

This is an English translation of the official announcement in Japanese that was released on November 9, 2015. The translation is prepared for the readers' convenience only. All readers are strongly recommended to refer to the original Japanese version for complete and accurate information. Should there be any inconsistency between the translation and the official Japanese text, the latter shall prevail.



**Summary of Financial Data and Business Results for
the Second Quarter of the Fiscal Year Ending March 31, 2016
(JP GAAP, Consolidated)**

November 9, 2015
Listed Exchange: Tokyo Stock Exchange

Company Name: Universal Entertainment Corporation
Code No.: 6425 URL: <http://www.universal-777.com>
Representative: (Name) Jun Fujimoto (Title) Representative Director and President
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Scheduled Submission Date of Quarterly Report: November 9, 2015
Scheduled Commencement Date of Dividend Payment: -
Supplementary Briefing Materials for Quarterly Settlement of Accounts: None available
Briefing on Quarterly Settlement of Accounts: None scheduled

(Amounts rounded down to nearest million yen)

1. Consolidated Business Results for the Second Quarter of Fiscal Year Ending March 31, 2016
(Period from April 1, 2015 to September 30, 2015)

(1) Consolidated Operating Results

(Percentages refer to changes from the same quarter in the previous fiscal year)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Owners of the Parent	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
2nd Quarter of Fiscal Year Ending March 31, 2016	45,165	17.5	8,146	(11.5)	5,144	(45.3)	3,775	(12.8)
2nd Quarter of Fiscal Year Ended March 31, 2015	38,428	31.3	9,200	73.4	9,404	123.4	4,327	544.4

(Note) Comprehensive income

2nd Quarter of Fiscal Year Ending March 31, 2016: 7,038 million yen (-%)

2nd Quarter of Fiscal Year Ended March 31, 2015: (1,007) million yen (-%)

	Net Income per Share	Diluted Net Income per Share
	Yen	Yen
2nd Quarter of Fiscal Year Ending March 31, 2016	51.44	51.44
2nd Quarter of Fiscal Year Ended March 31, 2015	58.97	-

(2) Consolidated Financial Status

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Net Assets per Share
	Million Yen	Million Yen	%	Yen
As of September 30, 2015	347,861	223,776	64.0	3,033.85
As of March 31, 2015	288,120	220,020	75.9	2,979.73

(Reference) Shareholders' equity

As of September 30, 2015: 222,635 million yen

As of March 31, 2015: 218,664 million yen

2. Status of Dividends

	Annual Dividends				
	End of 1st Quarter	End of 2nd Quarter	End of 3rd Quarter	End of Fiscal Year	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year Ended March 31, 2015	-	0.00	-	15.00	45.00
Fiscal Year Ending March 31, 2016	-	0.00	-	-	-
Fiscal Year Ending March 31, 2016 (Forecast)	-	-	-	-	-

(Note) Revision from the dividend forecast most recently announced: None

Total dividends for the fiscal year ended March 31, 2015 include special dividend from surplus of 30 yen per share with March 5, 2015 as an extraordinary record date.

The dividend forecast for the fiscal year ending March 31, 2016 is to be determined.

3. Consolidated Business Results Forecast for the Fiscal Year Ending March 31, 2016

(Period from April 1, 2015 to March 31, 2016)

(Percentages refer to changes from the previous corresponding period)

	Net Sales		Operating Income		Ordinary Income		Net Income Attributable to Owners of the Parent		Net Income per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Full Fiscal Year	100,300	13.9	19,800	(5.9)	19,200	(12.9)	9,300	(8.6)	126.73

