〔Delayed〕The original disclosure in Japanese was released on August 12, 2016 at 15:00 (GMT+9)

August 12, 2016

Tsukada Global Holdings Inc.
Consolidated Earnings Report for the Six Months ended June 30, 2016 (Japanese GAAP)

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

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

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cheduled dates:

Filing of statutory quarterly financial report (*sihanki hokokusho*): August 12, 2016

Dividend payout: September 5, 2016

Supplementary materials to quarterly financial results available: Yes

Quarterly earnings presentation held: Yes (Targeted at institutional investors and analysts)

(Amounts rounded down to the nearest million yen)

1. Consolidated Performance for the Six Months ended June 30, 2016 (January 1, 2016 – June 30, 2016)

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

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent	
	million yen	%	million yen	%	million yen	%	million yen	%
Six months ended June 30, 2016	25,910	4.8	354	(77.4)	(269)	-	(389)	-
Six months ended June 30, 2015	24,719	5.1	1,567	(20.9)	1,610	(21.2)	997	(18.8)

Note: Comprehensive income: Six months ended June 30, 2016: -1,000 million yen (- %)
Six months ended June 30, 2015: 893 million yen (-24.8 %)

	Profit per share	Diluted profit per share
	yen	yen
Six months ended June 30, 2016	(8.00)	-
Six months ended June 30, 2015	20.42	18.23

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
June 30, 2016	81,983	31,603	37.0
December 31, 2015	80,327	31,807	39.6

Reference: Total equity: June 30, 2016: 30,357 million yen
December 31, 2015: 31,807 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, 2015	-	5.00	-	5.00	10.00
Year ending December 31, 2016	-	5.00			
Year ending December 31, 2016 (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, 2016 (January 1, 2016 – December 31, 2016)

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of the parent		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Year ending December 31, 2016	56,800	5.6	4,300	(20.3)	3,700	(31.9)	2,200	(43.3)	45.18

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

*Notes

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

Newly consolidated: 2 Subsidiaries (Best Resort LLC and BT KALAKAUA, LLC)

Newly deconsolidated: None

Note: For details, please refer to "(1) Changes in Significant Subsidiaries" in Section "2. Other Information" on page 4.

(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 4.

(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)

	June 30, 2016	December 31, 2015
1) Number of shares issued at end of period (including treasury stock)	48,960,000	48,960,000
2) Number of shares held in treasury at end of period	553,934	131,534
	Six Months ended June 30, 2016	Six Months ended June 30, 2015
3) Average number of shares outstanding during the period	48,689,871	48,828,466

*** 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, 2016" in the section "1. Review of Consolidated Financial Results" on page 4 in the accompanying materials.

Accompanying Material – Contents

1. Review of Consolidated Financial Results

(1) Operating Results

In the first six months of the fiscal year ending December 31, 2016, uncertainties continued to weigh on the Japanese economy. While corporate earnings and employment conditions continued to improve, consumer sentiment deteriorated amid the yen's rapid rise and an unstable stock market. In addition, concerns about the impact on the global economy of the United Kingdom's vote to exit the European Union added to the uncertainties clouding the domestic outlook.

Amid this environment, the Tsukada Global Holdings Group endeavored to increase sales and profitability by continuing its constant effort to create new value in the bridal, hotel, and relaxation markets and by creating high-quality, appealing outlets and providing high value-added services that accurately respond to customers' increasingly individualized and diversifying needs.

As a result of the above efforts, Tsukada Global Holdings Inc. ("the Company") posted consolidated net sales of ¥25,910 million in the first six months of the current fiscal year (an increase of 4.8% from the same period of the previous fiscal year). This positive result largely reflects the contribution of a newly opened hotel, which offset lower sales at the wedding business, where changes in the market environment continue to depress the number of weddings held and the average unit price for such events.

