



## Consolidated Financial Result

(For the fiscal year ended December 31, 2018)



February 5, 2019

Company name: **SIOS Corporation**  
 Address: 2-12-3 Minami Azabu, Minato-ku, Tokyo 106-0047 Japan  
 Stock exchange listings: Tokyo Stock Exchange (TSE)  
 Code number : 3744  
 URL: <http://www.sios.com/>  
 Representative: Nobuo Kita, Representative Director  
 Contact: Tokutaro Kobayashi, V.P. of Finance & Accounting  
 Phone: +81-3-6401-5111  
 Scheduled date of annual shareholders' meeting: March 28, 2019  
 Scheduled date of financial report FSA filing: March 29, 2019  
 Scheduled date of dividend payment: -

(Note) All figures in the financial statements are rounded down to the nearest millionth.  
 '-' indicates a loss or negative figure.

### 1. Consolidated results (January 1, 2018 through December 31, 2018)

(% of change from previous year)

#### (1) Consolidated business results

|               | Net sales     |            | Operating income |             | Ordinary income |             | Net income  |          |
|---------------|---------------|------------|------------------|-------------|-----------------|-------------|-------------|----------|
|               | Million yen   | %          | Million yen      | %           | Million yen     | %           | Million yen | %        |
| <b>FY2018</b> | <b>12,799</b> | <b>2.6</b> | <b>290</b>       | <b>-9.4</b> | <b>310</b>      | <b>-4.8</b> | <b>225</b>  | <b>-</b> |
| FY2017        | 12,470        | 3.2        | 320              | -32.4       | 326             | -16.3       | -587        | -        |

(Note) Comprehensive income : FY2018: 263million yen/ -% FY2017: -583 million yen/ -%

|               | Net income per share<br>- Basic | Net income per share<br>- Diluted | Return on equity | Ratio of ordinary<br>income to total assets | Operating income<br>ratio |
|---------------|---------------------------------|-----------------------------------|------------------|---|---------------------------|
|               | Yen                             | Yen                               | %                | %   | %                         |
| <b>FY2018</b> | <b>26.15</b>                    | -                                 | <b>19.1</b>      | <b>6.1</b>                                  | <b>2.3</b>                |
| FY2017        | -68.11                          | -                                 | -44.1            | 6.5   | 2.6                       |

(Note) Equity in earnings: FY2018: 6 million yen FY2017: - million yen

#### (2) Consolidated financial position

|               | Total assets | Net assets   | Equity ratio | Net assets per share |
|---------------|--------------|--------------|--------------|----------------------|
|               | Million yen  | Million yen  | %            | Yen                  |
| <b>FY2018</b> | <b>5,357</b> | <b>1,359</b> | <b>24.6</b>  | <b>152.54</b>        |
| FY2017        | 4,849        | 1,076        | 21.5         | 120.94               |

(Note) Equity: As of Dec. 31, 2018: 1,319 million yen As of Dec. 31, 2017: 1,043million yen

#### (3) Consolidated cash flows

|               | Cash flow from<br>operating activities | Cash flow from investing<br>activities | Cash flow from financing<br>activities | Cash and cash equivalents<br>- ending |
|---------------|--|--|--|---------------------------------------|
|               | Million yen                            | Million yen                            | Million yen                            | Million yen                           |
| <b>FY2018</b> | <b>78</b>                              | <b>-184</b>                            | <b>-127</b>                            | <b>2,008</b>                          |
| FY2017        | 640                                    | -26                                    | -109                                   | 2,249                                 |

### 2. Cash dividends

| Record Date       | Dividend per share |              |              |          |        | Total of<br>dividend<br>(annual) | Payout ratio<br>(consolidated) | Net assets<br>dividend ratio<br>(consolidated) |
|-------------------|--------------------|--------------|--------------|----------|--------|----------------------------------|--------------------------------|--|
|                   | End of<br>Q1       | End of<br>Q2 | End of<br>Q3 | Year-end | Annual |                                  |                                |  |
|                   | Yen                | Yen          | Yen          | Yen      | Yen    | Million<br>yen                   | %                              | %  |
| FY2017            | -                  | 0.00         | -            | 0.00     | 0.00   | -                                | -                              | -  |
| FY2018            | -                  | 0.00         | -            | 0.00     | 0.00   | -                                | -                              | -  |
| FY2019 (expected) | -                  | 0.00         | -            | 5.00     | 5.00   |                                  | 30.9                           |  |

