

(Segment Information)

1. Outline of business reportable segment

(1) Classification of business reportable segment

The business segments Capcom reports are the business units for which Capcom is able to obtain individual financial information separately in order for the board of directors to conduct periodic investigation to determine distribution of operational resources and evaluate their business performance.

Capcom has several operational headquarters, which plan comprehensive business strategies in domestic and overseas markets for their products and services, and develops its business activities.

Therefore Capcom's reportable segments are based on the products and services its operational headquarters deal in and are composed of the following 3 units; "Digital Contents", "Arcade Operations" and "Amusement Equipments".

(2) Product and service line

"Digital Contents" develops and distributes video and mobile games for consumers.

"Arcade Operations" operates amusement facilities which install amusement equipments.

"Amusement Equipments" manufactures arcade game machines and pachinko gambling machines etc. to be distributed to arcade operators and pachinko parlors.

2. Method of calculating sales and income (loss), identifiable assets and liabilities, and other items by reportable segment

The accounting procedure for the reportable segment is basically the same with that for the consolidated financial statements.

Income by reportable segment is calculated based on operating income on the consolidated statements of income.

3. Information on net sales and operating income (loss), identifiable assets and liabilities, and other items by reportable segment

Previous fiscal year (from April 1, 2014 to March 31, 2015)

(Unit: Millions of yen)

	Reportable segment				Other (Note 1)	Total	Adjustment (Note 2)	Consolidated total (Note 3)
	Digital Contents	Arcade Operations	Amusement Equipments	Total				
Net sales								
(1) Customers	45,351	9,241	7,540	62,133	2,144	64,277	—	64,277
(2) Inter-segment	—	—	—	—	—	—	—	—
Total	45,351	9,241	7,540	62,133	2,144	64,277	—	64,277
Operating income (loss)	10,208	940	2,736	13,884	661	14,545	(3,963)	10,582
Identifiable assets	50,053	6,315	8,760	65,128	6,534	71,662	29,110	100,773
Other items								
Depreciation and amortization	1,772	1,006	169	2,949	250	3,199	335	3,535
Increase in tangible and intangible fixed assets	5,103	504	526	6,134	2,368	8,502	1,674	10,177

(Note) 1. "Other" incorporates operations not included in business segments reported, including character contents business etc.

2. Adjustments are as follows.

- (1) Adjustments of operating income (loss) of -3,963 million yen include unallocated corporate operating expenses of -3,963 million yen. The corporate operating expenses, which do not belong to any reportable segments mainly consist of administrative expenses.
- (2) Adjustments of identifiable assets of 29,110 million yen include unallocated corporate identifiable assets of 29,110 million yen.
- (3) Adjustments of increase in tangible and intangible fixed assets of 1,674 million yen are capital investment by headquarters.

3. Operating income (loss) for segment is adjusted on operating income on the consolidated statements of income.

Current fiscal year (from April 1, 2015 to March 31, 2016)

(Unit: Millions of yen)

	Reportable segment				Other (Note 1)	Total	Adjustment (Note 2)	Consolidated total (Note 3)
	Digital Contents	Arcade Operations	Amusement Equipments	Total				
Net sales								
(1) Customers	52,577	9,056	13,343	74,978	2,043	77,021	—	77,021
(2) Inter-segment	—	—	—	—	—	—	—	—
Total	52,577	9,056	13,343	74,978	2,043	77,021	—	77,021
Operating income (loss)	12,167	699	2,812	15,679	511	16,190	(4,160)	12,029
Identifiable assets	57,275	6,574	12,314	76,164	4,926	81,090	31,966	113,057
Other items								
Depreciation and amortization	3,410	972	514	4,898	364	5,262	449	5,712
Increase in tangible and intangible fixed assets	2,616	931	199	3,748	584	4,332	3,941	8,274

(Note) 1. "Other" incorporates operations not included in business segments reported, including character contents business etc.

2. Adjustments are as follows.

(1) Adjustments of operating income (loss) of -4,160 million yen include unallocated corporate operating expenses of -4,160 million yen.

The corporate operating expenses, which do not belong to any reportable segments mainly consist of administrative expenses.

(2) Adjustments of identifiable assets of 31,966 million yen include unallocated corporate identifiable assets of 31,966 million yen.

(3) Adjustments of increase in tangible and intangible fixed assets of 3,941 million yen are capital investment by headquarters.

3. Operating income (loss) for segment is adjusted on operating income on the consolidated statements of income.

(Per share information)

Previous fiscal year ( From April 1, 2014 to March 31, 2015 )		Current fiscal year ( From April 1, 2015 to March 31, 2016 )	
Net assets per share	1,268.56 yen	Net assets per share	1,336.86 yen
Net income per share	117.67 yen	Net income per share	137.75 yen

(Note) 1. The diluted net income per share for the current fiscal year is omitted as the Companies have no residual securities.  
2. The basis for computation of net assets per share is as follows:

	Previous fiscal year ( As of March 31, 2015 )	Current fiscal year ( As of March 31, 2016 )
	(Unit: Millions of yen)	(Unit: Millions of yen)
Total amount of net assets	71,331	75,168
Amounts to be deducted from total amount of net assets	—	—
Ending balance of net assets attributable to common stock	71,331	75,168
Number of shares of common stocks used for computation of net assets per share (thousand shares)	56,229	56,228

3. The basis for computation of net income per share is as follows:

	Previous fiscal year ( From April 1, 2014 To March 31, 2015 )	Current fiscal year ( From April 1, 2015 To March 31, 2016 )
	(Unit: Millions of yen)	(Unit: Millions of yen)
Net income attributable to owners of the parent	6,616	7,745
Amount not allocated to common stock	—	—
Net income attributable to owners of the parent allocated to common stock	6,616	7,745
Average number of shares of common stock outstanding during the fiscal year (thousand shares)	56,231	56,228

(Significant subsequent events)

Not applicable

## 5. Others

### (1) Change in directors

① A notice is hereby given that the Company adopted a resolution to transfer to a company with audit and supervisory committee on the condition that it is approved at the 37th Ordinary General Meeting of shareholders of the Company scheduled to be held on June 17, 2016.

② The change in directors accompanying this transfer is as follows:

- Candidates for appointment as new directors (excluding directors who are members of the audit and supervisory committee)

Kenkichi Nomura (Executive Corporate Officer, Head of Finance, Accounting & Public Relations Division at present)

Masao Sato (External Auditor of the Chugoku Electric Power Co., Inc. at present)

Toru Muranaka (Partner of Daiichi Law Office, P.C. at present)

(Notes) Mr. Masao Sato and Mr. Toru Muranaka are candidates for external directors.

- Candidates for appointment as new directors who are members of the audit and supervisory committee

Kazushi Hirao (Corporate Auditor of the Company (full-time) at present)

Yoshihiko Iwasaki (External Corporate Auditor (full-time) at present)

Tamio Oda (Director, Executive Vice President and Chief Financial Officer (CFO), in charge of Corporate Management of the Company at present)

Makoto Matsuo (External Director of the Company at present)

Takayuki Morinaga (External Director of the Company at present)

(Notes) Mr. Yoshihiko Iwasaki, Mr. Makoto Matsuo, and Mr. Takayuki Morinaga are candidates for external directors.

- Retiring corporate auditors

Akihiko Matsuzaki (External Corporate Auditor of the Company at present)