Owing to lower sales at the wedding business and an increase in costs related to starting up new businesses, first-half operating income fell 77.4% year on year to ¥354 million. The Company posted an ordinary loss of ¥269 million (compared with ordinary income of ¥1,610 million a year earlier), reflecting a sharp rise in non-operating expenses, including a ¥256 million loss on valuation of derivatives and a foreign exchange loss of ¥539 million owing to the sharp appreciation of the yen, which resulted in a valuation loss on U.S.-dollar denominated loans extended by subsidiaries. The net loss attributable to owners of the parent amounted to ¥389 million (compared with net income of ¥997 million a year earlier).

Results for each business segment were as follows. The Company has changed its reportable business segments, starting from the first quarter of current fiscal year. 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.

1) Wedding business

In the second quarter of the current fiscal year, wedding business sales fell year on year amid declines in the number of weddings held and the average unit price for such events both in Japan and overseas. On a brighter note, orders received for guest house weddings in Japan were strong.

As a result, net sales in the wedding business totaled ¥16,027 million (down 5.0% year on year), and segment operating income was to ¥1,502 million (down 28.3%).

2) Hotel business

During the second quarter of fiscal 2016, the hotel business was boosted by the contribution from The Strings Hotel Nagoya, which opened in November 2015 and continues to enjoy steady increases in the number of weddings held and orders received. Sales at previously existing hotels were also up year on year, supported by a steady flow of foreign visitors to

Japan.

As a result, net sales in the hotel business totaled ¥8,512 million (up 33.3% year on year). Segment operating income totaled ¥181 million (down 0.2%).

3) W&R business (Wellness & relaxation business)

During the second quarter of fiscal 2016, the W&R business opened a new spa complex—Beauty & Relax SPA-HERBS in May, 2016. However, the temporary closing of certain existing salons depressed overall sales.

As a result, net sales in the W&R business totaled ¥1,371 million (down 6.3% year on year). The segment posted an operating loss of ¥269 million (compared with an income of ¥50 million a year earlier).

(2) Analysis of Financial Condition

1) Assets, Liabilities, and Net Assets

Total assets at the end of the first half (June 30, 2016) amounted to ¥81,983 million, an increase of ¥1,656 million from the end of the previous fiscal year (December 31, 2015). The change reflects a ¥5,707 million increase in tangible fixed assets, which more than offset a ¥2,645 million decline in cash and deposits and a ¥931 million reduction in investment securities.

Liabilities at the end of the first half totaled ¥50,380 million, ¥1,860 million more than at the end of the previous fiscal year. The increase in liabilities is chiefly attributable to a ¥3,155 million increase in bonds and other debt, as well as a ¥545 million increase in advances received. Those increases in liabilities outweighed a ¥975 million reduction in other current liabilities and an ¥843 million decrease in income taxes payable.

Net assets at the end of the first half totaled ¥31,603 million, ¥204 million less than at the end of the previous fiscal year. The change mainly reflects a ¥1,245 million increase in non-controlling interests, a ¥638 million decrease in retained earnings and a ¥425 million reduction in foreign currency translation adjustments.

2) Cash flow

Cash and cash equivalents ("cash") at the end of the first half totaled ¥15,218 million, ¥2,645 million less than at the end of the previous fiscal year.

Cash flows and factors behind changes in the cash flows during the six months ended June 30, 2016, are explained below.

(Operating Cash Flow)

Cash provided by operating activities totaled ¥1,452 million, an increase of 31.7% from the first half of the previous fiscal year. The main factors were ¥1,724 million in depreciation and amortization, ¥517 million in foreign exchange loss, a ¥551 million increase in advances received, and ¥1,347 million in income taxes paid.

(Investing Cash Flow)

Cash used in investing activities totaled ¥8,256 million, 254.7% more than used in the first half of the previous fiscal year. The increase mainly reflects the use of ¥8,958 million for purchase of tangible assets and ¥300 million for purchase of investment securities, offset slightly by cash inflows of ¥493 million in proceeds from sales of investment securities, ¥436 million in proceeds from redemption of investment securities, and ¥311 million from proceeds from withdrawal of investment in silent partnership.

