterly earnings presentation held: No

(Amounts rounded down to the nearest million yen)

1. Consolidated Performance for the Nine Months ended September 30, 2015 (January 1, 2015 – September 30, 2015)

(1) Consolidated Operating Results (Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
Nine months ended September 30, 2015	37,875	8.9	2,835	12.2	2,857	6.5	1,831	15.1
Nine months ended September 30, 2014	34,793	5.6	2,526	(24.8)	2,683	(22.5)	1,591	(16.1)

Note: Comprehensive income: Nine months ended September 30, 2015: 1,410 million yen (-13.6 %)
Nine months ended September 30, 2014: 1,633 million yen (-17.8 %)

	Net income per share	Diluted net income per share
	yen	yen
Nine months ended September 30, 2015	37.51	33.48
Nine months ended September 30, 2014	32.59	29.10

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
September 30, 2015	69,659	29,633	42.5
December 31, 2014	67,269	28,710	42.7

Reference: Total equity: September 30, 2015: 29,633 million yen
December 31, 2014: 28,710 million yen

Total equity =Shareholders' equity plus total accumulated other comprehensive income.

2. Dividends

	Dividend per share				
	End-Q1	End-Q2	End-Q3	Year-end	Annual total
	yen	yen	yen	yen	yen
Year ended December 31, 2014	-	5.00	-	5.00	10.00
Year ending December 31, 2015	-	5.00	-		
Year ending December 31, 2015 (Forecast)				5.00	10.00

Note: No revision has been made to the latest dividends forecast.

3. Earnings Forecast for the Fiscal Year ending December 31, 2015 (January 1, 2015 – December 31, 2015)

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending December 31, 2015	56,420	9.1	6,470	1.0	6,490	(3.3)	4,200	(2.2)	86.02

Note: No revision has been made to the latest earnings forecast.

*Notes

(1) Changes affecting the consolidation status of significant subsidiaries during the period: Yes

Newly consolidated: None

Newly deconsolidated: Retreat Co., Ltd.

Note: For details, please refer to "(1) Changes in Significant Subsidiaries" in Section "2. Other Information" on page 3.

(2) Use of accounting methods specific to the preparation of quarterly consolidated financial statements: Yes

Note: For details, please refer to "(2) Application of Specific Accounting Methods for the Preparation of Quarterly Financial Statements" in Section "2. Other Information" on page 3.

(3) Changes in accounting policy, changes in accounting estimates, and retrospective restatement

1) Changes in accordance with amendments to accounting standards, etc.: Yes
2) Changes other than noted in 1) above: None
3) Changes in accounting estimates: None
4) Retrospective restatement: None

(4) Shares issued (common stock)

	September 30, 2015	December 31, 2014
1) Number of shares issued at the end of the period (including treasury stock)	48,960,000	48,960,000
2) Number of shares held in treasury stock at the end of the period	131,534	131,534
	Nine Months ended September 30, 2015	Nine Months ended September 30, 2014
3) Average number of shares outstanding during the period	48,828,466	48,828,488

*** Quarterly Review Status**

This report is exempt from the review requirements of Japan's Financial Instruments and Exchange Act. As of this report publication, a review of the consolidated quarterly financial statements in accordance with the Act is underway.

***Appropriate Use of Earnings Forecast and Other Important Information**

The above forecasts are based on information available as of this report's publication and on certain assumptions that are deemed reasonable. Actual results may differ from forecasts due to changes in the business environment. For the assumptions underlying the forecasts herein and other notice on the use of earnings forecasts, please refer to "(3) Earnings Forecast for the Fiscal Year ending December 31, 2015" in the section "1. Review of Consolidated Financial Results" on page 3 in the accompanying materials.

Accompanying Material – Contents

1. Review of Consolidated Financial Results
(1) Operating Results

In the first nine months of the fiscal year ending December 31, 2015, the Japanese economy stayed on a moderate recovery path owing to improvements in corporate earnings and the employment environment. The outlook remained clouded, however, due to concerns over the potential impact that European credit instability, China's slowing growth and other global economic issues could have on the Japanese economy.

