

## Summary of Consolidated Financial Results for the Three Months Ended June 30, 2019 [under Japanese GAAP]

(Amounts less than one million yen are rounded down)

### 1. Consolidated financial results for the three months ended June 30, 2019

(from April 1, 2019 to June 30, 2019)

#### (1) Consolidated operating results

(Millions of yen, except per share amounts; Percentages indicate year-on-year changes)

	Three months ended June 30, 2019		Three months ended June 30, 2018	
		%		%
Net sales	12,823	3.7	12,364	(0.1)
Operating income	1,729	11.6	1,549	(18.7)
Ordinary income	1,782	(4.5)	1,866	(12.9)
Net income attributable to owners of the Parent	1,209	(2.0)	1,234	(13.3)
Basic earnings per share (Yen)	20.71		21.13	
Diluted earnings per share (Yen)	-		-	
Note: Comprehensive income	286 million yen [(59.8%)]		711 million yen [(66.9%)]	

#### (2) Consolidated financial position

(Millions of yen)

	June 30, 2019	March 31, 2019
Total assets	89,898	92,191
Total equity	70,011	70,370
Ratio of equity attributable to owners of the Parent	77.0%	75.5%
Reference: Equity attributable to owners of the Parent	69,232 million yen	69,582 million yen

### 2. Dividends

	Year ending March 31, 2020 (Forecast)	Year ending March 31, 2020	Year ended March 31, 2019
Annual cash dividends per share (Yen)			
1st quarter end	-	-	-
2nd quarter end	11.00	-	11.00
3rd quarter end	-	-	-
Fiscal year end	11.00	-	11.00
Total	22.00	-	22.00

Note: Revisions to the cash dividends forecasts most recently announced: None

### 3. Forecast of consolidated operating results for the year ending March 31, 2020

(from April 1, 2019 to March 31, 2020)

(Millions of yen, except per share amounts; Percentages indicate year-on-year changes)

	Six months ending September 30, 2019		Year ending March 31, 2020	
		%		%
Net sales	25,800	2.7	53,500	1.3
Operating income	3,400	(1.2)	8,200	1.9
Ordinary income	3,600	(3.9)	8,500	0.8
Net income attributable to owners of the Parent	2,400	(5.6)	5,800	7.5
Basic earnings per share (Yen)	41.08		99.28	

Note: Revisions to the consolidated operating results forecasts most recently announced: None

**4 . Others**

Number of issued shares outstanding at the end of the periods (ordinary shares)

	June 30, 2019	March 31, 2019
Number of issued shares including treasury shares	58,948,063 shares	58,948,063 shares
Number of treasury shares	527,764 shares	527,764 shares

	Three months ended June 30, 2019	Three months ended June 30, 2018
Average number of shares outstanding during the period	58,420,299 shares	58,420,775 shares

**Explanation regarding the appropriate use of forecast of operating results and other special items**

Forward-looking statements such as earnings forecasts and other projections contained in this report are based on information currently available and certain assumptions judged by management to be reasonable, and do not constitute guarantees of future performance. Actual results may differ materially from expectations due to various factors.

Consolidated Financial Statements  
Consolidated Balance Sheets

(Millions of yen)