(Financing Cash Flow)

Cash provided by financing activities totaled ¥3,974 million, an increase of 203.2% from the first half of the previous fiscal year. The main cash inflows were ¥3,240 million in net proceeds from long-term debt and bonds and ¥1,335 million in proceeds from stock issuance to non-controlling interests. In addition, ¥307 million was used to finance the purchase of treasury stock.

(3) Earnings Forecast for the Fiscal Year Ending December 31, 2016

Changes to the Company's forecast for full-year earnings for the fiscal year ending December 31, 2016, based on the results for the first six months of the year were announced in a corporate news release on August 5, 2016, entitled "Revision of Consolidated Results Forecast for First Six Months and Full Year, and Recording of Non-operating Expenses (Foreign Exchange Loss, etc.)." Going forward, changes in the market environment are expected, and the Company will release any revisions to its earnings forecasts that result from these changes in a timely manner.

2. Other Information

(1) Changes in Significant Subsidiaries

Effective from the second quarter (ended June 30, 2016) of the current financial year, Best Resort LLC and BT KALAKAUA, LLC have been newly added to the scope of consolidation as their importance has increased.

(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 profit before income taxes for the fiscal year, which encompasses the second quarter ended June 30, 2016, and then multiplying profit before income taxes 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 Business Combinations, etc.)

Effective from the first quarter ended March 31, 2016 of the current consolidated financial year, “Accounting Standard for Business Combinations” (ASBJ Statement No. 21 of September 13, 2013), “Accounting Standard for Consolidated Financial Statements” (ASBJ Statement No. 22 of September 13, 2013), and “Accounting Standard for Business Divestiture” (ASBJ Statement No.7 of September 13, 2013), etc. have been applied. As a result, differences caused by change in the Company’s equity in the subsidiaries and affiliates with controlling interests shall now be adjusted in its capital surplus, and acquisition-related expenses shall now be changed to be reported as expenses incurred during the consolidated financial year in which said acquisition takes place. Furthermore, as to business combinations taking place since the beginning of the first quarter ended March 31, 2016 and onwards, finalization and restatement of the provisional accounting treatment of the amount of the acquisition cost allocation shall now be changed to be reflected in the relevant quarterly consolidated financial period, where the date of said business combination actually falls. Additionally, the presentation has been changed in the net profit for the period, etc. and also from minority interests to non-controlling interests. For the sake of reflecting these changes in the said presentation, restatement has been made in the consolidated financial statements for the first six months of the preceding financial year ended June 30, 2015, and for the preceding full consolidated financial year ended December 31, 2015.

In the consolidated statements of cash flows for the first six months ended June 30, 2016, cash flows related to the purchase or sale of subsidiaries’ or affiliates’ shares not resulting in change in the scope of consolidation, are stated in the “Cash flows from financing activities.”

The implementation of Accounting Standard for Business Combinations and its related standards is subject to the transitional treatments stipulated in the provisions of Article 58-2 (4) of Accounting Standard for Business Combinations, Article 44-5 (4) of Accounting Standard for Consolidated Financial Statements and of Article 57-4 (4) of Accounting Standard for Business Divestitures, and has been and will be under way since the beginning of the first quarter ended March 31, 2016 of the current financial year and going forward.

The effect of these changes on the financial statements for the first six months ended June 30, 2016 is immaterial.

(Application of Practical Solution on a Change in Depreciation Method due to Tax Reform 2016)

In accordance with the revision to the Corporation Tax Act, the Company and its domestic consolidated subsidiaries have applied the “Practical Solution on a Change in Depreciation Method due to Tax Reform 2016” (ASBJ Practical Issues Task Force No.32 of June 17, 2016), effective from the second quarter ended June 30, 2016, and have changed the depreciation method for facilities attached to buildings and structures acquired on and after April 1, 2016, from the declining balance method to the straight line method.

