



Financial Results for 1Q of the Fiscal Year Ending (FYE) 06/20/2018 [Japan GAAP] (Consolidated)

11/02/2017

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	11/02/2017	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 06/20/2018 (06/21/2017 - 09/20/2017)

(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 06/20/2018	36,778	(1.7)	1,749	39.6	1,745	13.5	1,148	17.5
1Q of FYE 06/20/2017	37,409	(4.0)	1,253	(25.2)	1,538	(21.6)	977	(23.4)

(Note) Comprehensive income:

1Q of FYE 06/20/2018	1,160 million yen	[10.4%]
1Q of FYE 06/20/2017	1,051 million yen	[(14.3)%]

	Profit per share	Profit per share – fully diluted
	yen	yen
1Q of FYE 06/20/2018	27.55	-
1Q of FYE 06/20/2017	18.98	-

(2) Consolidated Financial Positions

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
1Q of FYE 06/20/2018	151,980	100,063	65.8
FYE 06/20/2017	199,413	157,536	79.0

(Reference) Shareholders' equity: 1Q of FYE 06/20/2018 100,063 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	-				
FYE 06/20/2018 (forecast)		24.00	-	24.00	48.00

(Note) Modification of the dividends forecast released most recently: Yes

The forecast of the dividend in the release of the Financial Results for the Fiscal Year Ended 06/20/2017 as of August 4, 2017 has been revised. The details are provided in the announcement dated November 2, 2017 in the Notice for Change in the Dividend Policy (Implementation of Interim Dividend) and Revision of Forecast Dividend.

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

(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 06/20/2018	51,612,880 shares	FYE 06/20/2017	51,612,880 shares
2) Number of treasury stock at the end of the period	1Q of FYE 06/20/2018	17,000,740 shares	FYE 06/20/2017	700,740 shares
3) Average number of shares during the period (cumulative for all quarters)	1Q of FYE 06/20/2018	41,699,097 shares	1Q of FYE 06/20/2017	51,514,894 shares

* The quarterly financial results fall outside the scope of the quarterly review.

* 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 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 1Q Consolidated Accounting Period (09/20/2017)
Assets		
Current assets		
Cash and deposits	69,283	22,291
Accounts receivable-trade	2,580	2,656
Inventories	16,377	17,282
Other	2,035	1,812
Allowance for doubtful accounts	(1)	(2)
Total current assets	90,276	44,041
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	76,222	75,962
Machinery, equipment and vehicles	1,623	1,627
Land	61,129	61,187
Other	6,162	6,243
Accumulated depreciation	(50,680)	(50,886)
Total property, plant and equipment	94,457	94,135
Intangible assets	1,850	1,829
Investments and other assets		
Investment securities	6,994	7,529
Stocks of subsidiaries and affiliates	1,035	1,072
Deferred tax assets	1,867	1,825
Other	2,935	1,546
Allowance for doubtful accounts	(3)	-
Total investments and other assets	12,829	11,974
Total noncurrent assets	109,137	107,939
Total assets	199,413	151,980

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2017)	Current 1Q Consolidated Accounting Period (09/20/2017)
Liabilities		
Current liabilities		
Accounts payable-trade	7,974	9,261
Short-term loans payable	40	10,040
Current portion of long-term loans payable	1,662	1,662
Income taxes payable	1,298	577
Provision for bonuses	231	792
Provision for directors' bonuses	31	41
Provision for directors' retirement benefits	90	-
Other	7,246	6,516
Total current liabilities	18,574	28,892
Noncurrent liabilities		
Long-term loans payable	14,105	13,689
Liabilities related to employee retirement benefits	2,525	2,552
Asset retirement obligations	1,869	1,874
Long-term guarantee deposited	4,225	4,378
Other	577	530
Total noncurrent liabilities	23,302	23,025
Total liabilities	41,877	51,917
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,503	12,503
Retained earnings	133,657	133,174
Treasury stock	(1,795)	(58,796)
Total shareholders' equity	156,366	98,881
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	1,119	1,144
Adjusted cumulative amount of retirement benefits for employees	50	38
Total cumulative amount of other comprehensive income	1,170	1,182
Total net assets	157,536	100,063
Total liabilities and net assets	199,413	151,980

(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 06/21/2016 to 09/20/2016)	Current Consolidated 1Q (From 06/21/2017 to 09/20/2017)
Net sales	37,409	36,778
Cost of sales	27,744	26,856
Gross profit	9,664	9,922
Operating revenue		
Rent income of real estate	956	999
Income from service fees	161	166
Insurance agent commission	11	18
Total operating revenue	1,129	1,183
Operating gross profit	10,793	11,106
Selling, general and administrative expenses	9,540	9,356
Operating income	1,253	1,749
Non-operating income		
Interest income	0	11
Dividends income	12	9
Equity in earnings of affiliates	37	36
Technical advisory fee	48	15
Commission fee	104	104
Other	86	89
Total non-operating income	290	266
Non-operating expenses		
Interest expenses	0	10
Commission fee	0	259
Other	3	0
Total non-operating expenses	4	270
Ordinary income	1,538	1,745
Extraordinary income		
Gain on sales of noncurrent assets	-	22
Total extraordinary income	-	22
Extraordinary loss		
Loss on retirement of noncurrent assets	76	78
Other	0	0
Total extraordinary loss	76	78
Profit before taxes and other adjustments	1,461	1,690
Income taxes-current	624	590
Income taxes-deferred	(140)	(49)
Total income taxes	483	541
Profit	977	1,148
Profit attributable to parent company shareholders	977	1,148

Quarterly consolidated statement of comprehensive income
Consolidated 1Q

(Unit: million yen)

	Previous Consolidated 1Q (From 06/21/2016 to 09/20/2016)	Current Consolidated 1Q (From 06/21/2017 to 09/20/2017)
Profit	977	1,148
Other comprehensive income		
Valuation difference on available-for-sale securities	31	25
Adjusted amount of retirement benefits for employees	42	(12)
Share of other comprehensive income of associates accounted for using equity method	0	(0)
Total other comprehensive income	73	12
Comprehensive income	1,051	1,160
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,051	1,160