### 3. Forecast of consolidated results for FY2019 (January 1, 2019 through December 31, 2019)

(% of change from previous year)

|               | Net sales     |            | Operating income |              | Ordinary income |              | Profit attributable to<br>owners of parent |              | Net income<br>per share |
|---------------|---------------|------------|------------------|--------------|-----------------|--------------|--|--------------|-------------------------|
|               | Million yen   | %          | Million yen      | %            | Million yen     | %            | Million yen                                | %            | Yen                     |
| <b>FY2019</b> | <b>13,200</b> | <b>3.1</b> | <b>200</b>       | <b>-31.2</b> | <b>210</b>      | <b>-32.4</b> | <b>140</b>                                 | <b>-38.0</b> | <b>16.18</b>            |

**4. Others**

- (1) Reclassification of significant subsidiaries during the period (Reclassification due to change in scope of consolidation): None
- (2) Change in accounting policies, accounting estimates and restatement
- (i) Change in accounting policies associated with revision of accounting standards: Yes
- (ii) Change arising from other factors: None
- (iii) Change in accounting estimates: None
- (iv) Restatement: None
- (3) Number of outstanding shares (common shares)

|  |        |                  |        |                  |
|--|--------|------------------|--------|------------------|
| (i) Number of outstanding shares<br>(including treasury stock) | FY2018 | 8,874,400 shares | FY2017 | 8,874,400 shares |
| (ii) Number of treasury stock                                  | FY2018 | 224,268 shares   | FY2017 | 246,541 shares   |
| (iii) Average number of outstanding shares                     | FY2018 | 8,638,647 shares | FY2017 | 8,621,643 shares |

**(Reference)****1. Non-consolidated results (January 1, 2018 through December 31, 2018)**

(% of change from previous year)

**(1) Non-consolidated financial results**

|               | Net sales   |              | Operating income |              | Ordinary income |              | Net income  |          |
|---------------|-------------|--------------|------------------|--------------|-----------------|--------------|-------------|----------|
|               | Million yen | %            | Million yen      | %            | Million yen     | %            | Million yen | %        |
| <b>FY2018</b> | <b>991</b>  | <b>-85.6</b> | <b>120</b>       | <b>-63.3</b> | <b>116</b>      | <b>-63.8</b> | <b>104</b>  | <b>-</b> |
| FY2017        | 6,896       | -13.8        | 328              | 14.0         | 321             | 11.5         | -614        | -        |

|               | Net income per share<br>- Basic | Net income per share<br>- Diluted |
|---------------|---------------------------------|-----------------------------------|
|               | Yen                             | Yen                               |
| <b>FY2018</b> | <b>12.06</b>                    | <b>-</b>                          |
| FY2017        | -71.26                          | -                                 |

**(2) Non-consolidated financial position**

|               | Total assets | Net assets   | Equity ratio | Net assets per share |
|---------------|--------------|--------------|--------------|----------------------|
|               | Million yen  | Million yen  | %            | Yen                  |
| <b>FY2018</b> | <b>2,923</b> | <b>1,375</b> | <b>47.0</b>  | <b>158.93</b>        |
| FY2017        | 2,786        | 1,207        | 43.3         | 139.87               |

(Note) Equity As of Dec. 31, 2018: 1,374 million yen

As of Dec. 31, 2017: 1,206 million yen

**Explanation about proper use of forecasts of consolidated financial results and other special notes**

- Information Regarding the Audit Review Procedure: This report is outside the scope of the procedures for audit of financial statements as required under the financial instruments and Exchange Act of Japan. The aforementioned procedures have not been completed as of the time of disclosure of this document.
- Forecasts announced by the company referred to above were prepared based on management's assumption with information available at this time and therefore involve known and unknown risks and uncertainties. Please note such risks and uncertainties may cause the actual results to be materially different from the forecasts.
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