The effect of this change on the financial statements for the first six months ended June 30, 2016 is immaterial.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(millions of yen)

	December 31, 2015	June 30 2016
	Amount	Amount
Assets		
Current assets		
Cash and deposits	17,589	14,943
Accounts receivable - trade	879	835
Marketable securities	362	362
Merchandise	33	101
Raw materials and supplies	569	479
Other	2,491	2,421
Allowance for doubtful receivables	(55)	(55)
Total current assets	21,870	19,089
Fixed assets		
Tangible assets		
Buildings and structures, net	21,847	23,932
Land	14,854	18,469
Other, net	2,452	2,458
Total tangible assets	39,154	44,861
Intangible assets		
Goodwill	2,538	2,404
Other	181	230
Total intangible assets	2,719	2,635
Investments and other assets		
Investment securities	4,285	3,354
Lease and guarantee deposits	8,362	8,298
Other	3,836	3,635
Total investments and other assets	16,485	15,287
Total fixed assets	58,358	62,784
Deferred assets	97	109
Total assets	80,327	81,983

(millions of yen)

	December 31, 2015	June 30, 2016
	Amount	Amount
Liabilities		
Current liabilities		
Accounts payable - trade	2,258	2,123
Current portion of long-term debt	2,857	7,211
Current portion of bonds	724	824
Income taxes payable	1,369	526
Advances received	1,131	1,677
Other	4,492	3,517
Total current liabilities	12,834	15,880
Fixed liabilities		
Bonds	3,558	4,096
Convertible bonds with stock acquisition rights	5,000	5,000
Long-term debt	23,227	21,390
Net defined benefit liability	331	351
Provision for directors' retirement benefits	691	684
Asset retirement obligations	2,139	2,329
Other	736	647
Total fixed liabilities	35,685	34,499
Total liabilities	48,519	50,380
Net assets		
Shareholders' equity		
Capital stock	472	472
Capital surplus	634	634
Retained earnings	30,630	29,991
Treasury stock	(88)	(394)
Total shareholders' equity	31,648	30,703
Accumulated other comprehensive income		
Net unrealized gain on available-for-sale securities	(28)	(107)
Foreign currency translation adjustments	190	(235)
Remeasurements of defined benefit plan	(2)	(3)
Total accumulated other comprehensive income	158	(346)
Non-controlling interests	-	1,245
Total net assets	31,807	31,603
Total liabilities and net assets	80,327	81,983

(2) Consolidated Statements of Income and Comprehensive Income

Consolidated Statements of Income

(millions of yen)

	Six months ended June 30, 2015	Six months ended June 30, 2016
	Amount	Amount
Net sales	24,719	25,910
Cost of sales	16,678	18,574
Gross profit	8,040	7,336
Selling, general and administrative expenses	6,473	6,981
Operating income	1,567	354
Non-operating income		
Interest income	41	30
Dividend income	36	18
Gain on investments in silent partnership	60	74
Gain on redemption of investment securities	-	122
Foreign exchange gains	21	-
Other	30	80
Total non-operating income	190	326
Non-operating expenses		
Interest expenses	112	124
Loss on valuation of derivatives	23	256
Foreign exchange loss	-	539
Other	10	29
Total non-operating expenses	147	950
Ordinary income or (loss)	1,610	(269)
Extraordinary Income		
Gain on sales of fixed assets	1	0
Reversal gains of provisions for directors' retirement benefits	-	14
Reversal gains of provisions for shop closing expenses	-	3
Total extraordinary gain	1	17
Extraordinary loss		
Loss on disposal of fixed assets	3	48
Shop closing expenses	5	1
Loss on sales of investment securities	-	117
Provision for loss on liquidation of subsidiaries/affiliates	18	-
Other	8	-
Total extraordinary loss	35	167
Profit (loss) before income taxes	1,576	(419)
Income taxes	579	(15)
Profit (loss)	997	(404)
(Loss) attributable to non-controlling interests	-	(15)
Profit (loss) attributable to owners of the parent	997	(389)

Consolidated Statements of Comprehensive Income

(millions of yen)

