



Financial Results for 3Q of the Fiscal Year Ending (FYE) 06/20/2018 [Japan GAAP] (Consolidated)

05/02/2018

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)	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	05/02/2018	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 3Q of FYE 06/20/2018 (06/21/2017 - 03/20/2018)

(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	%
3Q of FYE 06/20/2018	110,103	(3.9)	5,749	12.9	6,238	5.1	3,944	(21.0)
3Q of FYE 06/20/2017	114,579	(2.4)	5,090	(9.0)	5,936	(8.9)	4,994	17.6

(Note) Comprehensive income:

3Q of FYE 06/20/2018	3,812 million yen	[(31.0%)]
3Q of FYE 06/20/2017	5,526 million yen	[33.2%]

	Profit per share	Profit per share – fully diluted
	yen	yen
3Q of FYE 06/20/2018	106.62	-
3Q of FYE 06/20/2017	97.67	-

(2) Consolidated Financial Positions

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
3Q of FYE 06/20/2018	153,086	101,883	66.6
FYE 06/20/2017	199,413	157,536	79.0

(Reference) Shareholders' equity: 3Q of FYE 06/20/2018 101,883 million yen
FYE 06/20/2017 157,536 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 06/20/2017	-	0.00	-	32.00	32.00
FYE 06/20/2018	-	24.00	-		
FYE 06/20/2018 (forecast)				24.00	48.00

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

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

(Percent represents comparison changes from the previous year)

	Net sales		Operating income		Ordinary income		Profit attributable to parent company shareholders		Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	153,800	(0.7)	7,970	7.8	8,540	6.5	5,590	(8.8)	153.58

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

* NOTES

- (1) Significant movements 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)	3Q of FYE 06/20/2018	51,612,880 shares	FYE 06/20/2017	51,612,880 shares
2) Number of treasury stock at the end of the period	3Q of FYE 06/20/2018	17,000,173 shares	FYE 06/20/2017	700,740 shares
3) Average number of shares during the period (cumulative for all quarters)	3Q of FYE 06/20/2018	37,000,740 shares	3Q of FYE 06/20/2017	51,137,741 shares

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

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

The 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 4 of the attached document.

Quarterly Consolidated Financial Statements
(1) Quarterly Consolidated Balance Sheets

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2017)	Current 3Q Consolidated Accounting Period (03/20/2018)
Assets		
Current assets		
Cash and deposits	69,283	21,039
Accounts receivable-trade	2,580	2,491
Inventories	16,377	17,956
Other	2,035	1,633
Allowance for doubtful accounts	(1)	(1)
Total current assets	90,276	43,118
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	76,222	75,856
Machinery, equipment and vehicles	1,623	1,655
Land	61,129	61,128
Other	6,162	9,339
Accumulated depreciation	(50,680)	(52,026)
Total property, plant and equipment	94,457	95,953
Intangible assets	1,850	1,773
Investments and other assets		
Investment securities	6,994	7,382
Stocks of subsidiaries and affiliates	1,035	1,070
Deferred tax assets	1,867	2,186
Other	2,935	1,602
Allowance for doubtful accounts	(3)	-
Total investments and other assets	12,829	12,241
Total noncurrent assets	109,137	109,968
Total assets	199,413	153,086

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2017)	Current 3Q Consolidated Accounting Period (03/20/2018)
Liabilities		
Current liabilities		
Accounts payable-trade	7,974	9,156
Short-term loans payable	40	70
Current portion of long-term loans payable	1,662	2,675
Income taxes payable	1,298	621
Provision for bonuses	231	810
Provision for directors' bonuses	31	25
Provision for directors' retirement benefits	90	-
Other	7,246	6,772
Total current liabilities	18,574	20,132
Noncurrent liabilities		
Long-term loans payable	14,105	21,713
Liabilities related to employee retirement benefits	2,525	2,628
Asset retirement obligations	1,869	1,883
Long-term guarantee deposited	4,225	4,389
Stock benefit allowance	-	22
Other	577	432
Total noncurrent liabilities	23,302	31,070
Total liabilities	41,877	51,203
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,503	12,520
Retained earnings	133,657	135,137
Treasury stock	(1,795)	(58,812)
Total shareholders' equity	156,366	100,846
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	1,119	1,025
Adjusted cumulative amount of retirement benefits for employees	50	12
Total cumulative amount of other comprehensive income	1,170	1,037
Total net assets	157,536	101,883
Total liabilities and net assets	199,413	153,086

(2) Quarterly Consolidated Income Statement and Quarterly Consolidated Statement of Comprehensive Income
Quarterly Consolidated Statement of Income
Consolidated Cumulative 3Q

(Unit: million yen)

	Previous Consolidated Cumulative 3Q (From 06/21/2016 to 03/20/2017)	Current Consolidated Cumulative 3Q (From 06/21/2017 to 03/20/2018)
Net sales	114,579	110,103
Cost of sales	84,648	80,415
Gross profit	29,931	29,688
Operating revenue		
Rent income of real estate	2,888	3,028
Income from service fees	515	498
Insurance agent commission	32	41
Total operating revenue	3,436	3,567
Operating gross profit	33,368	33,256
Selling, general and administrative expenses	28,277	27,506
Operating income	5,090	5,749
Non-operating income		
Interest income	15	65
Dividends income	30	27
Equity in earnings of affiliates	40	33
Technical advisory fee	117	39
Commission fee	270	290
Other	382	334
Total non-operating income	856	791
Non-operating expenses		
Interest expenses	3	38
Commission fee	0	262
Other	6	2
Total non-operating expenses	11	302
Ordinary income	5,936	6,238
Extraordinary income		
Gain on sales of investment securities	-	5
Gain on sales of noncurrent assets	1	66
Gain on reversal of asset retirement obligations	1,608	-
Compensation income	-	0
Total extraordinary income	1,609	71
Extraordinary loss		
Loss on retirement of noncurrent assets	190	197
Impairment loss	-	507
Loss on sales of investment securities	-	24
Other	8	1
Total extraordinary loss	199	730
Profit before taxes and other adjustments	7,346	5,579
Income taxes-current	2,147	1,950
Income taxes-deferred	204	(316)
Total income taxes	2,351	1,634
Profit	4,994	3,944
Profit attributable to parent company shareholders	4,994	3,944

Quarterly consolidated statement of comprehensive income
Consolidated Cumulative 3Q

(Unit: million yen)

	Previous Consolidated 3Q (From 06/21/2016 to 03/20/2017)	Current Consolidated 3Q (From 06/21/2017 to 03/20/2018)
Profit	4,994	3,944
Other comprehensive income		
Valuation difference on available-for-sale securities	405	(94)
Adjusted amount of retirement benefits for employees	127	(38)
Share of other comprehensive income of associates accounted for using equity method	(0)	0
Total other comprehensive income	532	(132)
Comprehensive income	5,526	3,812
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	5,526	3,812