



Summary of Business Results for the Third Quarter Ended December 31, 2018 [Japan GAAP] (Consolidated)

February 8, 2019

Company name : DIGITAL HEARTS HOLDINGS Co., Ltd.	Listed on the TSE
Stock code : 3676	URL: https://www.digitalhearts-hd.com/
Representative : Genichi Tamatsuka, President and CEO	
Contact : Toshiya Tsukushi, Director and CFO	TEL: +81-3-3373-0081
Scheduled date of submission of financial reports	: February 12, 2019
Scheduled commencement of dividend payment	: -
Preparation of supplementary material for quarterly financial results	: Yes
Holding of quarterly financial results meeting	: None

(Figures are rounded down to the nearest million yen.)

1. Consolidated results for the third quarter ended December 31, 2018 (April 1, 2018 – December 31, 2018)

(1) Consolidated business results (Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)
Nine Months Ended December 31, 2018	14,393	11.1	1,241	-19.9	1,233	-21.3	847	-15.5
December 31, 2017	12,960	11.6	1,551	10.7	1,567	7.4	1,003	20.6

(Reference) Comprehensive income Nine months ended December 31, 2018 : 1,210 million yen (24.7%)
 Nine months ended December 31, 2017 : 971 million yen (17.0%)

	Net income per share	Diluted net income per share
	(yen)	(yen)
Nine Months Ended December 31, 2018	38.82	37.40
December 31, 2017	46.11	44.42

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	(Millions of yen)	(Millions of yen)	(%)
As of December 31, 2018	9,364	4,636	47.3
As of March 31, 2018	8,575	3,570	39.3

(Reference) Shareholders' equity: 4,425 million yen (As of December 31, 2018)
 3,369 million yen (As of March 31, 2018)

2. Dividends

	Annual dividends				
	Q1	Q2	Q3	Year End	Total
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)
Fiscal year ended March 31, 2018	—	5.50	—	6.00	11.50
Fiscal year ending March 31, 2019	—	6.50	—	—	—
Fiscal year ending March 31, 2019 (Forecasts)	—	—	—	6.50	13.00

(Note) Changes from the latest released dividend forecasts: None

3. Consolidated earnings forecasts for the fiscal year ending March 2018 (April 1, 2018 - March 31, 2019)

(Percentages are changes from the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Millions of yen)	(%)	(Yen)
Full fiscal year	21,000	21.0	2,200	26.7	2,224	24.8	1,533	27.7	70.34

(Note) Changes from the latest released earnings forecasts: None

* Notes

(1) Changes in significant subsidiaries during the period : Yes

(changes in specified subsidiaries accompanying changes in the scope of consolidation)

Newly included: 1(Company name) ANET Corporation / Excluded: 1 (Company name) EVO Japan Executive Committee LLP

(2) Application of specified accounting treatment used in preparation of quarterly consolidated financial statements : None

(3) Changes in accounting policies and accounting estimates and restatement

(a) Changes in accounting policies associated with revision of accounting standards : None

(b) Changes in accounting policies other than (a) above : None

(c) Changes in accounting estimates : None

(d) Restatement : None

(4) Shares outstanding (common stock)

(a) Number of issued shares (including treasury stock)	As of December 31, 2018	23,890,800 shares	As of March 31, 2018	23,890,800 shares
(b) Number of treasury stock	As of December 31, 2018	2,016,206 shares	As of March 31, 2018	2,097,422 shares
(c) Average number of shares during the period	Nine months ended December 31, 2018	21,833,838 shares	Nine months ended December 31, 2017	21,758,315 shares

* The certified public accountant or the audit procedures are not applicable to this Quarterly Financial Report.

* Explanation for proper use of the earnings forecasts and other special notes

- Any forward-looking statements included in this report such as earnings forecasts are based on the information available to the Company at this time and certain assumptions considered reasonable; and accordingly, actual results may differ significantly from the forecasts due to various factors.
- Supplementary material for quarterly financial results will be posted on TDnet and the Company's website shortly after Quarterly Financial Report is disclosed.