	March 31, 2019	June 30, 2019
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	26,641	23,541
Notes and accounts receivable - trade	14,496	13,493
Electronically recorded monetary claims - operating	2,149	2,156
Securities	3,800	7,300
Merchandise and finished goods	6,158	5,758
Work in process	47	45
Raw materials and supplies	3,233	3,289
Other	310	231
Allowance for doubtful accounts	△1	△0
<b>Total current assets</b>	<b>56,836</b>	<b>55,815</b>
<b>Non-current assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures, net	5,327	5,244
Machinery, equipment and vehicles, net	4,506	4,218
Land	8,835	8,835
Construction in progress	112	242
Other, net	734	667
<b>Total property, plant and equipment</b>	<b>19,515</b>	<b>19,208</b>
<b>Intangible assets</b>	<b>176</b>	<b>155</b>
<b>Investments and other assets</b>		
Investment securities	14,390	13,068
Deferred tax assets	647	1,025
Other	627	628
Allowance for doubtful accounts	△3	△3
<b>Total investments and other assets</b>	<b>15,662</b>	<b>14,718</b>
<b>Total non-current assets</b>	<b>35,355</b>	<b>34,083</b>
<b>Total assets</b>	<b>92,191</b>	<b>89,898</b>
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	8,430	7,073
Electronically recorded obligations - operating	439	454
Short-term borrowings	1,930	1,930
Current portion of long-term borrowings	914	945
Income taxes payable	940	592
Provision for bonuses for directors (and other officers)	66	15
Other	3,985	3,787
<b>Total current liabilities</b>	<b>16,707</b>	<b>14,799</b>
<b>Non-current liabilities</b>		
Long-term borrowings	680	708
Deferred tax liabilities	23	6
Deferred tax liabilities for land revaluation	1,111	1,111
Provision for retirement benefits for directors (and other officers)	111	73
Retirement benefit liability	2,219	2,239
Asset retirement obligations	378	378
Other	587	568
<b>Total non-current liabilities</b>	<b>5,113</b>	<b>5,087</b>
<b>Total liabilities</b>	<b>21,820</b>	<b>19,887</b>

Consolidated Financial Statements  
Consolidated Balance Sheets

(Millions of yen)

	March 31, 2019	June 30, 2019
Net assets		
Shareholders' equity		
Share capital	6,867	6,867
Capital surplus	5,740	5,740
Retained earnings	51,798	52,365
Treasury shares	△322	△322
Total shareholders' equity	64,084	64,651
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,199	2,287
Deferred gains or losses on hedges	△4	8
Revaluation reserve for land	2,533	2,533
Foreign currency translation adjustment	△93	△117
Remeasurements of defined benefit plans	△137	△131
Total accumulated other comprehensive income	5,498	4,580
Non-controlling interests	788	779
Total net assets	70,370	70,011
Total liabilities and net assets	92,191	89,898

## Consolidated Statements of Income

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Net sales	12,364	12,823
Cost of sales	7,606	7,777
Gross profit	4,758	5,046
Selling, general and administrative expenses		
Transportation and storage costs	987	1,110
Advertising expenses	239	219
Salaries	570	575
Provision for bonuses for directors (and other officers)	17	18
Retirement benefit expenses	47	46
Provision for retirement benefits for directors (and other officers)	5	5
Research and development expenses	288	291
Other	1,051	1,049
Total selling, general and administrative expenses	3,208	3,317
Operating profit	1,549	1,729
Non-operating income		
Interest income	1	3
Dividend income	284	215
Foreign exchange gains	62	—
Miscellaneous income	5	4
Total non-operating income	353	223
Non-operating expenses		
Interest expenses	4	4
Sales discounts	30	33
Foreign exchange losses	—	99
Loss on abandonment of inventories	—	25
Miscellaneous loss	1	6
Total non-operating expenses	36	170
Ordinary profit	1,866	1,782
Extraordinary income		
Gain on sales of non-current assets	2	1
Subsidy income	—	44
Total extraordinary income	2	45
Extraordinary losses		
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	1,868	1,827
Income taxes	632	617
Profit	1,236	1,209
Profit (loss) attributable to non-controlling interests	2	Δ0
Profit attributable to owners of parent	1,234	1,209

## Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Profit	1,236	1,209
Other comprehensive income		
Valuation difference on available-for-sale securities	Δ526	Δ917
Deferred gains or losses on hedges	Δ34	13
Foreign currency translation adjustment	31	Δ24
Remeasurements of defined benefit plans, net of tax	5	5
Total other comprehensive income	Δ524	Δ923
Comprehensive income	711	286
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	718	292
Comprehensive income attributable to non-controlling interests	Δ6	Δ5