株式会社ニラク·ジー·シー·ホールディングス
NIRAKU GC HOLDINGS, INC.*

(Incorporated in Japan with limited liability)

(Stock Code: 1245)

PROFIT WARNING

This announcement is made by 株式会社ニラク▪ジー▪シー▪ホールディングス NIRAKU GC HOLDINGS, INC.* (the "**Company**", together with its subsidiaries as the "**Group**") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the "**Board**") wishes to inform the shareholders of the Company and potential investors that after a preliminary review on the Group's unaudited consolidated management accounts for the year ended 31 March 2016, the Group expects the consolidated net profit after tax for the year ended 31 March 2016 will be significantly decreased compared to that for the year ended 31 March 2015. The decrease is mainly due to (i) decrease in gross pay-ins as a result of reduced customer traffic in a number of pachinko halls; (ii) increase in pachinko and pachislot machine expenses due to the acceleration of machine replacement for existing halls, and installation of machines for two new halls in April 2015; (iii) provision for impairment loss for one underperformed pachinko hall; and (iv) recognition of the listing expenses incurred for the listing of the shares of the Company on the Main Board of The Stock Exchange of Hong Kong Limited during the year ended 31 March 2016.

The Company is still in the process of finalising the unaudited consolidated results of the Group for the year ended 31 March 2016. This profit warning announcement is only based on the Board's preliminary assessment of the unaudited consolidated management accounts of the Group which are subject to finalisation and other potential adjustments, if any, and have not been confirmed or audited by the Company's auditor. Shareholders of the Company and potential investors are advised to read carefully the results announcement of the Company for the year ended 31 March 2016, which is expected to be published on or around 20 May 2016.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

On behalf of the Board
NIRAKU GC HOLDINGS, INC.*
株式会社ニラク▪ジー▪シー▪ホールディングス
Chairman, Executive Director and Chief Executive Officer
Hisanori TANIGUCHI (also known as JEONG Seonggi)

Fukushima, Japan, 26 April 2016

As at the date of this announcement, the executive director of the Company is Hisanori TANIGUCHI (also known as JEONG Seonggi); and the independent non-executive directors of the Company are Hiroaki MORITA, Norio NAKAYAMA, Masaharu TOGO and Hiroaki KUMAMOTO.

* *For identification purposes only*