

[Correction] Order Volume and Backlog

An error in the reporting of some order volumes and backlog has been corrected.
For details, please refer to our Financial Review issued on October 28, 2016.
The correction applies only to orders and has no impact on our audited financial statements.
For revisions affecting FACT BOOK, please refer to the correction on the following page

- Reason for the error:
A programming error caused some orders to be recorded in duplicate at a U.S. subsidiary, resulting in errors in order volume and backlog that TEL disclosed from 2005 onward
- Scope of correction:
We have taken into account the public inspection period for Securities Reports and Quarterly Reports, and the degree of impact of the corrected amounts, and the order backlog from March 31, 2011 to the current period and the order volume since the April to June 2011 quarter have been corrected
- Impact:
The discrepancies range between underreporting of 0.4% to overreporting of 1.9% of the consolidated order volume
The orders backlog of 2.8% (¥10.4 billion) as of June 30, 2016 was overstated
- Preventative measures:
We have confirmed that this issue has not occurred in other regions. We will undertake to prevent such issues in the future for unaudited items through improved business process verification and the careful checking of numbers

FACT BOOK Page 9: Correction to SPE Orders Received, SPE Order Backlog

SPE Orders Received (Million Yen)

FY	Before correction	After correction
2012	437,615	437,242
2013	342,547	342,466
2014	546,932	546,696
2015	626,795	620,765
2016	626,275	622,935

SPE Order Backlog (Million Yen)

FY	Before correction	After correction
2012	188,684	187,950
2013	141,616	140,800
2014	209,914	208,863
2015	260,467	253,385
2016	273,710	263,288