(Note) Revision from the business forecasts most recently announced: None

* Matters of Note

- (1) Changes in material subsidiaries during the period (Changes in specified subsidiaries accompanying changes in scope of consolidation) :Yes
 Newly added: None
 Excluded: 1 (Universal Entertainment Korea co., ltd)
- (2) Application of accounting procedures specific to the preparation of quarterly consolidated financial statements : None
- (3) Changes in accounting policies, changes in accounting estimates and/or restatements
- 1) Changes in accounting policies accompanying revision of accounting standards, etc. : Yes
 2) Changes in accounting policies other than 1) : None
 3) Changes in accounting estimates : None
 4) Restatements : None
- (4) Number of outstanding shares (common stock)
- 1) Shares issued at end of fiscal period (including treasury shares)
- As of September 30, 2015: 80,195,000 shares
 As of March 31, 2015: 80,195,000 shares
- 2) Number of treasury shares at end of fiscal period
- As of September 30, 2015: 6,811,183 shares
 As of March 31, 2015: 6,811,154 shares
- 3) Average number of shares during fiscal period
- 2nd Quarter of Fiscal Year Ending March 31, 2016: 73,383,836 shares
 2nd Quarter of Fiscal Year Ended March 31, 2015: 73,383,846 shares

*Information Regarding the Implementation of Quarterly Review Procedures

This Summary of Financial Data and Business Results is exempt from the quarterly review procedures under the Financial Instruments and Exchange Act of Japan. At time of disclosure of this Summary of Financial Data and Business Results, the quarterly review procedures for the quarterly financial statements have been completed.

*Explanation on Proper Usage of Business Results Forecast and Other Noteworthy Items

The forward-looking statements regarding business results, etc. as featured herein are based on information that is currently available and certain assumptions that are determined to be reasonable, but are not promises by the Company regarding future performance. Actual business results may vary significantly due to a number of factors. For preconditions for business forecasts, notes on the usage of business forecasts and so forth, please see "1. Qualitative Information Pertaining to Quarterly Settlement of Accounts, (3) Explanation of Consolidated Business Results Forecast and Other Forward-looking Statements" on page 3 of the Attached Materials.

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1. Qualitative Information Pertaining to Quarterly Settlement of Accounts

(1) Explanation of Operating Results

First half of fiscal year ending March 31, 2016	Net sales	Operating income	Ordinary income	(Million yen)
				Net income attributable to owners of the parent
Non-consolidated	45,045	9,126	8,787	6,200
Consolidated	45,165	8,146	5,144	3,775

In the first half of the current consolidated fiscal year, Universal Entertainment posted net sales of 45,165 million yen (a 17.5% increase year on year), operating income of 8,146 million yen (a 11.5% decrease year on year), ordinary income of 5,144 million yen (a 45.3% decrease year on year), and net income attributable to owners of the parent of 3,775 million yen (a 12.8% decrease year on year).

Business segment performance was as follows. Sales and earnings are prior to adjustments for inter-segment sales and transfers.

(i) Pachislot and Pachinko Business

In the consolidated first half, Universal Entertainment launched Pachislot titles as follows.

“Thunder V Rebolt” was launched as the fourth title of “A PROJECT,” which has the goal of developing “revival” titles that return to the basics of Pachislot. “SLOT Shadow Hearts II – Unmei No Michishirube” was introduced as an ART-type model that complies with Japan’s new standards. Moreover, “King Jack” was launched as the second title from collaboration with Okazaki Sangyo Co., Ltd.

In addition, Universal Entertainment increased production and sales of machines currently in use that have earned excellent reputation among users as well as pachinko hall operators. These increases mainly involved the Pachislot titles “Oki-Doki!” and “SLOT Maho Shoyo Madoka☆Magika.”

In the Pachinko category, the new title “CR Million God Rising” was unveiled. This title incorporates the “Million God” content that has been very successful in the Pachislot market. Deliveries of this new title started in July.

As a result, the number of Pachislot and Pachinko machines sold during the consolidated first half amounted to approximately 105,000 units. The Pachislot and Pachinko Business posted net sales of 43,373 million yen (an increase of 17.4% year on year) and operating income of 15,286 million yen (an increase of 1.7% year on year).