Amid this environment, the Tsukada Group endeavored to increase sales and profitability by continuing to actively work toward creating new value in the bridal, hotel and relaxation markets; creating high-quality, appealing outlets; and providing high value-added services in order to accurately respond to customer needs that are becoming more individualized and varied.

As a result of the above factors, the Group posted consolidated net sales of ¥37,875 million in the first nine months of the current fiscal year, an increase of 8.9% over the same period of the previous fiscal year. Operating income totaled ¥2,835 million, a year-on-year increase of 12.2%, ordinary income amounted to ¥2,857 million, a year-on-year increase of 6.5%, and net income was ¥1,831 million, a year-on-year increase of 15.1%.

The results for each business segment were as follows.

Please note that the Group's reporting segments have been changed, starting from the first quarter of the fiscal year ending December 31, 2015. The year-on-year comparisons presented below are based on figures for the same period of the previous fiscal year adjusted for the change in reportable business segments for the current fiscal year.

1) Domestic wedding business
In the first nine months of the fiscal year, the number of small weddings held rose steadily compared with the same period of the previous year. Sales declined slightly overall, however, owing to a decline in the number of weddings held at existing outlets.

As a result, net sales in the domestic wedding business totaled ¥23,485 million, a year-on-year decrease of 1.6%, and segment income came to ¥3,645 million, up 2.0% from the same period of the previous fiscal year.

2) Hotel business
During the first nine months of the fiscal year, sales at the Hotel InterContinental Tokyo Bay and The Strings by InterContinental Tokyo were firm and contributed to segment sales growth, boosted mainly by the increase in the number of foreign visitors to Japan. Although the number of orders placed at the Group's Sasashima outlet in Nagoya scheduled to open this November grew steadily, outlet-opening preliminary expenses of ¥255 million were booked during the period.

As a result, net sales in the hotel business reached ¥9,697 million, a year-on-year increase of 13.6%. The segment recorded a segment income of ¥200 million, compared with a segment loss of ¥62 million in the same period of the previous year.

3) Overseas business
During the first nine months of the fiscal year, despite stable market growth and an increase in the number of weddings held for non-Japanese couples, the overall number of weddings held and orders placed declined from the corresponding period the year before.

As a result, net sales in the overseas business totaled ¥2,439 million, a year-on-year increase of 2.1%, and segment income totaled ¥22 million, a year-on-year decline of 29.1%.

4) W&R business (Wellness & Relaxation business)
In the first nine months of the fiscal year, market conditions were strong and average spend per customer and number of customers grew steadily.

As a result, net sales in the W&R business totaled ¥2,253 million and segment income totaled ¥119 million.

(2) Financial Condition

Assets, liabilities, and net assets

Total assets at the end of the third quarter (September 30, 2015) amounted to ¥69,659 million, an increase of ¥2,390 million from the end of the previous fiscal year (December 31, 2014). This was chiefly due to an increase of ¥3,718 million in land in conjunction with the acquisition of land in Hawaii for a hotel, a decrease of ¥3,851 million in investment securities, an increase of ¥1,475 million in cash and deposits, and an increase of ¥764 million in lease and guarantee deposits.

Liabilities at the end of the third quarter totaled ¥40,026 million, an increase of ¥1,468 million compared with the end of the previous fiscal year. The increase in liabilities is attributable to a net increase of ¥1,922 million in debts and bonds and an increase of ¥944 million in advances received, which outweighed a decrease of ¥947 million in income taxes payable.

Net assets at the end of the third quarter totaled ¥29,633 million, an increase of ¥922 million from the end of the previous fiscal year. This rise was mainly due to the booking of ¥1,831 million in net income for the period, which outweighed the ¥488 million in dividends paid from retained earnings.

(3) Earnings Forecast for the Fiscal Year Ending December 31, 2015

There is no change to the consolidated earnings forecasts for the year ending December 31, 2015, which the Company announced on August 7, 2015 with the second-quarter financial report.

2. Other Information

(1) Changes in Significant Subsidiaries

Effective from the second quarter (April 1, 2015 to June 30, 2015) of the current fiscal year, Retreat Co., Ltd. has been absorbed by and merged with RAJA Co., Ltd., and, therefore, has been deconsolidated. BEST HOSPITALITY LLC has been newly established during the third quarter ended September 30, 2015, and, though not statutorily required, has been added to the scope of consolidation.

