



January 31, 2017

Company	JVCKENWOOD Corporation
Representative	Takao Tsuji, President & CEO (Code: 6632; First Section of the Tokyo Stock Exchange)
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## Notice Regarding Corrections to Earnings Results of the Company

JVCKENWOOD Corporation (“JVCKENWOOD”), at its Board of Directors’ meeting held today, resolved, as follows, to make corrections to the earnings results for the period from the third quarter of the fiscal year ended March 2012 (from April 1, 2011 to March 31, 2012) to the second quarter of the fiscal year ending March 2017 (from April 1, 2016 to March 31, 2017) (the “Applicable Period”). It also resolved, as follows, to adjust accordingly the quarterly reports and the securities reports (hereinafter collectively referred to as the “Securities Reports, etc.”) and the quarterly accounting reports and the accounting reports (hereinafter collectively referred to as the “Accounting Reports, etc.”) for the aforementioned period.

### 1. Details of Corrections to Earnings Forecast and Background

JVCKENWOOD became aware that it had overstated corporate enterprise tax for the Applicable Period due to failure to apply the calculation method set forth in Article 72-21, Paragraph 6, of the Local Tax Act (deducting specified items from the amount of capital, etc. in calculation of tax base of capital component). Accordingly, the Company filed a claim for a tax refund for the overpaid amount of corporate enterprise tax for prior years with the Kanagawa Tax Office on November 16, 2016.

The cumulative amount of the overstatement of corporate enterprise tax for the Applicable Period was 1,317 million yen. In view of the quantitative materiality of the overstatement, we judged that it would be appropriate to make adjustments retroactively to the earnings results for each period.

For the above reasons, partial corrections to the Securities Reports, etc. and the Accounting Reports, etc., which JVCKENWOOD released during the Applicable Period, became necessary. Accordingly, the Company made amendments to the Securities Reports, etc. and the Accounting Reports, etc. for the Applicable Period in accordance with the provisions of Article 24 of the Financial Instruments and Exchange Act and Article 416 of the Tokyo Stock Exchange’s Securities Listing Regulations.

### 2. Details of Corrections and Amounts of Impact

Adjustments were made to the amounts of corporate enterprise tax reported in the consolidated financial statements and the non-consolidated financial statements and income taxes-deferred and accompanying items associated with the adjustments to corporate enterprise tax. The amounts of impact on profits and losses of the Consolidated Statements of Income and the Non-Consolidated Statements of Income for each applicable fiscal year are as listed in the table below (“+” refers to an increase in profit or

a decrease in loss).

As announced in the “Notice on Elimination of Loss Carried Forward by Transfer of Other Capital Surplus to Retained Earnings” on May 14, 2014, we transferred other capital surplus amounting to 301 million yen to loss carried forward. However, making the aforementioned corrections resulted in a decrease in the loss carried forward subject to elimination. Accordingly, the Company also made adjustments of undoing the said appropriation of retained earnings (compensation for loss).

(Millions of yen)

Period	Item	Before correction (A)	After correction (B)	Amount of impact (B-A)	Percentage change (%)
Fiscal year ended March 2012	Operating income	12,813	13,105	+292	2.3%
	Ordinary income	6,420	6,712	+292	4.6%
	Net income	6,032	6,213	+181	3.0%
Fiscal year ended March 2013	Operating income	9,603	9,761	+157	1.6%
	Ordinary income	3,106	3,263	+157	5.1%
	Net income	1,146	1,243	+98	8.5%
Fiscal year ended March 2014	Operating income	4,421	4,592	+171	3.9%
	Ordinary income (loss)	(70)	100	+171	—
	Net loss	(6,571)	(6,450)	+121	—
Fiscal year ended March 2015	Operating income	6,570	6,757	+187	2.8%
	Ordinary income	3,176	3,362	+187	5.9%
	Net income	4,654	4,795	+141	3.0%
Fiscal year ended March 2016	Operating income	4,221	4,494	+273	6.5%
	Ordinary income	1,018	1,291	+273	26.8%
	Net income attributable to owners of parent	3,194	3,401	+207	6.5%
*Fiscal year ended March 2017	Operating loss	(869)	(632)	+237	—
	Ordinary loss	(1,725)	(1,488)	+237	—
	Net loss attributable to owners of parent	(5,979)	(5,742)	+237	—
Cumulative total	Operating income			+1,317	
	Ordinary income			+1,317	
	Net income or net income attributable to owners of parent			+985	

\*As for the fiscal year ending March 2017, corrections are applicable through the first half of the period.

### 3. Accounting Reports, etc. and Securities Reports, etc. Subject to Corrections

The Accounting Reports, etc. and the Securities Reports, etc. of the Company subject to the aforementioned corrections are as listed in the table below.

We made corrections to the prior-year Accounting Reports, etc. as announced separately today.

We will submit amendment reports for the Securities Reports, etc. (including the internal control reports) for the Applicable Period, audited by Deloitte Touche Tohmatsu LLC, to the Kanto Finance Bureau effective today.

	Accounting Reports, etc.	Securities Reports, etc.
Fiscal year ended March 2012	Accounting report for the third quarter Accounting report	Quarterly report for the third quarter of the 4 <sup>th</sup> term Securities report for the 4 <sup>th</sup> term
Fiscal year ended March 2013	Accounting report for the first quarter Accounting report for the second quarter Accounting report for the third quarter Accounting report	Quarterly report for the first quarter of the 5 <sup>th</sup> term Quarterly report for the second quarter of the 5 <sup>th</sup> term Quarterly report for the third quarter of the 5 <sup>th</sup> term Securities report for the 5 <sup>th</sup> term
Fiscal year ended March 2014	Accounting report for the first quarter Accounting report for the second quarter Accounting report for the third quarter Accounting report	Quarterly report for the first quarter of the 6 <sup>th</sup> term Quarterly report for the second quarter of the 6 <sup>th</sup> term Quarterly report for the third quarter of the 6 <sup>th</sup> term Securities report for the 6 <sup>th</sup> term
Fiscal year ended March 2015	Accounting report for the first quarter Accounting report for the second quarter Accounting report for the third quarter Accounting report	Quarterly report for the first quarter of the 7 <sup>th</sup> term Quarterly report for the second quarter of the 7 <sup>th</sup> term Quarterly report for the third quarter of the 7 <sup>th</sup> term Securities report for the 7 <sup>th</sup> term
Fiscal year ended March 2016	Accounting report for the first quarter Accounting report for the second quarter Accounting report for the third quarter Accounting report	Quarterly report for the first quarter of the 8 <sup>th</sup> term Quarterly report for the second quarter of the 8 <sup>th</sup> term Quarterly report for the third quarter of the 8 <sup>th</sup> term Securities report for the 8 <sup>th</sup> term
Fiscal year ending March 2017 (current period)	Accounting report for the first quarter Accounting report for the second quarter	Quarterly report for the first quarter of the 9 <sup>th</sup> term Quarterly report for the second quarter of the 9 <sup>th</sup> term

#### 4. Future Outlook

The amounts of impact of the aforementioned corrections to the Company's consolidated earnings results for the fiscal year ending March 2017 are as stated above in "2. Details of Corrections and Amounts of Impact," and are reflected in the "Notice Regarding Revisions of Forecasts for Earnings and Dividend of Surplus" released today.