(ii) Other

In the Media Content Business, simulator applications of the Pachinko title “CR Million God Rising” was distributed on App Store, Google Play and the members-only mobile website “Univa Kingdom.” “CR Million God Rising” has maintained a high ranking and earned a good reputation.

“Hikari-TV,” a cloud game service for TV viewers, started distributing “Oohanabi.” This service allows people to use their TVs to enjoy “Oohanabi,” a well-known Pachislot title that was launched many years ago. The new service has already generated a positive response from users.

Japan Amusement Broadcasting operates “Pachinko★Pachislot TV!,” Japan’s largest channel specializing in the Pachislot and Pachinko field. In its Broadcasting Business, second quarter sales remained strong as the number of J-COM subscribers continued to increase. In the Content Distribution Business, there were brisk sales of content launched in July. In addition, there was steady growth in the number of members at “Pachite! Net Premium,” a video distribution site for PCs and smartphones that started operating in March 2015.

As a result, operating income for the first half represented an achievement rate of 153.1% relative to the targeted figure. Other Business posted first half net sales of 1,798 million yen (an increase of 19.5% year on year) and an operating loss of 2,066 million yen (compared with an operating loss of 1,541 million yen in the same period of the previous consolidated fiscal year).

(2) Explanation of Financial Status

(Assets)

Current assets at the end of the second quarter of the current consolidated fiscal year were 131,789 million yen, an increase of 28,592 million yen over the end of the previous consolidated fiscal year. This was mainly due to a 45,838 million yen increase in cash and deposits and a 19,392 million yen decrease in notes and accounts receivable-trade. Non-current assets were 213,946 million yen, an increase of 29,023 million yen over the end of the previous consolidated fiscal year. This was mainly due to a 22,686 million yen increase in construction in progress.

As a result, total assets amounted to 347,861 million yen, an increase of 59,740 million yen over the end of the previous consolidated fiscal year.

(Liabilities)

Current liabilities at the end of the second quarter of the current consolidated fiscal year were 42,712 million yen, a decrease of 22,842 million yen over the end of the previous consolidated fiscal year. This was mainly due to a 14,032 million yen decrease in short-term loans payable and a 3,599 million yen decrease in income taxes payable. Non-current liabilities were 81,372 million yen, an increase of 78,826 million yen over the end of the previous consolidated fiscal year. This was mainly due to a 72,637 million yen increase in bonds payable and a 5,117 million yen increase in long-term leased obligations.

As a result, total liabilities amounted to 124,084 million yen, an increase of 55,984 million yen over the end of the previous consolidated fiscal year.

(Net Assets)

Net assets at the end of the second quarter of the current consolidated fiscal year totaled 223,776 million yen, an increase of 3,756 million yen over the end of the previous consolidated fiscal year. This was mainly due to an increase of 3,474 million yen in foreign currency translation adjustment.

As a result, the ratio of shareholders' equity was 64.0% compared with 75.9% at the end of the previous consolidated fiscal year.

(3) Explanation of Consolidated Business Results Forecast and Other Forward-looking Statements

(i) Pachislot and Pachinko Business

In the third quarter, effects from the oversupply of machines at other companies are anticipated due to the upcoming deadlines (October or November) for the industry's adoption of voluntary restrictions on Pachislot and Pachinko machines. Universal Entertainment will continue to focus on sales of popular Pachislot models that are already in use. The goal is to maintain a steady supply of these machines for pachinko hall operators.

In the Pachinko category, following up on the Pachinko title "CR Million God Rising," we are selling "CR Midoridon Hanabi DE Buon Giorno." This model incorporates "Midoridon," which is part of the Don-chan series of Pachislot titles that have been very popular in the Pachislot market.

Universal Entertainment plans to maintain consistent sales of new Pachinko titles just as in the Pachislot category.

(ii) Other

In the Media Content Business, Universal Entertainment is continuing to perform R&D activities with the aim of supplying high-quality simulator applications to users. The plan for the members-only mobile website “Univa Kingdom” is to upgrade this website and consistently increase the number of applications. Universal Entertainment is determined to build on the ability of “Univa Kingdom” to earn the support of a large number of users.

