



**Financial Results for 1Q of the Fiscal Year Ending (FYE) 06/20/2019  
[Japan GAAP] (Consolidated)**

11/02/2018

Company Name	JOYFUL HONDA CO., LTD.	Exchange listed on	TSE-1
Security Code	3191	URL	<a href="http://www.joyfulhonda.com/">http://www.joyfulhonda.com/</a>
Representative	(Title) President and CEO	(Name)	Yukio Yaguchi
Contact	(Title) Managing Director and General Manager, Administration Group	(Name)	Goro Yoshihara (TEL) 029 (822) 2215
Scheduled date for submission of quarterly report	11/02/2018	Scheduled commencement date of dividend payment	-
Preparation of supplementary materials for quarterly reports	:	None	
Convening quarterly results briefing	:	None	

(Amounts rounded down to the nearest million yen)

1. Consolidated Business Results for 1Q of FYE 06/20/2019 (06/21/2018 - 09/20/2018)

(1) Quarterly Operating Results (Percentages represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to parent company shareholders	
	million yen	%	million yen	%	million yen	%	million yen	%
1Q of FYE 06/20/2019	36,774	(0.0)	1,831	4.7	2,146	22.9	1,449	26.1
1Q of FYE 06/20/2018	36,778	(1.7)	1,749	39.6	1,745	13.5	1,148	17.5

(Note) Comprehensive income: 1Q of FYE 06/20/2019 1,358 million yen [17.0%]  
1Q of FYE 06/20/2018 1,160 million yen [10.4%]

	Profit per share	Profit per share – fully diluted
	yen	yen
1Q of FYE 06/20/2019	20.93	-
1Q of FYE 06/20/2018	13.77	-

(Note) On 06/21/2018, the company performed a stock split of common shares at a ratio of 2-1. In parallel with this, profit per share has been calculated on the assumption that the relevant stock split was performed at the beginning of the previous consolidated fiscal year (FYE 06/20/2018).

(2) Consolidated Financial Positions

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
1Q of FYE 06/20/2019	157,936	104,264	66.0
FYE 06/20/2018	152,187	103,741	68.2

(Reference) Shareholders' equity: 1Q of FYE 06/20/2019 104,264 million yen  
FYE 06/20/2018 103,741 million yen

2. Dividends

	Annual dividends				
	End of 1Q	End of 2Q	End of 3Q	End of the year	Total
	yen	yen	yen	yen	yen
FYE 06/20/2018	-	24.00	-	24.00	48.00
FYE 06/20/2019	-	-	-	-	-
FYE 06/20/2019 (forecast)	-	12.50	-	12.50	25.00

(Note) Modification of the dividends forecast released most recently: None

(Note) On 06/21/2018, the company performed a stock split of common shares at a ratio of 2-1. The effective date of the stock split is 06/21/2018. End-of-the-year dividends for FYE 06/20/2018 were paid out based on pre-split shares. Thus, end-of-the-year dividends for FYE 06/20/2018 are recorded based on the number of shares before the stock split. Interim dividends and end-of-the-year dividends projected for FYE 06/20/2019 are recorded based on the number of shares after the stock split.

3. Projected Consolidated Business Results for FYE 06/20/2019 (06/21/2018 - 06/20/2019)

(Percentages represent 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		Profit attributable to parent company shareholders		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
2Q (cumulative)	76,370	2.2	4,328	3.9	4,833	8.4	2,961	6.2	42.77
Full year	152,200	2.4	8,390	5.1	9,320	5.9	5,800	3.7	83.78

(Note) Modification of the business results forecast released most recently: None

\* NOTES

- (1) Changes in major subsidiaries during the current consolidated quarter : None
- (2) Adoption of special accounting treatment used in preparation of the quarterly consolidated financial statements : None
- (3) Change in accounting policies or estimates and retrospective restatements
  - 1) Change in accounting policies in accordance with revision of accounting standards : None
  - 2) Change in accounting policies other than item 1) above : None
  - 3) Change in accounting estimates : None
  - 4) Retrospective restatements : None

(4) Number of outstanding shares (common stock)

1) Number of outstanding shares at the end of the period (including treasury stock)	1Q of FYE 06/20/2019	103,225,760 shares	FYE 06/20/2018	103,225,760 shares
2) Number of treasury stock at the end of the period	1Q of FYE 06/20/2019	34,000,146 shares	FYE 06/20/2018	34,000,146 shares
3) Average number of shares during the period (cumulative for all quarters)	1Q of FYE 06/20/2019	69,225,614 shares	1Q of FYE 06/20/2018	83,398,193 shares

(Note) On 06/21/2018, the company performed a stock split of common shares at a ratio of 2-1. In parallel with this, the number of outstanding shares at the end of the period (including treasury stock), the number of treasury stock at the end of the period, and the average number of shares during the period (cumulative for all quarters) have been assessed based on the assumption of the stock split having been performed at the beginning of the previous consolidated fiscal year (FYE 06/20/2018).

