

# Consolidated Financial Results for the Six Months Ended August 31, 2017 [Japanese GAAP]



October 6, 2017

Company name: Kirindo Holdings Co., Ltd.

Stock exchange listing: Tokyo Stock Exchange

Code number: 3194

URL: <http://www.kirindo-hd.co.jp>

Representative: Toyohiko Teranishi, Chief Executive Officer, President

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Scheduled date of filing quarterly securities report: October 12, 2017

Scheduled date of commencing dividend payments: November 10, 2017

Availability of supplementary briefing material on quarterly financial results: Available

Schedule of quarterly financial results briefing session: Scheduled (for institutional investors and securities analysts)

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Six Months Ended August 31, 2017 (March 1, 2017 to August 31, 2017)

(1) Consolidated Operating Results (% indicates changes 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 August 31, 2017 | 63,623      | 10.1 | 768              | 67.1   | 1,147           | 52.7   | 636   | 423.1  |
| August 31, 2016                  | 57,773      | 2.6  | 460              | (52.8) | 751             | (39.0) | 121   | (71.8) |

(Note) Comprehensive income: Six Months Ended August 31, 2017: ¥628 million [684.9 %]

Six Months Ended August 31, 2016: ¥80 million [(81.8) %]

|                                  | Basic earnings per share | Diluted earnings per share |
|----------------------------------|--------------------------|----------------------------|
|                                  | Yen                      | Yen                        |
| Six months ended August 31, 2017 | 57.54                    | -                          |
| August 31, 2016                  | 10.74                    | -                          |

## (2) Consolidated Financial Position

|                         | Total assets | Net assets  | Equity ratio |
|-------------------------|--------------|-------------|--------------|
|                         | Million yen  | Million yen | %            |
| As of August 31, 2017   | 50,864       | 13,221      | 25.9         |
| As of February 28, 2017 | 46,054       | 12,667      | 27.4         |

(Reference) Equity: As of August 31, 2017: ¥13,175 million

As of February 28, 2017: ¥12,616 million

## 2. Dividends

|   | Annual dividends |                 |                 |          |       |
|---|------------------|-----------------|-----------------|----------|-------|
|   | 1st quarter-end  | 2nd quarter-end | 3rd quarter-end | Year-end | Total |
|   | Yen              | Yen             | Yen             | Yen      | Yen   |
| Fiscal year ended February 28, 2017             | -                | 12.50           | -               | 12.50    | 25.00 |
| Fiscal year ending February 28, 2018            | -                | 12.50           |                 |          |       |
| Fiscal year ending February 28, 2018 (Forecast) |                  |                 | -               | 12.50    | 25.00 |

(Note) Revision to the forecast for dividends announced most recently: No

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending February 28, 2018 (March 1, 2017 to February 28, 2018)

(% indicates changes from the previous corresponding period.)

|           | Net sales   |     | Operating income |      | Ordinary income |      | Net income attributable to owners of parent |      | Basic earnings per share |
|-----------|-------------|-----|------------------|------|-----------------|------|---|------|--------------------------|
| Full year | Million yen | %   | Million yen      | %    | Million yen     | %    | Million yen                                 | %    | Yen                      |
|           | 124,600     | 7.0 | 1,520            | 17.0 | 2,110           | 15.0 | 920   | 44.9 | 82.89                    |

(Note) Revision to the financial results forecast announced most recently: No

#### \* Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): Yes

Newly included: One (Company name: MEDICINE SHOPPE JAPAN, K.K.)

Excluded: - (Company name: )

(2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: No

(3) Changes in accounting policies, changes in accounting estimates and retrospective restatement

1) Changes in accounting policies due to the revision of accounting standards: Yes

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(4) Total number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

August 31, 2017: 11,332,206 shares

February 28, 2017: 11,332,206 shares

2) Total number of treasury shares at the end of the period:

August 31, 2017: 227,457 shares

February 28, 2017: 293,457 shares

3) Average number of shares during the period:

Six months ended August 31, 2017: 11,067,217 shares

Six months ended August 31, 2016: 11,331,049 shares

(Note) The total number of treasury shares at the end of period includes the Company's shares held in the Kirindo Holdings Employee Stock Ownership Plan (ESOP) trust account (as of August 31, 2017: 226,300 shares; as of February 28, 2017: 292,300 shares). In addition, the Company's shares held in the ESOP trust account are included in the treasury shares that are deducted from the calculations of the average number of shares during the period (for the six months ended August 31, 2017: 263,832 shares).

\* These financial results are outside the scope of the quarterly review.

#### \* Explanation of the proper use of financial results forecasts and other notes

The financial results forecasts and other forward-looking statements in this document are based on information currently available and certain assumptions the Company deems to be reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors. Please refer to "1. Qualitative Information on Quarterly Financial Results for the Period under Review (3) Explanation of Consolidated Financial Results Forecast and Other Forward-looking Information" on page 3 of the Quarterly Consolidated Financial Results (attached material) for assumptions for financial results forecasts and notes to the use of financial results forecasts.