Japan Amusement Broadcasting operates “Pachinko★Pachislot TV!,” Japan’s largest channel specializing in the Pachislot and Pachinko field. More new services and promotions are under consideration for the purpose of further increasing the number of members of the “Pachitele! Net Premium” video distribution service for personal computers and smartphones. In addition, a revision to the program lineup is planned for October. Japan Amusement Broadcasting plans to continue expanding the Broadcasting Business, producing programs that can energize the entire Pachislot and Pachinko market and maintaining a program lineup that can earn the support of viewers.

At Manila Bay Resorts, the Universal Entertainment Group’s casino resort project in the Philippines, construction is proceeding and has reached the stage of installing the glass facade and performing other work.

Construction is continuing at this project with the goal of building one of the world’s best casino resort facilities that is highly appealing to people around the world and a source of fun and excitement.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheet

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2015)	The 2nd Quarter of the Current Consolidated Fiscal Year (September 30, 2015)
Assets		
Current assets		
Cash and deposits	39,155	84,994
Notes and accounts receivable-trade	26,571	7,179
Securities	505	14
Merchandise and finished goods	1,272	1,195
Work in process	11,226	12,450
Raw materials and supplies	17,175	17,889
Deferred tax assets	825	332
Other	6,505	7,757
Allowance for doubtful accounts	(41)	(23)
Total current assets	103,196	131,789
Non-current assets		
Property, plant and equipment		
Land	7,764	7,802
Construction in progress	52,235	74,922
Lease assets(Net)	-	6,012
Other	19,763	15,608
Total property, plant and equipment	79,763	104,345
Intangible assets		
Other	1,653	1,724
Total intangible assets	1,653	1,724
Investments and other assets		
Investment securities	58,330	60,551
Long-term deposits	13,096	13,623
Long-term deposits for affiliates	28,964	31,125
Other	6,287	6,013
Allowance for doubtful accounts	(3,171)	(3,437)
Total investments and other assets	103,506	107,876
Total non-current assets	184,923	213,946
Deferred assets	-	2,125
Total assets	288,120	347,861

(Million yen)

	Previous Consolidated Fiscal Year (March 31, 2015)	The 2nd Quarter of the Current Consolidated Fiscal Year (September 30, 2015)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	15,243	13,555
Accounts payable-other	6,904	5,673
Short-term loans payable	28,782	14,750
Current portion of bonds	500	250
Income taxes payable	7,082	3,483
Provision for bonuses	246	265
Other	6,793	4,734
Total current liabilities	65,554	42,712
Non-current liabilities		
Bonds payable	-	72,637
Asset retirement obligations	377	379
Long-term leased obligations	-	5,117
Other	2,168	3,237
Total non-current liabilities	2,545	81,372
Total liabilities	68,100	124,084
Net assets		
Shareholders' equity		
Capital stock	98	98
Capital surplus	10,852	10,852
Retained earnings	205,314	205,787
Treasury shares	(14,296)	(14,296)
Total shareholders' equity	201,967	202,440
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	30	54
Foreign currency translation adjustment	16,665	20,140
Total accumulated other comprehensive income	16,696	20,194
Subscription rights to shares	32	53
Non-controlling interests	1,323	1,088
Total net assets	220,020	223,776
Total liabilities and net assets	288,120	347,861

(2) Quarterly Consolidated Statement of Income and
 Quarterly Consolidated Statement of Comprehensive Income
 (Quarterly Consolidated Statement of Income)
 (The Cumulative Second Quarter of the Consolidated Fiscal Year)

(Million yen)

