



**Financial Results for 1Q of the Fiscal Year Ending (FYE) 06/20/2017
[Japan GAAP] (Consolidated)**

11/04/2016

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)	Kenichiro Yagasaki
Contact	(Title) Managing Director and Deputy General Manager, Administration Group	(Name)	Goro Yoshihara (TEL) 029 (822) 2215
Scheduled date for submission of quarterly report	11/04/2016	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 06/20/2017 (06/21/2016 - 09/20/2016)

(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 06/20/2017	37,409	(4.0)	1,253	(25.2)	1,538	(21.6)	977	(23.4)
1Q of FYE 06/20/2016	38,969	(3.2)	1,675	11.2	1,962	10.0	1,275	17.0

(Note) Comprehensive
income:

1Q of FYE 06/20/2017

1,051 million yen

[(14.3%)]

1Q of FYE 06/20/2016

1,226 million yen

[7.3%]

	Profit per share	Profit per share – fully diluted
	yen	yen
1Q of FYE 06/20/2017	18.98	-
1Q of FYE 06/20/2016	24.72	-

(2) Consolidated Financial Positions

	Total assets	Net assets	Shareholders' equity ratio
	million yen	million yen	%
1Q of FYE 06/20/2017	180,977	152,000	84.0
FYE 06/20/2016	182,902	154,045	84.2

(Reference) Shareholders' equity:

1Q of FYE 06/20/2017

152,000 million yen

FYE 06/20/2016

154,045 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 06/20/2016	-	0.00	-	31.00	31.00
FYE 06/20/2017	-	-	-	-	-
FYE 06/20/2017 (forecast)	-	0.00	-	32.00	32.00

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

3. Projected Consolidated Business Results for FYE 06/20/2017 (06/21/2016 - 06/20/2017)

(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	%	million yen
2Q (cumulative)	81,820	2.3	4,450	5.4	5,140	4.6	3,260	1.5	63.16
Full year	163,200	2.8	8,370	8.6	9,550	6.7	6,200	13.7	120.13

(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 06/20/2017	51,612,880 shares	FYE 06/20/2016	51,612,880 shares
2) Number of treasury stock at the end of the period	1Q of FYE 06/20/2017	600,191 shares	FYE 06/20/2016	160 shares
3) Average number of shares during the period (cumulative for all quarters)	1Q of FYE 06/20/2017	51,514,894 shares	1Q of FYE 06/20/2016	51,612,720 shares

* Indication of quarterly review procedure implementation status

While this quarterly earnings summary falls outside the scope of that which must be subject to quarterly review based on the Financial Instruments and Exchange Act, a quarterly review procedure has been conducted for the quarterly consolidated financial statements as of the time of disclosure of this quarterly earnings summary.

* 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 (06/20/2016)	Current 1Q Consolidated Accounting Period (09/20/2016)
Assets		
Current assets		
Cash and deposits	72,126	69,236
Accounts receivable-trade	2,410	2,443
Inventories	17,521	18,610
Other	1,619	1,500
Allowance for doubtful accounts	(1)	(1)
Total current assets	93,676	91,789
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	76,160	76,176
Machinery, equipment and vehicles	1,765	1,705
Land	44,304	44,304
Other	5,464	5,813
Accumulated depreciation	(49,824)	(50,325)
Total property, plant and equipment	77,870	77,675
Intangible assets	1,817	1,829
Investments and other assets		
Investment securities	2,830	2,875
Stocks of subsidiaries and affiliates	982	1,020
Deferred tax assets	2,419	2,446
Other	3,309	3,344
Allowance for doubtful accounts	(3)	(3)
Total investments and other assets	9,537	9,683
Total noncurrent assets	89,226	89,188
Total assets	182,902	180,977

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2016)	Current 1Q Consolidated Accounting Period (09/20/2016)
Liabilities		
Current liabilities		
Accounts payable-trade	8,467	9,328
Short-term loans payable	140	50
Current portion of long-term loans payable	123	69
Income taxes payable	1,794	663
Provision for bonuses	223	803
Provision for directors' bonuses	33	41
Other	6,580	6,484
Total current liabilities	17,362	17,440
Noncurrent liabilities		
Long-term loans payable	342	332
Liabilities related to employee retirement benefits	2,506	2,516
Asset retirement obligations	3,678	3,697
Long-term guarantee deposited	4,218	4,193
Other	748	794
Total noncurrent liabilities	11,494	11,535
Total liabilities	28,857	28,976
Net assets		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,503	12,503
Retained earnings	129,127	128,505
Treasury stock	(0)	(1,496)
Total shareholders' equity	153,630	151,513
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	583	614
Adjusted cumulative amount of retirement benefits for employees	(169)	(127)
Total cumulative amount of other comprehensive income	414	487
Total net assets	154,045	152,000
Total liabilities and net assets	182,902	180,977

(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 06/21/2015 to 09/20/2015)	Current Consolidated 1Q (From 06/21/2016 to 09/20/2016)
Net sales	38,969	37,409
Cost of sales	29,203	27,744
Gross profit	9,765	9,664
Operating revenue		
Rent income of real estate	961	956
Income from service fees	161	161
Insurance agent commission	11	11
Total operating revenue	1,135	1,129
Operating gross profit	10,901	10,793
Selling, general and administrative expenses	9,225	9,540
Operating income	1,675	1,253
Non-operating income		
Interest income	8	0
Dividends income	12	12
Equity in earnings of affiliates	36	37
Technical advisory fee	49	48
Commission fee	100	104
Other	80	86
Total non-operating income	288	290
Non-operating expenses		
Interest expenses	0	0
Commission fee	-	0
Other	0	3
Total non-operating expenses	1	4
Ordinary income	1,962	1,538
Extraordinary income		
Gain on sales of noncurrent assets	0	-
Subsidy income	17	-
Total extraordinary income	17	-
Extraordinary loss		
Loss on retirement of noncurrent assets	39	76
Loss on reduction of noncurrent assets	17	-
Other	0	0
Total extraordinary loss	56	76
Profit before taxes and other adjustments	1,923	1,461
Income taxes-current	759	624
Income taxes-deferred	(111)	(140)
Total income taxes	647	483
Profit	1,275	977
Profit attributable to parent company shareholders	1,275	977

Quarterly consolidated statement of comprehensive income
Consolidated 1Q

(Unit: million yen)

	Previous Consolidated 1Q (From 06/21/2015 to 09/20/2015)	Current Consolidated 1Q (From 06/21/2016 to 09/20/2016)
Profit	1,275	977
Other comprehensive income		
Valuation difference on available-for-sale securities	(50)	31
Adjusted amount of retirement benefits for employees	0	42
Share of other comprehensive income of associates accounted for using equity method	(0)	0
Total other comprehensive income	(49)	73
Comprehensive income	1,226	1,051
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	1,226	1,051