

## Financial Results for 3Q of the Fiscal Year Ending (FYE) 06/20/2019 [Japan GAAP] (Consolidated)

05/07/2019

Company Name JOYFUL HONDA CO., LTD. Exchange listed on TSE-1

Security Code URL http://www.joyfulhonda.com/ 3191

Yukio Yaguchi Representative (Title) President and CEO (Name)

Managing Director and General Goro Yoshihara Contact (Title) (Name) (TEL) 029 (822) 2215

Manager, Administration Group

Scheduled date for

Scheduled commencement submission of quarterly report 05/07/2019 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 06/20/2019 (06/21/2018 - 03/20/2019)

#### (1) **Quarterly Operating Results**

(Percentages represent year-on-year changes)

							Profit attribu	table to
	Net sale	es	Operating in	ncome	Ordinary in	come	parent com sharehold	1 3
	million yen	%	million yen	%	million yen	%	million yen	%
3Q of FYE 06/20/2019	110,329	0.2	5,696	(0.9)	6,636	6.4	2,652	(32.8)
3Q of FYE 06/20/2018	110,103	(3.9)	5,749	12.9	6,238	5.1	3,944	(21.0)

(Note) Comprehensive

3Q of FYE 06/20/2019 1,762 million yen income: [(53.8%)]3Q of FYE 06/20/2018 3,812 million yen [(31.0%)]

		Profit per share – fully
	Profit per share	diluted
	yen	yen
3Q of FYE 06/20/2019	38.32	-
3Q of FYE 06/20/2018	53.31	-

(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	%
3Q of FYE 06/20/2019	161,055	103,809	64.5
FYE 06/20/2018	152,187	103,741	68.2

(Reference) Shareholders' equity: 3Q of FYE 06/20/2019 103,809 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	-	12.50	-		
FYE 06/20/2019 (forecast)				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 for FYE 06/20/2019 and end-of-the-year dividends projected for FYE 06/20/2019 are recorded based on the

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

(Percent represents comparison changes from the previous year)

							Profit attrib	utable to	
							parent co	mpany	
	Net sal	es	Operating i	income	Ordinary in	ncome	shareho	lders	Profit per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full year	149,560	0.6	8,300	4.0	9,460	7.5	4,360	(22.1)	62.98

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

#### \* NOTES

(1) Changes in significant subsidiaries during the current consolidated quarter : None
 (2) Adoption of special accounting treatment used in preparation of the quarterly consolidated : None financial statements

(3) Change in accounting policies or estimates and retrospective restatements

Change in accounting policies in accordance with revision of accounting standards
 Change in accounting policies other than item 1) above
 Change in accounting estimates
 None
 Retrospective restatements
 None

## (4) Number of outstanding shares (common stock)

1) Number of outstanding shares at the end of the period (including treasury stock)

2) Number of treasury stock at the end of the period

3) Average number of shares during the period (cumulative for all quarters)

3Q of FYE 06/20/2019	103,225,760 shares	FYE 06/20/2018	103,225,760 shares
3Q of FYE 06/20/2019	33,992,066 shares	FYE 06/20/2018	34,000,146 shares
3Q of FYE 06/20/2019	69,226,796 shares	3Q of FYE 06/20/2018	74,001,480 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 certified public accountant or 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.

# Quarterly Consolidated Financial Statements and Major Notes

## (1) Quarterly Consolidated Balance Sheets

(1) Quarterly Consolidated Balance Sheets		77 ·
	Previous Consolidated Accounting Year (06/20/2018)	(Unit: million yen) Current 3Q Consolidated Accounting Period (03/20/2019)
Assets	· · · · · · · · · · · · · · · · · · ·	
Current assets		
Cash and deposits	19,938	29,710
Accounts receivable-trade	2,535	2,609
Inventories	16,315	17,602
Other	1,591	1,027
Allowance for doubtful accounts	(0)	(0)
Total current assets	40,380	50,949
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	78,204	76,292
Machinery, equipment and vehicles	1,665	1,659
Land	60,995	60,995
Other	6,545	7,890
Accumulated depreciation	(51,418)	(53,171)
Total property, plant and equipment	95,992	93,666
Intangible assets	1,831	1,680
Investments and other assets		
Investment securities	8,905	8,386
Stocks of subsidiaries and affiliates	1,109	1,189
Deferred tax assets	2,293	3,569
Other	1,674	1,613
Total investments and other assets	13,982	14,758
Total noncurrent assets	111,806	110,106
Total assets	152,187	161,055