\* The quarterly financial results fall outside the scope of the quarterly review by a certified public accountant or an audit corporation.

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

The financial results forecasts and other figures contained herein concerning the future are based on current information in possession of the company pertaining thereto, and on certain presumptions that are assessed as rational; however, this information does not constitute a commitment to achieve the relevant figures. The actual results may vary greatly due to various factors. For the conditions that are a prerequisite to the earnings forecast and the way to use the forecasts, please refer to “(3) Explanation about future forecast information such as consolidated earnings forecasts” in “1. Qualitative information on the current quarterly results” on page 5 of the attached document.

2. Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2018)	Current 1Q Consolidated Accounting Period (09/20/2018)
<b>Assets</b>		
<b>Current assets</b>		
Cash and deposits	19,938	24,538
Accounts receivable-trade	2,535	2,768
Inventories	16,315	17,434
Other	1,591	1,240
Allowance for doubtful accounts	(0)	(0)
Total current assets	40,380	45,980
<b>Noncurrent assets</b>		
<b>Property, plant and equipment</b>		
Buildings and structures	78,204	78,261
Machinery, equipment and vehicles	1,665	1,669
Land	60,995	60,995
Other	6,545	6,648
Accumulated depreciation	(51,418)	(52,040)
Total property, plant and equipment	95,992	95,533
Intangible assets	1,831	1,812
<b>Investments and other assets</b>		
Investment securities	8,905	9,364
Stocks of subsidiaries and affiliates	1,109	1,156
Deferred tax assets	2,293	2,435
Other	1,674	1,654
Total investments and other assets	13,982	14,610
Total noncurrent assets	111,806	111,955
Total assets	152,187	157,936

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2018)	Current 1Q Consolidated Accounting Period (09/20/2018)
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	7,460	9,359
Short-term loans payable	40	40
Current portion of long-term loans payable	2,675	3,656
Income taxes payable	1,238	780
Provision for bonuses	219	767
Provision for directors' bonuses	35	42
Other	7,346	6,366
Total current liabilities	19,015	21,011
Noncurrent liabilities		
Long-term loans payable	21,044	24,212
Liabilities related to employee retirement benefits	1,335	1,366
Asset retirement obligations	2,213	2,220
Long-term guarantee deposited	4,405	4,407
Stock benefit allowance	22	22
Other	408	429
Total noncurrent liabilities	29,430	32,660
Total liabilities	48,445	53,672
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,520	12,520
Retained earnings	136,787	137,400
Treasury stock	(58,811)	(58,811)
Total shareholders' equity	102,496	103,109
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	1,263	1,168
Adjusted cumulative amount of retirement benefits for employees	(18)	(13)
Total cumulative amount of other comprehensive income	1,244	1,154
Total net assets	103,741	104,264
Total liabilities and net assets	152,187	157,936

(2) Quarterly Consolidated Income Statement and Quarterly Consolidated Statement of Comprehensive Income  
Quarterly Consolidated Statement of Income  
Consolidated 1Q

(Unit: million yen)

	Previous Consolidated 1Q (From 06/21/2017 to 09/20/2017)	Current Consolidated 1Q (From 06/21/2018 to 09/20/2018)
Net sales	36,778	36,774
Cost of sales	26,856	26,809
Gross profit	9,922	9,964
Operating revenue		
Rent income of real estate	999	1,038
Income from service fees	166	146
Insurance agent commission	18	21
Total operating revenue	1,183	1,206
Operating gross profit	11,106	11,171
Selling, general and administrative expenses	9,356	9,340
Operating income	1,749	1,831
Non-operating income		
Interest income	11	48
Dividends income	9	5
Equity in earnings of affiliates	36	46
Technical advisory fee	15	9
Commission fee	104	106
Other	89	113
Total non-operating income	266	330
Non-operating expenses		
Interest expenses	10	14
Commission fee	259	—
Other	0	1
Total non-operating expenses	270	15
Ordinary income	1,745	2,146
Extraordinary income		
Gain on sales of investment securities	-	0
Gain on sales of noncurrent assets	22	-
Total extraordinary income	22	0
Extraordinary loss		
Loss on retirement of noncurrent assets	78	34
Other	0	0
Total extraordinary loss	78	35
Profit before taxes and other adjustments	1,690	2,111
Income taxes-current	590	764
Income taxes-deferred	(49)	(101)
Total income taxes	541	662
Profit	1,148	1,449
Profit attributable to parent company shareholders	1,148	1,449

Quarterly consolidated statement of comprehensive income  
Consolidated 1Q

(Unit: million yen)

	Previous Consolidated 1Q (From 06/21/2017 to 09/20/2017)	Current Consolidated 1Q (From 06/21/2018 to 09/20/2018)
Profit	1,148	1,449
Other comprehensive income		
Valuation difference on available-for-sale securities	25	(94)
Adjusted amount of retirement benefits for employees	(12)	4
Share of other comprehensive income of associates accounted for using equity method	(0)	(0)
Total other comprehensive income	12	(90)
Comprehensive income	1,160	1,358
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,160	1,358