

Consolidated Financial Results
For the First Quarter of the Year Ending March 31, 2020
(Japan GAAP)

July 30, 2019

Company name : Nippon Light Metal Holdings Company, Ltd.
 Stock exchange listing : First Section of Tokyo
 Code number : 5703
 URL : <https://www.nikkeikinholdings.com/>
 Representative : Ichiro OKAMOTO, President & Chief Executive Officer
 The expected date for filing of securities report : August 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 Three Months Ended June 30, 2019

(April 1, 2019 – June 30, 2019)

(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	%
Three months ended								
June 30, 2019	114,189	(6.9)	4,608	(34.4)	4,633	(35.5)	3,008	(36.9)
June 30, 2018	122,695	10.1	7,021	0.5	7,183	11.7	4,766	19.7

(Note) Comprehensive income: ¥2,405million / (47.9%) for the Three months ended June 30, 2019
 ¥4,614million / (13.2%) for the Three months ended June 30, 2018

	Net profit per share (basic)	Net profit per share (diluted)
	Yen	Yen
Three months ended		
June 30, 2019	4.86	—
June 30, 2018	7.70	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Three months ended				
June 30, 2019	474,722	201,353	39.4	301.96
Year ended				
March 31, 2019	481,303	202,735	39.0	303.37

(Reference) Shareholder's equity: ¥186,980 million as of the Three months ended June 30, 2019
 ¥187,854 million as of the Year ended March 31, 2019

2. Dividends

	Annual dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
Year ended March 31, 2019	Yen —	Yen 4.00	Yen —	Yen 5.00	Yen 9.00
Year ending March 31, 2020	—				
Year ending March 31, 2020 (forecasts)		4.00	—	5.00	9.00

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

3. Forecast of Consolidated Financial Results for the Year Ending March 31, 2020

(April 1, 2019—March 31, 2020)

(% : 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
Six months ending September 30, 2019	235,000	(4.2)	11,000	(22.5)	10,500	(28.4)	7,000	(30.9)	11.30
Year ending March 31, 2020	500,000	(0.1)	29,000	(3.5)	28,500	(8.3)	18,500	(10.0)	29.88

(Note) Revisions to financial forecasts published most recently : Yes

*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 : Yes

(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 Three months ended June 30, 2019	619,937,500 shares
As of the Year ended March 31, 2019	619,937,500 shares

(ii) Number of treasury stock at end of period

As of the Three months ended June 30, 2019	721,404 shares
As of the Year ended March 31, 2019	720,629 shares

(iii) Average number of shares outstanding during the term

For the Three months ended June 30, 2019	619,216,403 shares
For the Three months ended June 30, 2018	619,222,540 shares

* This financial summary does not need to undergo a quarterly review

* 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】 Consolidated Financial Statements**1: Quarterly Consolidated Balance Sheets**

(Millions of yen)

	As of March 31, 2019	As of June 30, 2019
Assets		
Current assets		
Cash and deposits	33,417	33,286
Notes and accounts receivable – trade	152,681	141,773
Finished products	30,453	31,246
Work-in-progress, including costs related to construction-type contracts	19,105	21,911
Raw material and supplies	22,231	20,179
Other current assets	9,848	13,195
Allowance for doubtful accounts	(497)	(526)
Total current assets	<u>267,238</u>	<u>261,064</u>
Fixed assets		
Property, plant and equipment		
Buildings and structures	45,994	51,963
Machinery and equipment	44,164	47,573
Tools, furniture and fixtures	4,724	5,028
Land	54,663	54,649
Construction-in-progress	15,023	6,207
Total property, plant and equipment	<u>164,568</u>	<u>165,420</u>
Intangible assets		
Goodwill	1,999	1,888
Other intangible assets	3,555	3,486
Total intangible assets	<u>5,554</u>	<u>5,374</u>
Investments and other assets		
Other assets	44,165	43,081
Allowance for doubtful accounts	(222)	(217)
Total investments and other assets	<u>43,943</u>	<u>42,864</u>
Total fixed assets	<u>214,065</u>	<u>213,658</u>
Total assets	<u>481,303</u>	<u>474,722</u>

(Millions of yen)

	As of March 31, 2018	As of June 30, 2019
Liabilities		
Current liabilities		
Notes and accounts payable – trade	76,244	71,972
Short-term borrowings	69,907	71,265
Income taxes payable	3,422	2,015
Other current liabilities	34,791	34,799
Total current liabilities	184,364	180,051
Long-term liabilities		
Bonds	666	647
Long-term debt	68,997	67,784
Liabilities for retirement benefits	19,741	19,757
Other long-term liabilities	4,800	5,130
Total long-term liabilities	94,204	93,318
Total liabilities	278,568	273,369
Net assets		
Shareholders' equity		
Common stock	46,525	46,525
Additional paid-in capital	19,500	19,500
Retained earnings	117,206	117,117
Treasury stock, at cost	(68)	(69)
Total shareholders' equity	183,163	183,073
Accumulated other comprehensive income		
Net unrealized gains (losses) on securities	3,322	3,006
Net unrealized gains (losses) on hedges	(9)	(90)
Land revaluation surplus	145	145
Foreign currency translation adjustments	2,434	1,995
Remeasurements of defined benefits plans	(1,201)	(1,149)
Total accumulated other comprehensive income	4,691	3,907
Non-controlling interests	14,881	14,373
Total net assets	202,735	201,353
Total liabilities and net assets	481,303	474,722

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

Consolidated Statements of Income	(Millions of yen)	
	Three months ended (June 30, 2018)	Three months ended (June 30, 2019)
Net sales	122,695	114,189
Cost of sales	99,570	92,570
Gross profit	23,125	21,619
Selling, general and administrative expenses	16,104	17,011
Operating profit	7,021	4,608
Non-operating income		
Other	1,037	969
Total non-operating income	1,037	969
Non-operating expenses		
Interest expense	335	311
Other	540	633
Total non-operating expenses	875	944
Ordinary profit	7,183	4,633
Profit before income taxes	7,183	4,633
Income taxes - current	1,170	526
Income taxes - deferred	1,057	820
Total income taxes	2,227	1,346
Net profit	4,956	3,287
Profit attributable to non-controlling interests	190	279
Profit attributable to owners of parent	4,766	3,008

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three months ended (June 30, 2018)	Three months ended (June 30, 2019)
Net profit	4,956	3,287
Other comprehensive income		
Net unrealized gains (losses) on securities	180	(314)
Net unrealized gains (losses) on hedges	161	(81)
Foreign currency translation adjustments	(383)	(518)
Remeasurements of defined benefit plans	(26)	55
Equity of other comprehensive income (losses) of affiliates	(274)	(24)
Total other comprehensive income (losses)	(342)	(882)
Comprehensive income	4,614	2,405
Comprehensive income attributable to owners of parent	4,453	2,224
Comprehensive income attributable to non-controlling interests	161	181