(2) Application of Specific Accounting Methods for the Preparation of Quarterly Financial Statements

(Simplified accounting methods)

1) Calculation method for depreciation of fixed assets

Depreciation expenses for assets to which the declining-balance method is applied are calculated by allocating a quarterly proportion of the amount for the full financial year.

2) Calculation method for deferred tax assets and deferred tax liabilities

Regarding judgments on the amount of recoverable deferred tax assets, the Company has determined that there have been no significant changes in the economic environment or emergence of temporary differences since the end of the previous financial year, and therefore the calculations are based on future earnings forecasts from the previous year and tax planning methods.

(Special accounting treatments)

Calculation of taxes

The Company calculates tax liabilities by producing a reasonable estimate of the effective tax rate after applying tax-effect accounting to income before income taxes and minority interests for the fiscal year, which encompasses the third quarter ended September 30 2015, and then multiplying income (loss) before income taxes and minority interests by this estimated effective tax rate. In cases where this estimated effective tax rate cannot be used, the statutory effective tax rate is used.

(3) Changes in Accounting Policy, Changes in Accounting Estimates, and Retrospective Restatement

(Application of Accounting Standard for Retirement Benefits, etc.)

“Accounting Standard for Retirement Benefits” (Accounting Standards Board of Japan - ASBJ - Statement No. 26 of May 17, 2012) and “Guidance on Accounting Standard for Retirement Benefits” (ASBJ Guidance No. 25 of March 26, 2015) have now been applied, effective from the first quarter of the current consolidated fiscal year ending December 31, 2015, in accordance with the provisions of Article 35 of the Accounting Standard for Retirement Benefits and Article 67 of the Guidance on Accounting Standard for Retirement Benefits. As a result, the method for calculating retirement benefit obligations and service costs, as well as the method of determining the discount rate, has been revised, and the method for attributing projected benefits to periods has been changed from the straight-line basis to the benefit formula basis.

As of the beginning of the first nine months of the fiscal year ending December 31, 2015 (January 1, 2015), there was no effect resulting from the said revision on the net defined benefit liability, retained earnings and on the income statement.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(millions of yen)

	December 31, 2014	September 30 2015
	Amount	Amount
Assets		
Current assets		
Cash and deposits	13,441	14,916
Accounts receivable - trade	871	807
Marketable securities	4,214	362
Merchandise	40	41
Raw materials and supplies	480	538
Other	1,922	2,253
Allowance for doubtful receivables	(46)	(39)
Total current assets	20,923	18,880
Fixed assets		
Tangible assets		
Buildings and structures, net	14,835	13,965
Land	11,023	14,741
Other, net	2,251	2,991
Total tangible assets	28,109	31,698
Intangible assets		
Goodwill	2,805	2,605
Other	193	188
Total intangible assets	2,999	2,793
Investments and other assets		
Investment securities	3,920	4,235
Lease and guarantee deposits	7,676	8,440
Other	3,695	3,507
Allowance for doubtful receivables	(164)	-
Total investments and other assets	15,127	16,184
Total fixed assets	46,236	50,676
Deferred assets	108	102
Total assets	67,269	69,659

(millions of yen)

	December 31, 2014	September 30, 2015
	Amount	Amount
Liabilities		
Current liabilities		
Accounts payable - trade	2,327	2,341
Short-term debt	-	260
Current portion of long-term debt	2,426	2,525
Current portion of bonds	684	724
Income taxes payable	1,634	686
Advances received	1,188	2,132
Provision for point card certificates	18	-
Other	3,184	2,796
Total current liabilities	11,463	11,466
Fixed liabilities		
Bonds	3,422	3,593
Convertible bonds with stock acquisition rights	5,000	5,000
Long-term debt	15,613	16,965
Net defined benefit liability	308	344
Provision for directors' retirement benefits	681	681
Asset retirement obligations	1,419	1,413
Other	650	563
Total fixed liabilities	27,094	28,560
Total liabilities	38,558	40,026
Net assets		
Shareholders' equity		
Capital stock	472	472
Capital surplus	634	634
Retained earnings	27,238	28,581
Treasury stock	(88)	(88)
Total shareholders' equity	28,256	29,599
Accumulated other comprehensive income		
Net unrealized gain on available-for-sale securities	167	(85)
Deferred gain (loss) on derivatives under hedge accounting	7	-
Foreign currency translation adjustments	282	122
Remeasurements of defined benefit plan	(3)	(3)
Total accumulated other comprehensive income	454	33
Total net assets	28,710	29,633
Total liabilities and net assets	67,269	69,659