	Six months ended June 30, 2015	Six months ended June 30, 2016
	Amount	Amount
Profit (loss)	997	(404)
Other comprehensive income		
Net unrealized gain on available-for-sale securities	(60)	(78)
Deferred gain (loss) on derivatives under hedge accounting	(7)	-
Foreign currency translation adjustments	(35)	(516)
Remeasurements of defined benefit plan	(0)	(0)
Total other comprehensive income	(103)	(596)
Comprehensive income	893	(1,000)
(Breakdown)		
Comprehensive income attributable to owners of the parent	893	(894)
Comprehensive income attributable to non-controlling interests	-	(106)

(3) Consolidated Statements of Cash Flows

(millions of yen)

	Six months ended June 30, 2015	Six months ended June 30, 2016
	Amount	Amount
Cash flows from operating activities		
Profit (loss) before income taxes	1,576	(419)
Depreciation and amortization	1,288	1,724
Amortization of goodwill	158	133
Amortization of bond issuance expenses	10	10
Loss on disposal of fixed assets	3	48
Loss (gain) on valuation of derivatives	23	256
Loss (gain) on redemption of investment securities	-	(122)
Loss (gain) on sales of investment securities	-	117
Increase (decrease) in allowance for doubtful receivables	(0)	0
Increase (decrease) in net defined benefit liability	24	20
Increase (decrease) in provision for directors' retirement benefits	(10)	(6)
Increase (decrease) in provision for point card certificates	(18)	-
Increase (decrease) in provision for loss on liquidation of subsidiaries and affiliates	18	-
Interest and dividend income	(78)	(48)
Interest expenses	112	124
Foreign exchange (gains) losses	(33)	517
(Gain) loss on investments in silent partnership	(60)	(74)
(Increase) decrease in notes and accounts receivable - trade	25	23
(Increase) decrease in inventories	(53)	21
Increase (decrease) in notes and accounts payable - trade	(262)	(124)
Increase (decrease) in advances received	573	551
Increase (decrease) in other liabilities	(114)	(228)
Other	(465)	355
Sub total	2,718	2,881
Interest and dividends received	71	44
Interest paid	(113)	(125)
Income taxes paid	(1,573)	(1,347)
Net cash provided by (used in) operating activities	1,103	1,452

Cash flows from investing activities		
Purchase of tangible assets	(1,234)	(8,958)
Purchase of intangible assets	(40)	(82)
Purchase of investment securities	(199)	(300)
Proceeds from sales of investment securities	91	493
Performance of asset retirement obligations	(21)	-
Additional purchase of subsidiaries' shares	(24)	-
Proceeds from redemption of investment securities	-	436
Proceeds from withdrawal of investment in silent partnership	-	311
Loans receivable	(5)	(106)
Collection of loans receivable	5	1
Lease and guarantee deposits	(965)	(155)
Collection of lease and guarantee deposits	66	175
Purchase of long-term prepaid expenses	-	(49)
Other	0	(23)
Net cash provided by (used in) investing activities	(2,327)	(8,256)
Cash flows from financing activities		
Proceeds from long-term debt	2,300	4,200
Repayments of long-term debt	(1,267)	(1,575)
Proceeds from issuance of bonds	990	977
Payments for redemption of bonds	(462)	(362)
Purchase of treasury stock	-	(307)
Dividends paid to shareholders	(244)	(244)
Proceeds from stock issuance to non-controlling interests	-	1,335
Purchase of subsidiaries' shares not resulting in change in scope of consolidation	-	(44)
Other	(5)	(4)
Net cash provided by (used in) financing activities	1,310	3,974
Foreign currency translation adjustments on cash and cash equivalents	6	(65)
Net increase (decrease) in cash and cash equivalents	92	(2,895)
Cash and cash equivalents, beginning of period	17,354	17,863
Increase in cash and cash equivalents, resulting from new consolidation of a subsidiary	-	249
Cash and cash equivalents, end of period	17,447	15,218

(4) Notes on the Financial Statements

(Note on the Going-concern Assumption)
Not applicable

(Note on Significant Changes in the Amount of Shareholders' Equity)
In accordance with the resolution of the Board of Directors' meeting of February 16, 2016, the Company acquired 422,400 shares of its own shares. Consequently, the Company's treasury stock increased by 306 million yen in the second quarter ended June 30, 2016, totaling 394 million yen of treasury stock as at the end of the first six months ended June 30, 2016.

