



## Financial Results for the Fiscal Year Ended (FYE) 06/20/2015 [Japan GAAP] (Consolidated)

08/04/2015

Company Name	JOYFUL HONDA CO., LTD.	Exchange listed on	TSE-1
Security Code	3191	URL	<a href="http://www.joyfulhonda.com/">http://www.joyfulhonda.com/</a>
Representative	(Title) President and CEO	(Name)	Kenichiro Yagasaki
Contact	(Title) Director and General Manager of Accounting Department	(Name)	Goro Yoshihara (TEL) 029 (822) 2215
Scheduled date of ordinary shareholders' meeting			09/17/2015
Scheduled filing date of the securities report			09/18/2015
Scheduled commencement date of dividends payment			09/18/2015
Preparation of supplementary materials for financial results report			: None
Convening financial results briefing			: Yes (for institutional investors and analysts)

(Amounts rounded down to the nearest millions of yen)

### 1. Consolidated Business Results for FYE 06/20/2015 (06/21/2014 - 06/20/2015)

#### (1) Consolidated Operating Results (Percent represents comparison changes from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FYE 06/20/2015	162,351	(8.2)	6,788	(25.6)	8,070	(23.7)	4,560	(28.9)
FYE 06/20/2014	176,782	(0.0)	9,120	(9.6)	10,582	(8.2)	6,412	(7.3)

(Note) Comprehensive income:   FYE 06/20/2015                   4,840 million yen                   [(24.9%)]  
   FYE 06/20/2014                   6,449 million yen                   [(7.3%)]

	Net income per share	Net income per share - fully diluted	Net income to shareholders equity	Ordinary income to Assets	Operating income to Net sales
	yen	yen	%	%	%
FYE 06/20/2015	88.36	-	3.1	4.5	4.2
FYE 06/20/2014	124.53	-	4.5	6.0	5.2

(Reference) Equity method investment gain (loss):   FYE 06/20/2015                   92 million yen  
   FYE 06/20/2014                   130 million yen

(Note) On 06/21/2015, the company performed a stock split of common shares at a ratio of 2-1. In parallel with this, net income 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 06/20/2014).

#### (2) Consolidated Financial Positions

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	million yen	million yen	%	yen
FYE 06/20/2015	180,541	150,082	83.1	2,907.85
FYE 06/20/2014	177,270	146,198	82.5	2,832.61

(Reference) Shareholders' equity:                   FYE 06/20/2015                   150,082 million yen  
   FYE 06/20/2014                   146,198 million yen

(Note) On 06/21/2015, the company performed a stock split of common shares at a ratio of 2-1. In parallel with this, net assets 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 06/20/2014).

#### (3) Consolidated Cash Flows

	Net cash provided by (used in) operating activities	Net cash provided by (used in) investing activities	Net cash provided by (used in) financing activities	Cash and cash equivalents at the end of the year
	million yen	million yen	million yen	million yen
FYE 06/20/2015	8,377	(2,049)	(1,816)	42,740
FYE 06/20/2014	7,702	(3,753)	(1,320)	38,228

## 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 06/20/2014	-	0.00	-	50.00	50.00	1,290	20.1	0.9
FYE 06/20/2015	-	0.00	-	60.00	60.00	1,548	34.0	1.0
FYE 06/20/2016 (forecast)	-	0.00	-	31.00	31.00		30.2	

(Note) On 06/21/2015, the company performed a stock split of common shares at a ratio of 2-1. The effective date of the stock split is 06/21/2015. End-of-the-year dividends for FYE 06/20/2015 will be paid out based on pre-split shares. Thus, end-of-the-year dividends for FYE 06/20/2015 are recorded based on the number of shares before the stock split. Furthermore, end-of-the-year dividends projected for FYE 06/20/2016 are recorded based on the number of shares after the stock split was performed.

## 3. Projected Consolidated Business Results for FYE 06/20/2016 (06/21/2015 - 06/20/2016)

(Percentage represents 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		Net income attributable to parent company shareholders		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
2Q (cumulative)	81,100	(1.2)	3,800	5.7	4,380	1.8	2,730	7.3	52.89
Full year	163,800	0.9	7,300	7.5	8,400	4.1	5,300	16.2	102.69

(Note) On 06/21/2015, the company performed a stock split of common shares at a ratio of 2-1. In parallel with this, the net income per share in the projected consolidated business results has been assessed based on the number of outstanding shares after the performed stock split (excluding treasury stock).

### \*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: : Yes  
 2) Change in accounting policies other than item 1) above : None  
 3) Change in accounting estimates : None  
 4) Retrospective restatements: : None

(Note) For details, please refer to attachment P. 18 (Changes in Accounting Policy).