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(millions of yen)

	Nine months ended September 30, 2014	Nine months ended September 30, 2015
	Amount	Amount
Net sales	34,793	37,875
Cost of sales	23,793	25,571
Gross profit	11,000	12,304
Selling, general and administrative expenses	8,473	9,469
Operating income	2,526	2,835
Non-operating income		
Interest income	54	63
Dividend income	106	44
Gain on sales of marketable securities	-	43
Gain on investments in silent partnership	126	130
Foreign exchange gains	96	-
Gain on valuation of derivatives	56	-
Other	39	78
Total non-operating income	481	359
Non-operating expenses		
Interest expenses	155	167
Loss on valuation of derivatives	-	66
Foreign exchange loss	-	85
Fees and commissions paid	159	-
Other	11	18
Total non-operating expenses	325	337
Ordinary income	2,683	2,857
Extraordinary Income		
Gain on sales of investment securities	7	-
Gain on sales of fixed assets	0	1
Total extraordinary income	8	1
Extraordinary loss		
Loss on sales of fixed assets	-	30
Loss on disposal of fixed assets	22	16
Provision for loss on liquidation of subsidiaries/affiliates	-	18
Other	-	30
Total extraordinary loss	22	95
Income before income taxes and minority interests	2,669	2,762
Income taxes	1,079	931
Income before minority interests	1,589	1,831
Minority interests in income (loss)	(1)	-
Net income	1,591	1,831

Consolidated Statements of Comprehensive Income

(millions of yen)

	Nine months ended September 30, 2014	Nine months ended September 30, 2015
	Amount	Amount
Income before minority interests	1,589	1,831
Other comprehensive income		
Net unrealized gain on available-for-sale securities	16	(253)
Deferred gain (loss) on derivatives under hedge accounting	(35)	(7)
Foreign currency translation adjustments	63	(160)
Remeasurements of defined benefit plan	-	0
Total other comprehensive income	43	(420)
Comprehensive income	1,633	1,410
(Breakdown)		
Comprehensive income attributable to owners of the parent	1,633	1,410
Comprehensive income attributable to minority interests	-	-

(3) Notes on the Financial Statements

(Note on the Going-concern Assumption)

Not applicable.

(Note on Significant Changes in the Amount of Shareholders' Equity)

Not applicable.

(Segment and Other Information)

(Segment Information)

I. Nine months ended September 30, 2014 (January 1 to September 30, 2014)

1. Net sales and income/loss by reportable segment

(millions of yen)

	Reportable segment					Adjustments (note 1)	Amount recorded on consolidated statements of income (note 2)
	Domestic wedding business	Hotel business	Overseas business	W&R business	Total		
Net sales							
Sales to outside customers	23,865	8,537	2,390	-	34,793	-	34,793
Inter-segment sales and transfers	556	126	0	-	683	(683)	-
Total	24,421	8,663	2,390	-	35,476	(683)	34,793
Segment income or(loss)	3,573	(62)	31	-	3,542	(1,015)	2,526

Notes: 1. Minus 1,015 million yen adjustments for the segment income or loss includes 34 million yen elimination of inter-segment sales and minus 1,049 million yen corporate expenses that are not allocated to each reportable segment. The main component of these unallocated corporate expenses is SG&A expenses that are not attributable to reportable segments.
2. Segment income or loss adjustments are based on operating income reported on the quarterly consolidated statements of income for the corresponding period.

2. Impairment loss on fixed assets or goodwill by reportable segment
(Significant change in the amount of goodwill)

In the W&R business segment, FAJA Co., Ltd. and its 2 subsidiaries have been added to the scope of consolidation effective from the third quarter ended September 30, 2014, following the acquisition of the shares of FAJA Co., Ltd. The increase in the goodwill related to the said acquisition amounts to 1,387 million yen in the first nine months of the fiscal year ended December 31, 2014.