(Segment and Other Information)
[Segment Information]

I. Six months ended June 30, 2015 (January 1 to June 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)
	Wedding business	Hotel business	W&R business	Total		
Net sales						
Sales to outside customers	16,869	6,385	1,463	24,719	-	24,719
Inter-segment sales and transfers	413	115	-	529	(529)	-
Total	17,283	6,501	1,463	25,248	(529)	24,719
Segment income	2,096	182	50	2,329	(762)	1,567

Notes: 1. Minus 762 million yen adjustments for the segment income include 8 million yen elimination of inter-segment sales and minus 770 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. Impairment loss on fixed assets or goodwill by reportable segment
Not applicable.

II. Six months ended June 30, 2016 (January 1 to June 30, 2016)

1. Net sales and income/loss by reportable segment

(millions of yen)

	Reportable segment					
	Wedding business	Hotel business	W&R business	Total	Adjustments (note 1)	Amount recorded on consolidated statements of income (note 2)
Net sales						
Sales to outside customers	16,027	8,512	1,371	25,910	-	25,910
Inter-segment sales and transfers	605	203	-	808	(808)	-
Total	16,632	8,716	1,371	26,719	(808)	25,910
Segment income (loss)	1,502	181	(269)	1,415	(1,060)	354

Notes: 1. Minus 1,060 million yen adjustments for the segment income or loss include 11 million yen elimination of inter-segment sales and minus 1,071 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. Change in Reportable Segment
(Change in classification of reportable segments)

The Group's classification of reportable segments used to consist of 4 reportable segments, i.e. "Domestic wedding business," "Hotel business," "Overseas business," and "W&R business (Wellness & Relaxation business)." Effective from the first quarter of the current fiscal year, however, these 4 segments have been reclassified into the 3 segments of "Wedding business," "Hotel business," and "W&R business," having combined the "Domestic wedding business" with the "Overseas business" into the segment of "Wedding business."

This is in line with the change in the Group's organizational structure, aiming at a further growth of wedding business in the global markets.

The segment information for the first six months of the preceding consolidated fiscal year has been restated accordingly, 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

	Six months ended June 30, 2015	Six months ended June 30, 2016	Year ended December 31, 2015
Segment	Number of weddings held (cases)	Number of weddings held (cases)	Number of weddings held (cases)
Wedding business	5,737	5,269	12,253
Hotel business	563	862	1,271
Total	6,300	6,131	13,524

Note: Classification of reportable segments has been changed since the first three months ended March 31, 2016. The figures for the first six months ended June 30, 2015 and for the full year ended December 31, 2015, have been readjusted to the new reportable segments.

2) Wedding orders received

	Six months ended June 30, 2015		Six months ended June 30, 2016		Year ended December 31, 2015	
Segment	Orders received (cases)	Order backlog (cases)	Orders received (cases)	Order backlog (cases)	Orders received (cases)	Order backlog (cases)
Wedding business	6,547	7,492	6,324	7,071	11,587	6,016
Hotel business	944	1,206	959	1,339	1,688	1,242
Total	7,491	8,698	7,283	8,410	13,275	7,258

Note: Classification of reportable segments has been changed since the first three months ended March 31, 2016. The figures for the first six months ended June 30, 2015 and for the full year ended December 31, 2015, have been readjusted to the new reportable segments.

3) Sales volume

	Six months ended June 30, 2015	Six months ended June 30, 2016	Year ended December 31, 2015
Segment	million yen	million yen	million yen
Wedding business	16,869	16,027	37,071
Hotel business	6,385	8,512	13,778
W&R business	1,463	1,371	2,954
Total	24,719	25,910	53,804

Notes: 1. Classification of reportable segments has been changed since the first three months ended March 31, 2016. The figures for the first six months ended June 30, 2015 and for the full year ended December 31, 2015, have been readjusted 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.