



## 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 06/20/2016	-	0.00	-	31.00	31.00	1,599	29.3	1.0
FYE 06/20/2017	-	0.00	-	32.00	32.00	1,632	26.6	1.0
FYE 06/20/2018 (forecast)	-	0.00	-	48.00	48.00		29.8	

## 3. Projected Consolidated Business Results for FYE 06/20/2018 (06/21/2017 - 06/20/2018)

(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)	76,000	(1.5)	3,720	5.3	3,940	(6.3)	2,620	(5.2)	68.63
Full year	153,800	(0.7)	7,970	7.8	8,540	6.5	5,590	(8.8)	153.58

### \*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 (companies) (name of company)

Excluded company (companies) (name of company)

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

1) Change in accounting policies in accordance with revision of accounting standards : None

2) 1) Change in accounting policies other than item 1) above : None

3) Change in accounting estimates : Yes

4) Retrospective restatements : None

(Note) For details, please refer to attachment P. 19 (Changes in Accounting Estimates).

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

1) Number of outstanding shares at the end of the period (including treasury stock)	FYE 06/20/2017	51,612,880 shares	FYE 06/20/2016	51,612,880 shares
2) Number of treasury stock at the end of the period	FYE 06/20/2017	700,740 shares	FYE 06/20/2016	160 shares
3) Average number of shares during the period	FYE 06/20/2017	51,080,877 shares	FYE 06/20/2016	51,612,720 shares

\* Financial result are not subject to audit.

\* 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 that was obtainable as of the day in which the document was presented and on the assumption that various factors of uncertainty exists. Thus, actual business results may vary.

For items concerning the business results forecast (consolidated business results forecast for FYE 06/20/2018), please refer to attachment P. 5 (Forecasts for the Next Term).

Consolidated Financial Statement and Main Notes

(1) Consolidated Balance Sheets

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2016)	Current Consolidated Accounting Year (06/20/2017)
<b>Assets</b>		
Current assets		
Cash and deposits	72,126	69,283
Accounts receivable-trade	2,410	2,580
Inventories	17,521	16,377
Other	1,619	2,035
Allowance for doubtful accounts	(1)	(1)
Total current assets	93,676	90,276
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	76,160	76,222
Machinery, equipment and vehicles	1,765	1,623
Land	44,304	61,129
Other	5,464	6,162
Accumulated depreciation	(49,824)	(50,680)
Total property, plant and equipment	77,870	94,457
Intangible assets	1,817	1,850
Investments and other assets		
Investment securities	2,830	6,994
Stocks of subsidiaries and affiliates	982	1,035
Deferred tax assets	2,419	1,867
Other	3,309	2,935
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	9,537	12,829
Total noncurrent assets	89,226	109,137
Total assets	182,902	199,413

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2016)	Current Consolidated Accounting Year (06/20/2017)
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	8,467	7,974
Short-term loans payable	140	40
Current portion of long-term loans payable	123	1,662
Income taxes payable	1,794	1,298
Provision for bonuses	223	231
Provision for directors' bonuses	33	31
Provision for directors' retirement benefits	-	90
Other	6,580	7,246
Total current liabilities	17,362	18,574
Noncurrent liabilities		
Long-term loans payable	342	14,105
Liabilities related to employee retirement benefits	2,506	2,525
Asset retirement obligations	3,678	1,869
Long-term guarantee deposited	4,218	4,225
Other	748	577
Total noncurrent liabilities	11,494	23,302
Total liabilities	28,857	41,877
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,503	12,503
Retained earnings	129,127	133,657
Treasury stock	(0)	(1,795)
Total shareholders' equity	153,630	156,366
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	583	1,119
Adjusted cumulative amount of retirement benefits for employees	(169)	50
Total cumulative amount of other comprehensive income	414	1,170
Total net assets	154,045	157,536
Total liabilities and net assets	182,902	199,413

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

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2015 to 06/20/2016)	Current Consolidated Accounting Year (From 06/21/2016 to 06/20/2017)
Net sales	158,737	154,934
Cost of sales	118,201	113,893
Gross profit	40,535	41,041
Operating revenue		
Rent income of real estate	3,909	3,881
Income from service fees	694	686
Insurance agent commission	23	42
Total operating revenue	4,627	4,610
Operating gross profit	45,163	45,652
Selling, general and administrative expenses	37,456	38,256
Operating income	7,706	7,395
Non-operating income		
Interest income	33	27
Dividends income	28	47
Equity in earnings of affiliates	117	53
Commission fee	375	361
Technical advisory fee	189	133
Other	512	510
Total non-operating income	1,256	1,134
Non-operating expenses		
Interest expenses	2	10
Commission fee	11	428
Other	2	68
Total non-operating expenses	16	508
Ordinary income	8,946	8,021
Extraordinary income		
Subsidy income	64	26
Asset retirement obligations	-	1,608
Other	0	1
Total extraordinary income	64	1,635
Extraordinary loss		
Loss on reduction of noncurrent assets	64	-
Loss on retirement of noncurrent assets	163	422
Impairment loss	274	223
Other	3	15
Total extraordinary loss	505	660
Profit before taxes and other adjustments	8,505	8,996
Income taxes-current	3,103	2,650
Income taxes-deferred	(51)	215
Total income taxes	3,051	2,865
Net income	5,453	6,130
Profit attributable to parent company shareholders	5,453	6,130