II. Nine months ended September 30, 2015 (January 1 to September 30, 2015)

1. Net sales and income/loss by reportable segment

(millions of yen)

	Reportable segment					Adjustments (note 1)	Amount recorded on consolidated statements of income (note 2)
	Domestic wedding business	Hotel business	Overseas business	W&R business	Total		
Net sales							
Sales to outside customers	23,485	9,697	2,439	2,253	37,875	-	37,875
Inter-segment sales and transfers	620	171	1	-	793	(793)	-
Total	24,106	9,868	2,441	2,253	38,669	(793)	37,875
Segment income	3,645	200	22	119	3,987	(1,152)	2,835

Notes: 1. Minus 1,152 million yen adjustments for the segment income includes 7 million yen elimination of inter-segment sales and minus 1,160 million yen corporate expenses that are not allocated to each reportable segment. The main component of these unallocated corporate expenses is SG&A expenses that are not attributable to reportable segments.
2. Segment income adjustments are based on operating income reported on the quarterly consolidated statements of income for the corresponding period.

2. Change in Reportable Segment
(Change in classification of reportable segments)

Effective from the first quarter of the current consolidated fiscal year ending December 31, 2015, Yagoto outlet and Sasashima outlet, which used to belong to the “Domestic wedding business” segment, have now been classified in the “Hotel business” segment. This is in accordance with the change in the management segmentation for the purpose of evaluating and managing the business performance of each reportable segment more appropriately.

Consequently, compared to the old classification, net sales of the “Hotel business” segment increased by 1,297 million yen, and its segment income decreased by 159 million yen, while net sales of the “Domestic wedding business” decreased by 1,297 million yen and its segment income grew by 159 million yen.

The segment information for the nine months ended September 30, 2014 has been restated, reflecting this segment change.

3. Impairment loss on fixed assets or goodwill by reportable segment
Not applicable.

4. Supplementary Information
Weddings Held, Orders Received, and Sales volume

1) Number of weddings held

	Nine months ended September 30, 2014	Nine months ended September 30, 2015	Year ended December 31, 2014
Segment	Number of weddings held (cases)	Number of weddings held (cases)	Number of weddings held (cases)
Domestic wedding business	6,806	6,758	9,873
Hotel business	723	892	1,133
Overseas business	2,120	1,903	3,025
Total	9,649	9,553	14,031

Note: Classification of reportable segments has been changed since the first three months ended March 31, 2015. The figures for the nine months ended September 30, 2014 and for the full year ended December 31, 2014, have been readjusted to the new reportable segments.

2) Wedding orders received

	Nine months ended September 30, 2014		Nine months ended September 30, 2015		Year ended December 31, 2014	
Segment	Orders received (cases)	Order backlog (cases)	Orders received (cases)	Order backlog (cases)	Orders received (cases)	Order backlog (cases)
Domestic wedding business	7,752	6,328	7,263	5,793	9,779	5,288
Hotel business	960	911	1,416	1,369	1,304	845
Overseas business	2,314	1,671	1,767	1,238	2,922	1,374
Total	11,026	8,910	10,446	8,400	14,005	7,507

Note: Classification of reportable segments has been changed since the first three months ended March 31, 2015. The figures for the nine months ended September 30, 2014 and for the full year ended December 31, 2014, have been readjusted to the new reportable segments.

3) Sales volume

	Nine months ended September 30, 2014	Nine months ended September 30, 2015	Year ended December 31, 2014
Segment	million yen	million yen	million yen
Domestic wedding business	23,865	23,485	35,023
Hotel business	8,537	9,697	12,462
Overseas business	2,390	2,439	3,458
W&R business	-	2,253	747
Total	34,793	37,875	51,691

Notes: 1. Classification of reportable segments has been changed since the first three months ended March 31, 2015. The figures for the nine months ended September 30, 2014 and for the full year ended December 31, 2014, have been adjusted to the new reportable segments.

2. Inter-segment transactions have been eliminated from the amounts shown above.

3. The above amounts do not include consumption tax.