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

1) Number of outstanding shares at the end of the period (including treasury stock)	FYE 06/20/2015	51,612,880 shares	FYE 06/20/2014	51,612,880 shares
2) Number of treasury stock at the end of the period	FYE 06/20/2015	160 shares	FYE 06/20/2014	160 shares
3) Average number of shares during the period	FYE 06/20/2015	51,612,720 shares	FYE 06/20/2014	51,496,278 shares

(Note) On 06/21/2015, 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 have been assessed based on the assumption of the stock split having been performed at the beginning of the previous consolidated fiscal year (FYE 06/20/2014).

\* Indication of audit procedure implementation status

This summary of financial results is not subject to auditing processes based on the Financial Instruments and Exchange Act. Auditing processes based on the Financial Instruments and Exchange Act have not been completed for the consolidated financial statements contained herein as of the time of disclosure of this summary of financial results.

\* 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 06/20/2016), please refer to attachment P. 4 (Forecasts for the Next Term).

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2014)	Current Consolidated Accounting Year (06/20/2015)
<b>Assets</b>		
Current assets		
Cash and deposits	75,224	80,278
Accounts receivable-trade	2,036	2,280
Inventories	19,639	19,355
Other	1,967	1,575
Allowance for doubtful accounts	(3)	(1)
Total current assets	98,865	103,488
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	73,726	74,916
Machinery, equipment and vehicles	1,591	1,607
Land	33,170	33,128
Other	5,711	5,128
Accumulated depreciation	(45,763)	(47,413)
Total property, plant and equipment	68,437	67,367
Intangible assets	1,976	1,848
Investments and other assets		
Investment securities	875	1,200
Stocks of subsidiaries and affiliates	772	865
Deferred tax assets	3,009	2,534
Other	3,333	3,240
Allowance for doubtful accounts	-	(3)
Total investments and other assets	7,991	7,836
Total noncurrent assets	78,405	77,052
Total assets	177,270	180,541

(Unit: million yen)

	Previous Consolidated Accounting Year (06/20/2014)	Current Consolidated Accounting Year (06/20/2015)
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	10,571	10,102
Short-term loans payable	100	100
Current portion of long-term loans payable	329	301
Income taxes payable	1,683	1,292
Provision for bonuses	239	213
Provision for directors' bonuses	48	43
Other	6,688	7,650
Total current liabilities	19,660	19,703
Noncurrent liabilities		
Long-term loans payable	375	74
Liabilities related to employee retirement benefits	2,562	2,181
Asset retirement obligations	3,524	3,602
Long-term guarantee deposited	4,371	4,258
Other	576	637
Total noncurrent liabilities	11,411	10,755
Total liabilities	31,072	30,458
<b>Net assets</b>		
Shareholders' equity		
Capital stock	12,000	12,000
Capital surplus	12,503	12,503
Retained earnings	121,837	125,441
Treasury stock	(0)	(0)
Total shareholders' equity	146,340	149,944
Cumulative amount of other comprehensive income		
Valuation difference on available-for-sale securities	43	141
Deferred gains or losses on hedges	(0)	(0)
Adjusted cumulative amount of retirement benefits for employees	(184)	(3)
Total cumulative amount of other comprehensive income	(142)	137
Total net assets	146,198	150,082
Total liabilities and net assets	177,270	180,541

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

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)	Current Consolidated Accounting Year (From 06/21/2014 to 06/20/2015)
Net sales	176,782	162,351
Cost of sales	133,835	122,118
Gross profit	42,947	40,232
Operating revenue		
Rent income of real estate	3,722	3,805
Income from service fees	662	683
Insurance agent commission	17	21
Total operating revenue	4,402	4,510
Operating gross profit	47,350	44,742
Selling, general and administrative expenses	38,229	37,954
Operating income	9,120	6,788
Non-operating income		
Interest income	50	41
Dividends income	14	10
Equity in earnings of affiliates	130	92
Commission fee	436	388
Technical advisory fee	262	192
Other	688	603
Total non-operating income	1,583	1,328
Non-operating expenses		
Interest expenses	11	6
Commission fee	76	28
Other	32	11
Total non-operating expenses	121	46
Ordinary income	10,582	8,070
Extraordinary income		
Gain on sales of noncurrent assets	0	0
Compensation income	20	-
Total extraordinary income	21	0
Extraordinary loss		
Loss on retirement of noncurrent assets	266	267
Loss on sales of noncurrent assets	1	33
Impairment loss	-	6
Other	-	19
Total extraordinary loss	267	328
Net income before taxes and other adjustments	10,336	7,743
Income taxes-current	3,717	2,976
Income taxes-deferred	206	205
Total income taxes	3,924	3,182
Income before minority interests	6,412	4,560
Net income	6,412	4,560

Consolidated statement of comprehensive income

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)	Current Consolidated Accounting Year (From 06/21/2014 to 06/20/2015)
Income before minority interests	6,412	4,560
Other comprehensive income		
Valuation difference on available-for-sale securities	36	98
Adjusted amount of retirement benefits for employees	-	181
Share of other comprehensive income of associates accounted for using equity method	0	0
Total other comprehensive income	36	279
Comprehensive income	6,449	4,840
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	6,449	4,840

