



Financial Results for the Fiscal Year Ended (FYE) 06/20/2014 [Japan GAAP] (Consolidated)

08/04/2014

Company Name	JOYFUL HONDA CO., LTD.	Exchange listed on	TSE-1
Security Code	3191	URL	http://www.joyfulhonda.com/
Representative	(Title) President and CEO	(Name)	Kenichiro Yagasaki
Contact	(Title) Director and General Manager of Accounting Department	(Name)	Goro Yoshihara (TEL) 029 (822) 2215
Scheduled date of ordinary shareholders' meeting	09/18/2014		
Scheduled filing date of the securities report	09/18/2014		
Scheduled commencement date of dividends payment	09/19/2014		
Preparation of supplementary materials for financial results report	: None		
Convening financial results briefing	: Yes (for institutional investors and analysts)		

(Amounts rounded down to the nearest millions of yen)

1. Consolidated Business Results for FYE 06/20/2014 (06/21/2013 - 06/20/2014)

(1) Consolidated Operating Results (Percent represents comparison changes from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FYE 06/20/2014	176,782	(0.0)	9,120	(9.6)	10,582	(8.2)	6,412	(7.3)
FYE 06/20/2013	176,833	(2.7)	10,094	(9.0)	11,533	(8.2)	6,920	5.4

(Note) Comprehensive income: FYE 06/20/2014 6,449 million yen [(7.3%)]
 FYE 06/20/2013 6,954 million yen [6.0%]

	Net income per share	Net income per share - fully diluted	Net income to shareholders equity	Ordinary income to Assets	Operating income to Net sales
	yen	yen	%	%	%
FYE 06/20/2014	249.06	-	4.5	6.0	5.2
FYE 06/20/2013	268.89	-	5.1	6.8	5.7

(Reference) Equity method investment gain (loss): FYE 06/20/2014 130 million yen
 FYE 06/20/2013 87 million yen

(2) Consolidated Financial Positions

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	million yen	million yen	%	yen
FYE 06/20/2014	177,270	146,198	82.5	5,665.21
FYE 06/20/2013	172,619	140,331	81.3	5,452.79

(Reference) Shareholders' equity: FYE 06/20/2014 146,198 million yen
 FYE 06/20/2013 140,331 million yen

(3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the year
	million yen	million yen	million yen	million yen
FYE 06/20/2014	7,702	(3,753)	(1,320)	38,228
FYE 06/20/2013	9,837	(13,576)	(1,974)	35,599

2. Dividends

	Annual dividends					Amount of annual dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	End of the year	Total			
	yen	yen	yen	yen	yen	million yen	%	%
FYE 06/20/2013	-	0.00	-	20.00	20.00	516	7.4	0.4
FYE 06/20/2014	-	0.00	-	50.00	50.00	1,290	20.1	0.9
FYE 06/20/2015 (forecast)	-	0.00	-	60.00	60.00		23.6	

3. Projected Consolidated Business Results for FYE 06/20/2015 (06/21/2014 - 06/20/2015)

(Percentage represents changes from the previous year for the full year, and on a year-on-year basis for quarterly results)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
2Q (cumulative)	87,510	(0.3)	4,430	(3.9)	5,130	(3.8)	3,230	0.4	125.16
Full year	177,150	0.2	9,020	(1.1)	10,430	(1.4)	6,550	2.1	253.81

*NOTES

- (1) Changes in major subsidiaries during the fiscal year under review (Change in specific subsidiaries that will accompany a change in scope of consolidation): None

Newly consolidated: company (name of company)
(companies)

Excluded company (name of company)
(companies)

- (2) Change in accounting policies or estimates and retrospective restatements

- 1) Change in accounting policies in accordance with revision of accounting standards (Note) : Yes
 2) Change in accounting policies other than item 1) above : None
 3) Change in accounting estimates : None
 4) Retrospective restatements : None

(Note) For details, please refer to attachment P. 18 (Changes in Accounting Policy).

- (3) Number of outstanding shares (common stock)

1) Number of outstanding shares at the end of the period (including treasury stock)	FYE 06/20/2014	25,806,440 shares	FYE 06/20/2013	25,806,440 shares
2) Number of treasury stock at the end of the period	FYE 06/20/2014	80 shares	FYE 06/20/2013	70,680 shares
3) Average number of shares during the period	FYE 06/20/2014	25,748,139 shares	FYE 06/20/2013	25,735,760 shares

- * Indication of audit procedure implementation status

This summary of financial results is not subject to auditing processes based on the Financial Instruments and Exchange Act. Auditing processes based on the Financial Instruments and Exchange Act have not been completed for the consolidated financial statements contained herein as of the time of disclosure of this summary of financial results.

