

Consolidated Financial Results
For the Third Quarter of the Year Ending March 31, 2019
(Japan GAAP)

January 30, 2019

Company name : Nippon Light Metal Holdings Company, Ltd.
Stock exchange listing : First Section of Tokyo
Code number : 5703
URL : <http://www.nikkeikinholdings.com/>
Representative : Ichiro OKAMOTO, President & Chief Executive Officer
The expected date for filing of securities report : February 6, 2019
The expected date of dividends payment : —
Additional documents to supplement quarterly financial results : None
Quarterly IR presentation : None

(Amounts less than one million yen are rounded off)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2018

(April 1, 2018 – December 31, 2018)

(1) Consolidated Results of Operations (Accumulated Total)

(% : changes from the same period of the previous fiscal year)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|-------------------|-----------------|-----|------------------|-------|-----------------|------|---|-----|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Nine months ended | | | | | | | | |
| December 31, 2018 | 378,402 | 6.4 | 23,257 | (0.1) | 23,696 | 2.4 | 16,002 | 7.3 |
| December 31, 2017 | 355,756 | 7.4 | 23,281 | 4.9 | 23,145 | 10.0 | 14,911 | 5.4 |

(Note) Comprehensive income: ¥15,003 million / (19.5%) for the Nine months ended December 31, 2018
¥18,670 million / 35.9% for the Nine months ended December 31, 2017

| | Net profit per share (basic) | Net profit per share (diluted) |
|-------------------|------------------------------|--------------------------------|
| Nine months ended | Yen | Yen |
| December 31, 2018 | 25.84 | — |
| December 31, 2017 | 24.08 | — |

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|-------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| Nine months ended | | | | |
| December 31, 2018 | 473,363 | 198,108 | 38.8 | 296.57 |
| Year ended | | | | |
| March 31, 2018 | 467,199 | 189,322 | 37.2 | 280.93 |

(Reference) Shareholder's equity: ¥183,639 million as of the Nine months ended December 31, 2018
¥173,957 million as of the Year ended March 31, 2018

2. Dividends

| | Annual dividend per share | | | | |
|--|---------------------------|-----------------------|----------------------|----------|--------|
| | End of first quarter | End of second quarter | End of third quarter | Year-end | Annual |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2018 | — | 4.00 | — | 4.00 | 8.00 |
| Year ending March 31, 2019 | — | 4.00 | | | |
| Year ending March 31, 2019 (forecasts) | | | — | 4.00 | 8.00 |

(Note) Revisions to dividend forecasts published most recently : None

3. Forecast of Consolidated Financial Results for the Year Ending March 31, 2019

(April 1, 2018—March 31, 2019)

(% : changes from the same period of the previous fiscal year)

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Net profit per share |
|----------------------------|-----------------|-----|------------------|-----|-----------------|-----|---|------|----------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Year ending March 31, 2019 | 510,000 | 5.9 | 32,000 | 7.0 | 31,000 | 5.0 | 20,000 | 11.0 | 32.30 |

(Note) Revisions to financial forecasts published most recently : None

*Notes

(1) Changes of important subsidiaries during the period

(changes of specific subsidiaries in accordance with changes in the scope of consolidation) : None

Newly added: — (Company name: —) Excluded : — (Company name : —)

(2) Application of particular accounts procedures to the preparation of quarterly consolidated financial statements

: None

(3) Changes in accounting policies and changes or restatement of accounting estimates

(i) Changes in accounting policies caused by revision of accounting standards : None

(ii) Changes in accounting policies other than (i) : None

(iii) Changes in accounting estimates : None

(iv) Restatement : None

(4) Number of shares outstanding (common stock)

(i) Number of shares outstanding at end of period (including treasury stock)

| | |
|---|--------------------|
| As of the Nine months ended December 31, 2018 | 619,937,500 shares |
| As of the Year ended March 31, 2018 | 619,937,500 shares |

(ii) Number of treasury stock at end of period

| | |
|---|----------------|
| As of the Nine months ended December 31, 2018 | 719,136 shares |
| As of the Year ended March 31, 2018 | 714,480 shares |

(iii) Average number of shares outstanding during the term

| | |
|---|--------------------|
| For the Nine months ended December 31, 2018 | 619,220,926 shares |
| For the Nine months ended December 31, 2017 | 619,228,446 shares |

* Status of a quarterly review

- The current quarterly financial report is not subject to quarterly review by certified public accountants or

auditing firms.

- * Explanations and other special notes concerning the appropriate use of business performance forecasts
- The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ materially from the forecast depending on a range of factors.