## (3) Consolidated statements of changes in net assets

Previous Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)

(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	12,583	115,938	(197)	140,325
Cumulative effect (amount) resulting from the changing in accounting policy.					-
Balance at the beginning of the period which reflects the changing in accounting policy.	12,000	12,583	115,938	(197)	140,325
Changes of items during the period					
Dividends from surplus			(514)		(514)
Net income			6,412		6,412
Disposal of treasury stock		(80)		196	116
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	(80)	5,898	196	6,014
Balance for the end of this period	12,000	12,503	121,837	(0)	146,340

	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	6	(0)	-	5	140,331
Cumulative effect (amount) resulting from the changing in accounting policy.					-
Balance at the beginning of the period which reflects the changing in accounting policy.	6	(0)	-	5	140,331
Changes of items during the period					
Dividends from surplus					(514)
Net income					6,412
Disposal of treasury stock					116
Net changes of items other than shareholders' equity	36	0	(184)	(147)	(147)
Total changes of items during the period	36	0	(184)	(147)	5,866
Balance for the end of this period	43	(0)	(184)	(142)	146,198



Current Consolidated Accounting Year (From 06/21/2014 to 06/20/2015)

(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	121,837	(0)	146,340
Cumulative effect (amount) resulting from the changing in accounting policy.			333		333
Balance at the beginning of the period which reflects the changing in accounting policy.	12,000	12,503	122,170	(0)	146,674
Changes of items during the period					
Dividends from surplus			(1,290)		(1,290)
Net income			4,560		4,560
Disposal of treasury stock					-
Net changes of items other than shareholders' equity					
Total changes of items during the period	-	-	3,270	-	3,270
Balance for the end of this period	12,000	12,503	125,441	(0)	149,944

	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	43	(0)	(184)	(142)	146,198
Cumulative effect (amount) resulting from the changing in accounting policy.					333
Balance at the beginning of the period which reflects the changing in accounting policy.	43	(0)	(184)	(142)	146,532
Changes of items during the period					
Dividends from surplus					(1,290)
Net income					4,560
Disposal of treasury stock					-
Net changes of items other than shareholders' equity	98	0	181	279	279
Total changes of items during the period	98	0	181	279	3,550
Balance for the end of this period	141	(0)	(3)	137	150,082

## (4) Consolidated statements of cash flows

(Unit: million yen)

	Previous Consolidated Accounting Year (From 06/21/2013 to 06/20/2014)	Current Consolidated Accounting Year (From 06/21/2014 to 06/20/2015)
Net cash provided by (used in) operating activities		
Net income before taxes and other adjustments	10,336	7,743
Depreciation and amortization	3,871	3,624
Impairment loss	-	6
Amortization of negative goodwill	(108)	(81)
Equity in (earnings) losses of affiliates	(130)	(92)
Increase (decrease) in allowance for doubtful accounts	(0)	1
Increase (decrease) in provision for bonuses	(2)	(26)
Increase (decrease) in provision for directors' bonuses	(17)	(4)
Increase (decrease) in liabilities for retirement benefits	121	415
Interest and dividends income	(64)	(52)
Interest expenses	11	6
Loss on retirement of noncurrent assets	266	267
Loss (gain) on sales of noncurrent assets	0	33
Decrease (increase) in notes and accounts receivable-trade	28	(244)
Decrease (increase) in inventories	(2,289)	284
Increase (decrease) in notes and accounts payable-trade	(42)	(469)
Increase (decrease) in accrued consumption taxes	346	642
Other	(448)	(315)
Subtotal	11,876	11,740
Interest and dividends income received	67	54
Interest expenses paid	(11)	(6)
Income taxes paid	(4,230)	(3,433)
Income taxes refund	-	22
Net cash provided by (used in) operating activities	7,702	8,377
Net cash provided by (used in) investing activities		
Payments into time deposits	(37,500)	(37,500)
Proceeds from withdrawal of time deposits	36,800	37,500
Purchase of property, plant and equipment	(2,566)	(1,657)
Purchase of intangible assets	(325)	(122)
Purchase of investment securities	-	(688)
Proceeds from sales of investment securities	-	498
Other	(161)	(79)
Net cash provided by (used in) investing activities	(3,753)	(2,049)
Net cash provided by (used in) financing activities		
Increase in short-term loans payable	400	400
Decrease in short-term loans payable	(400)	(400)
Repayments of long-term loans payable	(707)	(329)
Repayments of lease obligations	(277)	(198)
Cash dividends paid	(514)	(1,289)
Proceeds from sales of treasury stock	179	-
Net cash provided by (used in) financing activities	(1,320)	(1,816)
Net increase (decrease) in cash and cash equivalents	2,628	4,511
Cash and cash equivalents at the beginning of the year	35,599	38,228
Cash and cash equivalents at the end of the year	38,228	42,740