Consolidated statement of comprehensive income

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2015 to 06/20/2016)	Current Consolidated Accounting Year (From 06/21/2016 to 06/20/2017)
Net income	5,453	6,130
Other comprehensive income		
Valuation difference on available-for-sale securities	442	535
Adjusted amount of retirement benefits for employees	(165)	220
Share of other comprehensive income of associates accounted for using equity method	0	(0)
Total other comprehensive income	276	755
Comprehensive income	5,730	6,886
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	5,730	6,886

3) Consolidated statements of changes in net assets

Previous Consolidated Accounting Year (From 06/21/2015 to 06/20/2016)

(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	12,503	125,441	(0)	149,944
Changes of items during the period					
Dividends from surplus			(1,548)		(1,548)
Profit attributable to parent company shareholders			5,453		5,453
Change of scope of consolidation			(218)		(218)
Purchase of treasury stock					-
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	3,686	-	3,686
Balance for the end of this period	12,000	12,503	129,127	(0)	153,630

	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	141	(0)	(3)	137	150,082
Changes of items during the period					
Dividends from surplus					(1,548)
Profit attributable to parent company shareholders					5,453
Change of scope of consolidation					(218)
Purchase of treasury stock					-
Net changes of items other than shareholders' equity	442	0	(165)	276	276
Total changes of items during the period	442	0	(165)	276	3,963
Balance for the end of this period	583	-	(169)	414	154,045

Current Consolidated Accounting Year (From 06/21/2016 to 06/20/2017)

(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	12,503	129,127	(0)	153,630
Changes of items during the period					
Dividends from surplus			(1,599)		(1,599)
Profit attributable to parent company shareholders			6,130		6,130
Change of scope of consolidation					-
Purchase of treasury stock				(1,795)	(1,795)
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	4,530	(1,795)	2,735
Balance for the end of this period	12,000	12,503	133,657	(1,795)	156,366

	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	583	-	(169)	414	154,045
Changes of items during the period					
Dividends from surplus					(1,599)
Profit attributable to parent company shareholders					6,130
Change of scope of consolidation					-
Purchase of treasury stock					(1,795)
Net changes of items other than shareholders' equity	535	-	220	755	755
Total changes of items during the period	535	-	220	755	3,490
Balance for the end of this period	1,119	-	50	1,170	157,536



## (4) Consolidated statements of cash flows

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2015 to 06/20/2016)	Current Consolidated Accounting Year (From 06/21/2016 to 06/20/2017)
Net cash provided by (used in) operating activities		
Profit before taxes and other adjustments	8,505	8,996
Depreciation and amortization	3,643	3,543
Impairment loss	274	223
Loss on reduction of noncurrent assets	64	-
Subsidy income	(64)	(26)
Equity in (earnings) losses of affiliates	(117)	(53)
Increase (decrease) in allowance for doubtful accounts	0	0
Increase (decrease) in provision for bonuses	9	8
Increase (decrease) in provision for directors' bonuses	(10)	(1)
Increase (decrease) in provision for directors' retirement benefits	-	90
Increase (decrease) in liabilities for retirement benefits	86	335
Interest and dividends income	(61)	(74)
Interest expenses	2	10
Loss on retirement of noncurrent assets	163	422
Asset retirement obligations	-	(1,608)
Decrease (increase) in notes and accounts receivable-trade	(112)	(170)
Decrease (increase) in inventories	1,919	1,143
Increase (decrease) in notes and accounts payable-trade	(1,676)	(492)
Increase (decrease) in accrued consumption taxes	(410)	(261)
Other	(240)	433
Subtotal	11,973	12,518
Interest and dividends income received	65	68
Interest expenses paid	(2)	(13)
Proceeds from subsidy income	64	26
Income taxes paid	(2,749)	(3,253)
Income taxes refund	61	-
Net cash provided by (used in) operating activities	9,413	9,346
Net cash provided by (used in) investing activities		
Payments into time deposits	(33,500)	(49,500)
Proceeds from withdrawal of time deposits	39,000	69,000
Purchase of property, plant and equipment	(14,130)	(19,920)
Purchase of intangible assets	(198)	(276)
Purchase of investment securities	(998)	(5,000)
Proceeds from redemption of investment securities	-	1,600
Proceeds from collection of guarantee deposits	9	459
Payments for retirement of property, plant and equipment	(81)	(326)
Other	(93)	(138)
Net cash provided by (used in) investing activities	(9,993)	(4,104)
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	400	30
Decrease in short-term loans payable	(400)	(130)
Proceeds from long-term loans payable	-	16,000
Repayments of long-term loans payable	(301)	(698)
Purchase of treasury shares	-	(1,795)
Repayments of lease obligations	(283)	(388)
Cash dividends paid	(1,548)	(1,600)
Net cash provided by (used in) financing activities	(2,133)	11,417
Net increase (decrease) in cash and cash equivalents	(2,713)	16,659
Cash and cash equivalents at the beginning of the year	42,740	40,088

Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	61	-
Cash and cash equivalents at the end of the year	40,088	56,748