	The Cumulative 2nd Quarter of the Previous Consolidated Fiscal Year (April 1 to September 30, 2014)	The Cumulative 2nd Quarter of the Current Consolidated Fiscal Year (April 1 to September 30, 2015)
Net sales	38,428	45,165
Cost of sales	16,543	21,555
Gross profit	21,885	23,609
Selling, general and administrative expenses	12,684	15,463
Operating income	9,200	8,146
Non-operating income		
Interest income	43	27
Dividend income	7	221
Foreign exchange gains	534	-
Other	113	43
Total non-operating income	698	292
Non-operating expenses		
Interest expenses	230	379
Foreign exchange losses	-	1,689
Commission fee	33	79
Sales discounts	222	97
Equity in losses of affiliates	-	965
Other	7	82
Total non-operating expenses	494	3,294
Ordinary income	9,404	5,144
Extraordinary income		
Gain on sales of non-current assets	-	5
Gain on reversal of subscription rights to shares	22	1
Gain on liquidation of subsidiaries	-	1,758
Other	-	6
Total extraordinary income	22	1,771
Extraordinary losses		
Loss on retirement of non-current assets	0	6
Loss on business of affiliates	441	-
Total extraordinary losses	442	6
Income before income taxes and others	8,985	6,909
Income taxes-current	3,974	2,789
Income taxes-deferred	700	580
Total income taxes	4,674	3,369
Net income	4,310	3,540
Loss attributable to non-controlling interests	(16)	(234)
Net income attributable to owners of the parent	4,327	3,775

(Quarterly Consolidated Statement of Comprehensive Income)
 (The Cumulative Second Quarter of the Consolidated Fiscal Year)

(Million yen)

	The Cumulative 2nd Quarter of the Previous Consolidated Fiscal Year (April 1 to September 30, 2014)	The Cumulative 2nd Quarter of the Current Consolidated Fiscal Year (April 1 to September 30, 2015)
Net income	4,310	3,540
Other comprehensive income		
Valuation difference on available-for-sale securities	(9)	23
Foreign currency translation adjustment	(5,308)	3,474
Total other comprehensive income	(5,318)	3,498
Comprehensive income	(1,007)	7,038
(Breakdown)		
Comprehensive income attributable to owners of the parent	(991)	7,273
Comprehensive income attributable to non-controlling interests	(16)	(234)

(3) Quarterly Consolidated Statement of Cash Flows

(Million yen)

	The Cumulative 2nd Quarter of the Previous Consolidated Fiscal Year (April 1 to September 30, 2014)	The Cumulative 2nd Quarter of the Current Consolidated Fiscal Year (April 1 to September 30, 2015)
Cash flows from operating activities		
Income before income taxes and others	8,985	6,909
Depreciation	1,623	1,706
Amortization of bond issuance cost	-	73
Loss (gain) on liquidation of affiliates	-	(1,758)
Equity in (earnings) losses of affiliates	-	965
Increase (decrease) in provision for bonuses	15	19
Increase (decrease) in allowance for doubtful accounts	(1)	249
Interest and dividend income	(50)	(249)
Interest expenses	230	379
Loss on retirement of property, plant and equipment and intangible assets	0	6
Loss on business of affiliates	441	-
Gain on reversal of subscription rights to shares	(22)	(1)
Foreign exchange losses (gains)	642	(796)
Decrease (increase) in notes and accounts receivable-trade	13,457	19,392
Decrease (increase) in inventories	(560)	(1,847)
Decrease (increase) in accounts receivable-other	6	(24)
Decrease (increase) in long-term accounts receivable-other	(44)	59
Decrease (increase) in claims provable in bankruptcy, claims provable in rehabilitation	(4)	120
Increase (decrease) in notes and accounts payable-trade	(10,061)	(1,688)
Increase (decrease) in accrued consumption taxes	1,702	(1,397)
Increase (decrease) in accounts payable-other	(765)	(872)
Increase (decrease) in advances received	(56)	(1,044)
Decrease (increase) in other current assets	(1,250)	(1,178)
Increase (decrease) in other current liabilities	(1,197)	(632)
Increase (decrease) in other non-current liabilities	40	(28)
Other	(35)	(1)
Subtotal	13,097	18,361
Interest and dividend income received	50	249
Interest expenses paid	(230)	(379)
Income taxes (paid) refund	(7,536)	(6,358)
Net cash provided by (used in) operating activities	5,381	11,873