		(Unit: million yen)	
	Previous Consolidated Accounting Year (06/20/2018)	Current 3Q Consolidated Accounting Period (03/20/2019)	
Liabilities			
Current liabilities			
Accounts payable-trade	7,460	9,012	
Short-term loans payable	40	70	
Current portion of long-term loans payable	2,675	4,454	
Income taxes payable	1,238	1,009	
Provision for bonuses	219	853	
Provision for directors' bonuses	35	38	
Other	7,346	6,835	
Total current liabilities	19,015	22,273	
Noncurrent liabilities			
Long-term loans payable	21,044	26,416	
Liabilities related to employee retirement benefits	1,335	1,449	
Asset retirement obligations	2,213	2,231	
Long-term guarantee deposited	4,405	4,378	
Employees' stock benefit allowance	-	31	
Directors' stock benefit allowance	22	57	
Other	408	408	
Total noncurrent liabilities	29,430	34,972	
Total liabilities	48,445	57,246	
Net assets			
Shareholders' equity			
Capital stock	12,000	12,000	
Capital surplus	12,520	12,520	
Retained earnings	136,787	137,733	
Treasury stock	(58,811)	(58,799)	
Total shareholders' equity	102,496	103,454	
Cumulative amount of other comprehensive income			
Valuation difference on available-for-sale securities	1,263	359	
Adjusted cumulative amount of retirement benefits for employees	(18)	(4)	
Total cumulative amount of other comprehensive income	1,244	354	
Total net assets	103,741	103,809	
Total liabilities and net assets	152,187	161,055	

# (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 06/21/2017 to 03/20/2018)	Current Consolidated Cumulative 3Q (From 06/21/2018 to 03/20/2019)
Net sales	110,103	110,329
Cost of sales	80,415	80,080
Gross profit	29,688	30,248
Operating revenue		
Rent income of real estate	3,028	3,162
Income from service fees	498	455
Insurance agent commission	41	45
Total operating revenue	3,567	3,664
Operating gross profit	33,256	33,912
Selling, general and administrative expenses	27,506	28,216
Operating income	5,749	5,696
Non-operating income		
Interest income	65	155
Dividends income	27	33
Equity in earnings of affiliates	33	80
Technical advisory fee	39	26
Commission fee	290	291
Other	334	397
Total non-operating income	791	984
Non-operating expenses	-	
Interest expenses	38	40
Commission fee	262	-
Other	2	3
Total non-operating expenses	302	44
Ordinary income	6,238	6,636
Extraordinary income		
Gain on sales of investment securities	5	0
Gain on sales of noncurrent assets	66	0
Compensation income	0	-
Total extraordinary income	71	1
Extraordinary loss		
Loss on retirement of noncurrent assets	197	203
Impairment loss	507	2,472
Loss on sales of investment securities	24	0
Loss on valuation of investment securities	-	15
Other	1	0
Total extraordinary loss	730	2,693
Profit before taxes and other adjustments	5,579	3,944
Income taxes-current	1,950	2,177
Income taxes-deferred	(316)	(885)
Total income taxes	1,634	1,291
Profit	3,944	2,652
Profit attributable to parent company shareholders	3,944	2,652
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# Quarterly consolidated statement of comprehensive income Consolidated Cumulative 3Q

		(Unit: million yen)
	Previous Consolidated Cumulative 3Q (From 06/21/2017 to 03/20/2018)	Current Consolidated Cumulative 3Q (From 06/21/2018 to 03/20/2019)
Profit	3,944	2,652
Other comprehensive income		
Valuation difference on available-for-sale securities	(94)	(903)
Adjusted amount of retirement benefits for employees	(38)	13
Share of other comprehensive income of associates accounted for using equity method	0	(0)
Total other comprehensive income	(132)	(890)
Comprehensive income	3,812	1,762
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	3,812	1,762