

Consolidated Financial Results for the Fiscal Year Ended June 20, 2018 [Japanese GAAP]



July 20, 2018

Company name: Genky DrugStores Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 9267
 URL: <http://www.genkydrugstores.co.jp>
 Representative: Kenichi Fujinaga, President
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 Scheduled date of convention of ordinary general meeting of shareholders: September 7, 2018
 Scheduled date of commencing dividend payments: September 10, 2018
 Scheduled date of filing annual securities report: September 10, 2018
 Availability of supplementary briefing material on annual financial results: Available
 Schedule of annual financial results briefing session: Scheduled (for institutional investors and analysts)

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

1. Consolidated Financial Results for the Fiscal Year Ended June 20, 2018 (June 21, 2017 to June 20, 2018)

(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	%
Fiscal 2017	94,869	—	4,128	—	4,377	—	3,118	—
Fiscal 2016	—	—	—	—	—	—	—	—

(Note) Comprehensive income: Fiscal 2017: ¥3,157 million (—%)

Fiscal 2016: ¥— million (—%)

	Net income per share	Diluted net income per share	Net income to shareholders' equity ratio	Ordinary income to total assets ratio	Operating income to net sales ratio
	Yen	Yen	%	%	%
Fiscal 2017	206.55	—	16.0	7.8	4.4
Fiscal 2016	—	—	—	—	—

(Reference): Equity in earnings of affiliates: Fiscal 2017: ¥— million

Fiscal 2016: ¥— million

- (Notes) 1. The Company was established on December 21, 2017 through the sole transfer of Genky Stores, Inc.'s shares. Therefore, there were no consolidated financial results for the previous fiscal year.
2. Diluted net income per share for the fiscal year ended June 20, 2018 is not recorded because there were no dilutive shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 20, 2018	60,043	23,805	39.7	1,538.05
As of June 20, 2017	—	—	—	—

(Reference) Equity: As of June 20, 2018: ¥23,805 million

As of June 20, 2017: ¥— million

The Company was established on December 21, 2017 through the sole transfer of Genky Stores, Inc.'s shares. Therefore, there were no figures for the previous fiscal year.

(3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at the end of the fiscal year
	Million yen	Million yen	Million yen	Million yen
Fiscal 2017	5,365	(5,443)	190	2,227
Fiscal 2016	—	—	—	—

The Company was established on December 21, 2017 through the sole transfer of Genky Stores, Inc.'s shares. Therefore, there were no figures for the previous fiscal year.

2. Dividends

	Annual dividends					Total annual dividends	Dividend payout ratio (consolidated)	Dividend on equity ratio (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal 2016	—	—	—	—	—	—	—	—
Fiscal 2017	—	—	—	12.50	12.50	193	6.1	1.0
Fiscal 2018 (Forecast)	—	12.50	—	12.50	25.00		11.1	

The Company was established on December 21, 2017 through the sole transfer of Genky Stores, Inc.'s shares. Therefore, there were no figures for the previous fiscal year.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending June 20, 2019 (June 21, 2018 to June 20, 2019)

(% indicates changes from the previous fiscal year.)

	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
First half	53,500	14.7	2,400	22.2	2,500	20.4	1,600	13.1	103.38
Full year	110,000	15.9	5,000	21.1	5,250	19.9	3,500	12.2	226.14

Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
Newly consolidated: None (Company Name); Removed from consolidation: None (Company Name)
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
 - 1) Changes in accounting policies due to the revision of accounting standards: No
 - 2) Changes in accounting policies other than 1) above: No
 - 3) Changes in accounting estimates: No
 - 4) Retrospective restatement: No

(3) Total number of issued shares (common stock)

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

As of June 20, 2018: 15,477,484 shares

As of June 20, 2017: — shares

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

As of June 20, 2018: 107 shares

As of June 20, 2017: — shares

3) Average number of shares during the period:

Year ended June 20, 2018: 15,097,413 shares

Year ended June 20, 2017: — shares

(Reference) Summary of Non-Consolidated Financial Results

Non-Consolidated Financial Results for the Fiscal Year Ended June 20, 2018 (June 21, 2017 to June 20, 2018)

(1) Non-Consolidated Operating Results (% indicates changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal 2017	122	—	37	—	37	—	927	—
Fiscal 2016	—	—	—	—	—	—	—	—

	Net income per share	Diluted net income per share
	Yen	Yen
Fiscal 2017	61.40	—
Fiscal 2016	—	—

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 20, 2018	23,156	23,086	99.7	1,491.64
As of June 20, 2017	—	—	—	—

(Reference) Equity: As of June 20, 2018: ¥23,086 million

As of June 20, 2017: ¥— million

* These financial results are outside the scope of audit by a certified public accountant or an audit corporation.

* Explanation of the proper use of financial results forecast and other notes

(Cautionary notes on forward-looking statements, etc.)

The forecasts above are prepared based on information that is available as of the date of publication of this document, and the Company does not in any way guarantee the achievements of projections. Actual results may differ from the forecasts due to a wide range of factors.

(Other notes)

Consolidated financial statements for the fiscal year ended June 20, 2018 (June 21, 2017 to June 20, 2018) are prepared succeeding to the consolidated financial statements of Genky Stores, Inc. which has become a wholly-owned subsidiary of the Company.