

Consolidated Financial Results (Japanese Accounting Standards) for the Six Months Ended September 30, 2018 (Q2 FY2018) (English Translation)

Company name: KAMEDA SEIKA CO., LTD.
 Stock exchange: Tokyo Stock Exchange
 Stock code: 2220
 URL: <https://www.kamedaseika.co.jp/>
 Representative: Isamu Sato, President and COO
 Contact: Akira Kobayashi, General Manager, Administrative Group Director
 Tel. +81-25-382-2111

Scheduled date for filing of securities report: November 9, 2018
 Scheduled date of commencement of dividend payment: December 4, 2018
 Supplementary documents for quarterly results: Available
 Quarterly results briefing: Available (For Institutional Investors and Analysts)

(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Six Months Ended September 30, 2018 (April 1 - September 30, 2018)

(1) Consolidated Results of Operations (Accumulated Total)

(Percentages show year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
	¥ million	%	¥ million	%	¥ million	%	¥ million	%
Six Months ended September 30, 2018	47,000	0.0	1,312	32.0	1,802	14.3	1,143	10.3
September 30, 2017	46,981	0.9	993	(46.8)	1,576	(39.3)	1,036	(35.6)

(Note) Comprehensive income: ¥ 1,497 million (34.6%) for the Six Months ended September 30, 2018
 ¥ 1,113 million (310.0%) for the Six Months ended September 30, 2017

	Net income Per share (basic)	Net income Per share (diluted)
	¥	¥
Six Months ended September 30, 2018	54.23	—
September 30, 2017	49.17	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ million	¥ million	%	¥
Six Months ended September 30, 2018	77,779	48,765	62.4	2,303.56
Year ended March 31, 2018	77,052	48,005	62.0	2,267.58

(Reference) Shareholder's equity: Six Months ended September 30, 2018: ¥ 48,569 million
 Year ended March 31, 2018: ¥ 47,810 million

2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
	¥	¥	¥	¥	¥
Year ended March 31, 2018	—	14.00	—	35.00	49.00
Year ending March 31, 2019	—	15.00			
Year ending March 31, 2019 (forecasts)			—	36.00	51.00

(Note) Revisions to dividend forecasts published most recently: None

3. Consolidated Forecasts for the Fiscal year Ending March 31, 2019 (April 1, 2018 – March 31, 2019)
(Percentage figures for the fiscal year represent the changes from the previous year)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	¥ million	%	¥ million	%	¥ million	%	¥ million	%	¥
Year ending March 31, 2019	102,000	2.5	6,500	29.8	7,700	19.3	5,200	26.5	246.63

(Note) Revisions to financial forecasts published most recently : None

4. Others

- (1) Changes of important subsidiaries during the period (changes of specific subsidiaries in accordance with changes in the scope of consolidation): Yes

Newly consolidated subsidiaries: (1) LYLY KAMEDA CO., LTD.

(Note) For details, please refer to p.11 of the Appendix, “2. Quarterly Consolidated Financial Statements (4) Notes on the Quarterly Consolidated Financial Statements (Changes of important subsidiaries during the period)”

- (2) Application of particular accounts procedures to the preparation of quarterly consolidated financial statements: None

- (3) Changes in accounting policies and changes or restatement of accounting estimates

- (i) Changes in accounting policies caused by revision of accounting standards: None
- (ii) Changes in accounting policies other than (i): Yes
- (iii) Changes in accounting estimates: Yes
- (iv) Restatement: None

(Note) Since the first quarter of the current consolidated accounting period, we have changed the depreciation method; this falls under “Changes in accounting policies that are difficult to distinguish from changes in accounting estimates.” For details please refer to p.11 of the Appendix “2. Quarterly Consolidated Financial Statements (4) Notes on the Quarterly Consolidated Financial Statements (Changes in accounting policies that are difficult to distinguish from changes in accounting estimates).”

- (4) Number of shares outstanding (common stock):

- (i) Number of shares outstanding at end of period (including treasury stock)
 - As of September 30, 2018: 22,318,650 shares
 - As of March 31, 2018: 22,318,650 shares
- (ii) Number of treasury stock at end of period
 - As of September 30, 2018: 1,234,271 shares
 - As of March 31, 2018: 1,234,204 shares
- (iii) Average number of shares outstanding during the term
 - Six Months ended September 30, 2018: 21,084,416 shares
 - Six Months ended September 30, 2017: 21,084,838 shares

* Representations concerning the implementation of auditing procedures

These financial results are not subject to auditing under the Financial Instruments and Exchange Act, and auditing procedures on the consolidated financial statements are currently underway at the time of disclosure of the financial results.

* Explanations and other special notes concerning the appropriate use of performance forecasts

(Caution concerning statements, etc. regarding the future)

The forward-looking statements such as performance forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable. Actual results may differ materially from the forecast depending on a range of factors.

(How to obtain supplementary explanatory materials on financial results and details of financial results briefing session)

The Company intends to hold a briefing session for analysts and institutional investors on Monday, November 12, 2018.

Any explanatory materials used on that day will be available on the Company's website soon after the session.