【Attached documents】 Quarterly Consolidated Financial Statements

1: Quarterly Consolidated Balance Sheets

(Millions of yen)

| | Year ended (March 31, 2018) | Nine months ended (December 31, 2018) |
|--|-----------------------------------|--|
| Assets | | |
| Current assets | | |
| Cash and deposits | 30,722 | 26,936 |
| Notes and accounts receivable – trade | 154,785 | 155,296 |
| Finished products | 28,276 | 30,418 |
| Work-in-progress, including costs related to construction-type contracts | 17,675 | 21,746 |
| Raw material and supplies | 20,690 | 22,708 |
| Other current assets | 11,612 | 10,628 |
| Allowance for doubtful accounts | (1,089) | (905) |
| Total current assets | 262,671 | 266,827 |
| Fixed assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 45,824 | 45,169 |
| Machinery and equipment | 41,875 | 40,411 |
| Tools, furniture and fixtures | 4,402 | 4,912 |
| Land | 54,659 | 54,673 |
| Construction-in-progress | 7,242 | 12,082 |
| Total property, plant and equipment | 154,002 | 157,247 |
| Intangible assets | | |
| Goodwill | — | 2,110 |
| Other intangible assets | 3,187 | 3,408 |
| Total intangible assets | 3,187 | 5,518 |
| Investments and other assets | | |
| Other assets | 47,594 | 44,029 |
| Allowance for doubtful accounts | (255) | (258) |
| Total investments and other assets | 47,339 | 43,771 |
| Total fixed assets | 204,528 | 206,536 |
| Total assets | 467,199 | 473,363 |

(Millions of yen)

| | Year ended (March 31, 2018) | Nine months ended (December 31, 2018) |
|---|-----------------------------------|--|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable – trade | 78,630 | 79,001 |
| Short-term borrowings | 75,511 | 80,436 |
| Income taxes payable | 2,110 | 2,667 |
| Other current liabilities | 35,478 | 31,141 |
| Total current liabilities | 191,729 | 193,245 |
| Long-term liabilities | | |
| Bonds | 637 | 666 |
| Long-term debt | 63,849 | 59,095 |
| Liabilities for retirement benefits | 19,775 | 19,861 |
| Other long-term liabilities | 1,887 | 2,388 |
| Total long-term liabilities | 86,148 | 82,010 |
| Total liabilities | 277,877 | 275,255 |
| Net assets | | |
| Shareholders' equity | | |
| Common stock | 46,525 | 46,525 |
| Additional paid-in capital | 19,064 | 19,499 |
| Retained earnings | 101,593 | 112,649 |
| Treasury stock, at cost | (67) | (68) |
| Total shareholders' equity | 167,115 | 178,605 |
| Accumulated other comprehensive income | | |
| Net unrealized gains (losses) on securities | 4,181 | 3,101 |
| Net unrealized gains(losses) on hedges | (144) | (116) |
| Revaluation surplus | 145 | 145 |
| Foreign currency translation adjustments | 3,111 | 2,353 |
| Remeasurements of defined benefits plans | (451) | (449) |
| Total accumulated other comprehensive income | 6,842 | 5,034 |
| Non-controlling interests | 15,365 | 14,469 |
| Total net assets | 189,322 | 198,108 |
| Total liabilities and net assets | 467,199 | 473,363 |

2: Quarterly Consolidated Statements of Income and
 Quarterly Consolidated Statements of Comprehensive Income

Quarterly Consolidated Statements of Income

(Millions of yen)

| | Nine months ended (December 31, 2017) | Nine months ended (December 31, 2018) |
|--|--|--|
| Net sales | 355,756 | 378,402 |
| Cost of sales | 285,102 | 304,543 |
| Gross profit | 70,654 | 73,859 |
| Selling, general and administrative expenses | 47,373 | 50,602 |
| Operating profit | 23,281 | 23,257 |
| Non-operating profit | | |
| Other | 3,081 | 3,292 |
| Total non-operating profit | 3,081 | 3,292 |
| Non-operating expenses | | |
| Interest expense | 1,030 | 974 |
| Other | 2,187 | 1,879 |
| Total non-operating expenses | 3,217 | 2,853 |
| Ordinary profit | 23,145 | 23,696 |
| Special gains | | |
| Gain on step acquisitions | — | 1,371 |
| Total special gains | — | 1,371 |
| Special losses | | |
| Loss on impairment of fixed assets | 467 | 957 |
| Total special losses | 467 | 957 |
| Profit before income taxes and minority interests | 22,678 | 24,110 |
| Income taxes - current | 3,825 | 5,252 |
| Income taxes - deferred | 2,531 | 1,851 |
| Total income taxes | 6,356 | 7,103 |
| Net profit | 16,322 | 17,007 |
| Profit (loss) attributable to non-controlling interests | 1,411 | 1,005 |
| Profit attributable to owners of parent | 14,911 | 16,002 |

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

| | Nine months ended (December 31, 2017) | Nine months ended (December 31, 2018) |
|--|--|--|
| Net profit | 16,322 | 17,007 |
| Other comprehensive income | | |
| Net unrealized gains (losses) on securities | 546 | (1,105) |
| Net unrealized gains(losses) on hedges | 6 | 28 |
| Foreign currency translation adjustments | 1,339 | (685) |
| Remeasurements of defined benefit plans | 123 | 18 |
| Equity of other comprehensive income (losses) of affiliates | 334 | (230) |
| Total other comprehensive income (losses) | 2,348 | (1,974) |
| Comprehensive income | 18,670 | 15,033 |
| Comprehensive income attributable to owners of parent | 16,925 | 14,194 |
| Comprehensive income attributable to non-controlling interests | 1,745 | 839 |