- * Explanation for appropriate use of operating results forecasts and other special notes

Statements concerning the future such as forecasts for business results contained in this document have been prepared based on information obtainable as of the day in which the document was presented and on the assumption that various factors of uncertainty exist. Thus, actual business results may vary from that recorded herein.

For items concerning the business results forecast (consolidated business results forecast for FYE 06/20/2015), please refer to attachment P. 3 (Forecasts for the Next Term).

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2013)	Current Consolidated Accounting Year (06/20/2014)
Assets		
Current assets		
Cash and deposits	71,895	75,224
Accounts receivable-trade	2,064	2,036
Inventories	17,349	19,639
Other	2,309	1,967
Allowance for doubtful accounts	(3)	(3)
Total current assets	93,615	98,865
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	72,786	73,726
Machinery, equipment and vehicles	1,540	1,591
Land	32,638	33,170
Other	5,482	5,711
Accumulated depreciation	(42,987)	(45,763)
Total property, plant and equipment	69,459	68,437
Intangible assets	1,813	1,976
Investments and other assets		
Investment securities	819	875
Stocks of subsidiaries and affiliates	640	772
Deferred tax assets	2,802	3,009
Other	3,466	3,333
Total investments and other assets	7,730	7,991
Total noncurrent assets	79,003	78,405
Total assets	172,619	177,270

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2013)	Current Consolidated Accounting Year (06/20/2014)
Liabilities		
Current liabilities		
Accounts payable-trade	10,614	10,571
Short-term loans payable	100	100
Current portion of long-term loans payable	707	329
Income taxes payable	2,125	1,683
Provision for bonuses	242	239
Provision for directors' bonuses	65	48
Other	6,821	6,688
Total current liabilities	20,676	19,660
Noncurrent liabilities		
Long-term loans payable	705	375
Provision for retirement benefits	2,154	-
Liabilities related to employee retirement benefits	-	2,562
Asset retirement obligations	3,448	3,524
Long-term guarantee deposited	4,362	4,371
Other	940	576
Total noncurrent liabilities	11,611	11,411
Total liabilities	32,287	31,072
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,583	12,503
Retained earnings	115,938	121,837
Treasury stock	(197)	(0)
Total shareholders' equity	140,325	146,340
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	6	43
Deferred gains or losses on hedges	(0)	(0)
Adjusted cumulative amount of retirement benefits for employees	-	(184)
Total cumulative amount of other comprehensive income	5	(142)
Total net assets	140,331	146,198
Total liabilities and net assets	172,619	177,270

(2) Consolidated Income Statement and Consolidated Statement of Comprehensive Income

Consolidated Statement of Income

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2012 to 06/20/2013)	Current Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)
Net sales	176,833	176,782
Cost of sales	133,129	133,835
Gross profit	43,704	42,947
Operating revenue		
Rent income of real estate	3,659	3,722
Income from service fees	616	662
Insurance agent commission	17	17
Total operating revenue	4,293	4,402
Operating gross profit	47,997	47,350
Selling, general and administrative expenses	37,903	38,229
Operating income	10,094	9,120
Non-operating income		
Interest income	64	50
Dividends income	4	14
Equity in earnings of affiliates	87	130
Technical advisory fee	296	262
Commission fee	400	436
Other	690	688
Total non-operating income	1,544	1,583
Non-operating expenses		
Interest expenses	24	11
Commission fee	38	76
Other	41	32
Total non-operating expenses	104	121
Ordinary income	11,533	10,582
Extraordinary income		
Gain on sales of noncurrent assets	-	0
Compensation income	247	20
Total extraordinary income	247	21
Extraordinary loss		
Loss on retirement of noncurrent assets	412	266
Loss on sales of noncurrent assets	-	1
Impairment loss	289	-
Total extraordinary loss	702	267
Net income before taxes and other adjustments	11,078	10,336
Income taxes-current	4,607	3,717
Income taxes-deferred	(449)	206
Total income taxes	4,158	3,924
Income before minority interests	6,920	6,412
Net income	6,920	6,412

