

(Translation)



**Consolidated Financial Results**  
**for the Fiscal Year Ended March 31, 2019**  
**(under Japanese GAAP)**

April 26, 2019

Company name: SG Holdings Co., Ltd.

Securities code: 9143

Representative: Hideo Araki, President and COO

Contact: Shunichi Nakajima, Director (Finance and Accounting)

Tel: +81-75-693-8850

Listing: Tokyo Stock Exchange

URL: <http://www.sg-hldgs.co.jp/>

Planned date of the annual general meeting of the shareholders: June 25, 2019

Planned start date for payment of dividends: June 7, 2019

Planned date of the submission of an annual securities report: June 26, 2019

Preparation of supplemental explanatory material for financial results: Yes

Holding of briefing for financial results: Yes

(for analysts and institutional investors)

(Note: Amounts less than one million yen are rounded down)

**1. Consolidated Financial Results for the Fiscal Year Ended March 31, 2019**

(April 1, 2018 to March 31, 2019)

**(1) Consolidated Operating Results**

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2019	1,118,094	7.0	70,359	12.2	74,766	15.3	43,465	20.7
Fiscal year ended March 31, 2018	1,045,032	12.3	62,709	26.8	64,870	26.7	36,021	26.6

(Note) Comprehensive income:

Fiscal year ended March 31, 2019 50,567 million yen (up 15.0%)

Fiscal year ended March 31, 2018 43,954 million yen (up 42.0%)

	Basic net income per share	Diluted net income per share	Return on equity (ROE)	Ratio of ordinary income to total assets	Ratio of operating income to operating revenues
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2019	136.86	—	12.7	10.1	6.3
Fiscal year ended March 31, 2018	115.48	—	11.7	9.5	6.0

(Reference) Equity in earnings of associated companies:

Fiscal year ended March 31, 2019 3,638 million yen

Fiscal year ended March 31, 2018 3,643 million yen

- (Notes) 1. The fiscal year ended March 31, 2018 covers the period from March 21, 2017 to March 31, 2018, an irregular fiscal year resulting from a change in the fiscal year-end. Percentage figures shown above represent simple comparisons with the previous fiscal year.
2. Effective September 21, 2017, SG Holdings Co., Ltd. (hereinafter “the Company”) split the shares of its common stock on a 3-for-1 basis. Basic net income per share has been restated, as appropriate, to reflect the common stock split.

## (2) Consolidated Financial Position

	Total assets	Total equity	Equity ratio	Total equity per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2019	762,807	389,427	46.6	1,119.99
As of March 31, 2018	710,619	358,209	46.4	1,037.58

(Reference) Equity (Total equity – non-controlling interests):

As of March 31, 2019 355,711 million yen

As of March 31, 2018 329,538 million yen

## (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2019	86,758	(66,267)	(27,523)	101,705
Fiscal year ended March 31, 2018	101,049	(34,698)	(28,424)	108,556

## 2. Dividend Status

	Dividend per share					Total dividends (Annual)	Dividend payout ratio (Consolidated)	Ratio of dividends to total equity (Consolidated)
	1Q-end	2Q-end	3Q-end	4Q-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2018	—	0.00	—	33.00	33.00	10,480	28.6	3.4
Fiscal year ended March 31, 2019	—	18.00	—	23.00	41.00	13,021	30.0	3.8
Fiscal year ending March 31, 2020 (Forecast)	—	21.00	—	21.00	42.00		30.0	

(Notes) Up until now, the Company has paid only year-end dividends. However, from the fiscal year ended March 31, 2019, interim dividends are paid in order to expand opportunities to return profits to shareholders. The Articles of Incorporation state that interim dividends may be paid with a record date of September 30 every year by a resolution of the Board of Directors.

## 3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2020

(April 1, 2019 to March 31, 2020)

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Basic net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	
Half year	564,000	4.0	35,000	7.1	35,500	4.4	20,000	4.6	62.97
Full year	1,160,000	3.7	71,500	1.6	75,500	1.0	44,500	2.4	140.11

(Notes) The number of shares issued as of March 31, 2019 (excluding treasury stock) has been used as the average number of shares during the period, which serves as the basis for calculating basic net income per share.

\* Notes

- (1) Changes in significant subsidiaries during the period  
 (Changes in specified subsidiaries resulting in changes in scope of consolidation): None  
     Newly added: - companies  
     Excluded: - companies
- (2) Changes in accounting policies, changes in accounting estimates, and restatements  
     (i) Changes in accounting policies due to revisions to accounting standards: None  
     (ii) Changes in accounting policies due to other reasons: None  
     (iii) Changes in accounting estimates: None  
     (iv) Restatements: None
- (3) Number of shares issued (common stock)  
     (i) Number of shares issued at the end of the period (including treasury stock)  
         As of March 31, 2019 320,197,200 shares  
         As of March 31, 2018 320,197,200 shares  
     (ii) Number of treasury stock at the end of the period  
         As of March 31, 2019 2,595,111 shares  
         As of March 31, 2018 2,594,949 shares  
     (iii) Average number of shares during the period  
         Fiscal year ended March 31, 2019 317,602,179 shares  
         Fiscal year ended March 31, 2018 311,940,070 shares  
     (Note) Effective September 21, 2017, the Company split the shares of its common stock on a 3-for-1 basis.  
         “(iii) Average number of shares during the period” has been restated, as appropriate, to reflect the common stock split.

\* This report is not subject to audits by certified public accountants or audit firms.

- \* Description concerning the appropriate use of earnings forecasts and other remarks  
 The descriptions concerning earnings forecasts included in this document are based on information currently available to the Company and the certain assumptions reasonably judged to be valid. Actual results may differ substantially from these forecasts due to a variety of factors. For the assumptions on which the earnings forecasts were based and the notes for use of the forecasts, please refer to “1. Overview of Operating Results, etc. (4) Future Outlook” in the Appendix.
- The Company plans to promptly publish supplemental explanatory material for consolidated financial results on its website following the financial results announcement.
  - The Company plans to hold a results presentation briefing for analysts and institutional investors on May 8, 2019.