(Million yen)

	The Cumulative 2nd Quarter of the Previous Consolidated Fiscal Year (April 1 to September 30, 2014)	The Cumulative 2nd Quarter of the Current Consolidated Fiscal Year (April 1 to September 30, 2015)
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	8,429	-
Purchase of property, plant and equipment	(10,984)	(23,074)
Proceeds from sales of property, plant and equipment	3	17
Purchase of intangible assets	(392)	(236)
Purchase of investment securities	(4)	(1,465)
Purchase of shares of subsidiaries	(294)	-
Payments for lease and guarantee deposits	(30)	(218)
Proceeds from collection of lease and guarantee deposits	1	9
Decrease (increase) in deposits paid	(7)	(2,419)
Other	20	403
Net cash provided by (used in) investing activities	(3,259)	(26,985)
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(9,202)	(14,373)
Repayments of long-term loans payable	(218)	-
Proceeds from issuance of bonds	-	70,855
Redemption of bonds	(990)	(250)
Cash dividends paid	(1,834)	(3,302)
Decrease (increase) in pledged deposit	8,412	(934)
Payment for sales and purchasebacks	-	(615)
Proceeds from sales and leasebacks	-	6,243
Payment for sales and leasebacks	-	(187)
Other	(7)	133
Net cash provided by (used in) financing activities	(3,839)	57,568
Effect of exchange rate change on cash and cash equivalents	(317)	2,320
Net increase (decrease) in cash and cash equivalents	(2,035)	44,777
Cash and cash equivalents at beginning of consolidated fiscal year	28,743	39,356
Increase in cash and cash equivalents from newly consolidated subsidiary	5	-
Decrease in cash and cash equivalents resulting from exclusion of subsidiaries from consolidation	-	(338)
Cash and cash equivalents at end of consolidated fiscal year	26,712	83,795

(4) Notes to Quarterly Consolidated Financial Statements

(Notes Pertaining to Going Concern)

There is no applicable information.

(Notes in Event of Significant Fluctuation in Amount of Shareholders' Equity)

There is no applicable information.

(5) Additional Information

(Litigation)

The lawsuit involving Wynn Resorts, Limited (NASDAQ: WYNN) is currently in the stage of disclosure of evidence including discovery and recording of testimony. Next will be a trial with witness examinations and other activities that will result in a verdict. Consequently, taking into account the difficulty of estimating with certainty the effects that could potentially arise from the results of filing this countersuit on the financial status, operating results, and cash flow status of the corporate group consisting of Universal Entertainment and its consolidated subsidiaries, etc. in a particular period of time, the Wynn Resorts stock has been valued at the acquisition cost since the end of March 2013.

Interest payments for the long-term note issued by Wynn Resorts for the past three years (38,728,852.63 U.S. dollars each year) have been paid to the clerk of the court for deposit in the court trust account. However, since the Company believes the interest payments do not belong to the Universal Entertainment Group based on the principle of the right to claim, the Company has concluded that it is very likely that there will be no need to recognize the interest paid by this check as interest received for either accounting or tax purposes. Consequently, the Company's consolidated financial statements do not reflect the issuance of this check with an interest payment.

In February 2015, the Company, with Aruze USA Inc. and others, filed a lawsuit in the Court of First Instance of the Macau Special Administrative Region of the People's Republic of China against Wynn Resorts (Macau) S.A. and four of its directors, including Steve Wynn. The pending suit asks for the dissolution of Wynn Resorts (Macau) S.A., payment of damages totaling about 8 billion Macau patacas and other actions.

(Inclusion of Interests to be paid in acquisition cost)

As to the funds spent on the casino resort project, which were procured through loans and bonds (privately-subscribed bonds) for long-term projects and of which amount was material, interests to be paid during the construction period are included in acquisition cost.