

Summary of Business Results for the Second Quarter Ended September 30, 2018 [Japan GAAP] (Consolidated)

November 8, 2018

Company **I'rom Group Co., Ltd.**
 Stock Code 2372 URL: <http://www.iromgroup.co.jp/>
 Representative Toyotaka Mori, President and CEO
 Contact Hiroaki Inukai, Director, CFO
 Expected date of filing of quarterly report: November 9, 2018
 Preparation of quarterly supplementary financial document: None
 Quarterly results briefing: Yes (for institutional investors and analysts)

Registered on the TSE

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Expected starting date of dividend payment: December 14, 2018

(Rounded down to million yen)

1. Consolidated business results for the six months ended September 2018 (April 1, 2018 through September 30, 2018)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Sept. 2018	4,762	21.4	694	36.0	705	26.4	539	△56.5
Six months ended Sept. 2017	3,924	110.4	510	-	558	-	1,240	-

(Note) Comprehensive income

Six months ended September 2018: 637 million yen (△51.2 %)

Six months ended September 2017: 1,307 million yen (- %)

	Net income per share		Diluted net income per share	
	Yen		Yen	
Six months ended Sept. 2018	46.16		44.45	
Six months ended Sept. 2017	108.35		107.44	

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of Sept. 2018	11,431	6,269	54.3
As of Mar. 2018	11,267	5,745	50.4

(Reference) Shareholders' equity:

As of September 2018: 6,209 million yen

As of March 2018: 5,677 million yen

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
Year ended Mar. 2018	—	10.00	—	10.00	20.00
Year ending Mar. 2019	—	10.00	—	10.00	20.00
Year ending Mar. 2019 (forecast)	—	—	—	10.00	20.00

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the fiscal year ending March 2019 (April 1, 2018 through March 31, 2019)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Mar. 2019	11,500	33.4	1,200	14.9	1,200	9.8	700	△55.1	60.80

(Note) Revisions to business forecast for the current quarter: None

※Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None
- (2) Application of accounting procedures specific to preparation of the consolidated quarterly financial statements:
None
- (3) Changes in accounting policies, accounting estimates and restatement
- | | |
|---|--------|
| ①Changes in accounting policies associated with revision of accounting standards: | : None |
| ②Changes in accounting policies other than ① | : None |
| ③Changes in accounting estimates | : None |
| ④Restatement | : None |
- (4) Shares outstanding (common stock)
- | | |
|--|-------------------|
| ①Number of shares outstanding at the end of period (treasury stock included) | |
| As of September 2018 | 11,707,665 shares |
| As of March 2018 | 11,703,665 shares |
| ②Treasury stock at the end of period | |
| As of September 2018 | 14,195 shares |
| As of March 2018 | 14,005 shares |
| ③Average number of stock during period (quarterly cumulative period) | |
| Six months ended September 2018 | 11,690,885 shares |
| Six months ended September 2017 | 11,447,147 shares |

*Implementation status of quarterly review procedure

This financial summary is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for review of financial statements pursuant to the Financial Instruments and Exchange Act have not been completed.

*Explanation regarding appropriate use of business forecasts and other special instructions

Forecasts regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Actual results may differ significantly from the forecasts due to various factors.