Consolidated statement of comprehensive income

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2012 to 06/20/2013)	Current Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)
Income before minority interests	6,920	6,412
Other comprehensive income		
Valuation difference on available-for-sale securities	32	36
Share of other comprehensive income of associates accounted for using equity method	1	0
Total other comprehensive income	33	36
Comprehensive income	6,954	6,449
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	6,954	6,449

(3) Consolidated statements of changes in net assets

Previous Consolidated Accounting Year (From 06/21/2012 to 06/20/2013)

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of this period	12,000	12,583	109,276	(197)	133,663
Changes of items during the period					
Dividends from surplus			(257)		(257)
Net income			6,920		6,920
Disposal of treasury stock					-
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	6,662	-	6,662
Balance for the end of this period	12,000	12,583	115,938	(197)	140,325

	Cumulative amount of other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Adjusted cumulative amount of retirement benefits for employees	Total cumulative amount of other comprehensive income	
Balance at the beginning of this period	(26)	(1)	-	(28)	133,634
Changes of items during the period					
Dividends from surplus					(257)
Net income					6,920
Disposal of treasury stock					-
Net changes of items other than shareholders' equity	32	0	-	33	33
Total changes of items during the period	32	0	-	33	6,696
Balance for the end of this period	6	(0)	-	5	140,331

Current Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance at the beginning of this period	12,000	12,583	115,938	(197)	140,325
Changes of items during the period					
Dividends from surplus			(514)		(514)
Net income			6,412		6,412
Disposal of treasury stock		(80)		196	116
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	(80)	5,898	196	6,014
Balance for the end of this period	12,000	12,503	121,837	(0)	146,340

	Cumulative amount of other comprehensive income				Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Adjusted cumulative amount of retirement benefits for employees	Total cumulative amount of other comprehensive income	
Balance at the beginning of this period	6	(0)	-	5	140,331
Changes of items during the period					
Dividends from surplus					(514)
Net income					6,412
Disposal of treasury stock					116
Net changes of items other than shareholders' equity	36	0	(184)	(147)	(147)
Total changes of items during the period	36	0	(184)	(147)	5,866
Balance for the end of this period	43	(0)	(184)	(142)	146,198

(4) Consolidated statements of cash flows

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2012 to 06/20/2013)	Current Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)
Net cash provided by (used in) operating activities		
Net income before taxes and other adjustments	11,078	10,336
Depreciation and amortization	4,114	3,871
Impairment loss	289	-
Amortization of negative goodwill	(108)	(108)
Equity in (earnings) losses of affiliates	(87)	(130)
Increase (decrease) in allowance for doubtful accounts	(14)	(0)
Increase (decrease) in provision for bonuses	(26)	(2)
Increase (decrease) in provision for directors' bonuses	(11)	(17)
Increase (decrease) in provision for retirement benefits	137	-
Increase (decrease) in liabilities for retirement benefits	-	121
Increase (decrease) in provision for directors' retirement benefits	(107)	-
Interest and dividends income	(69)	(64)
Interest expenses	24	11
Loss on retirement of noncurrent assets	412	266
Loss (gain) on sales of noncurrent assets	-	0
Decrease (increase) in notes and accounts receivable-trade	(95)	28
Decrease (increase) in inventories	(663)	(2,289)
Increase (decrease) in notes and accounts payable-trade	(526)	(42)
Increase (decrease) in accrued consumption taxes	(684)	346
Other	1,187	(448)
Subtotal	14,850	11,876
Interest and dividends income received	65	67
Interest expenses paid	(26)	(11)
Income taxes paid	(5,052)	(4,230)
Net cash provided by (used in) operating activities	9,837	7,702
Net cash provided by (used in) investing activities		
Payments into time deposits	(36,800)	(37,500)
Proceeds from withdrawal of time deposits	26,800	36,800
Purchase of property, plant and equipment	(3,050)	(2,566)
Purchase of intangible assets	(354)	(325)
Purchase of investment securities	(0)	-
Other	(171)	(161)
Net cash provided by (used in) investing activities	(13,576)	(3,753)
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	650	400
Decrease in short-term loans payable	(900)	(400)
Repayments of long-term loans payable	(1,185)	(707)
Repayments of lease obligations	(281)	(277)
Cash dividends paid	(257)	(514)
Proceeds from sales of treasury stock	-	179
Net cash provided by (used in) financing activities	(1,974)	(1,320)
Net increase (decrease) in cash and cash equivalents	(5,714)	2,628
Cash and cash equivalents at the beginning of the year	41,314	35,599
Cash and cash equivalents at the end of the year	35,599	38,228