



Consolidated Financial Results for the Year Ended March 31, 2019
(Prepared pursuant to Japanese GAAP)

May 13, 2019

Company name: MEGMILK SNOW BRAND Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange (First Section), Sapporo Securities Exchange
 Stock code: 2270
 URL: <http://www.meg-snow.com>
 Representative: Keiji Nishio, Representative Director and President
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Scheduled dates

Annual general meeting of shareholders: June 26, 2019
 Dividend payout: June 6, 2019
 Filing of fiscal year-end financial report: June 26, 2019
 Supplementary materials to fiscal year-end financial results available: Yes
 Fiscal year-end earnings presentation held: Yes (targeted at institutional investors and analysts)

(Amounts rounded down to the nearest million yen)

1. Consolidated Results for the Fiscal Year Ended March 31, 2019
(April 1, 2018 – March 31, 2019)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%
Year ended March 31, 2019	603,378	1.2	17,230	(11.0)	19,014	(9.4)	10,754	(19.7)
Year ended March 31, 2018	596,158	1.4	19,363	3.3	20,996	3.6	13,386	3.1

Note: Comprehensive income: Year Ended March 31, 2019 : 14,345 million yen (-1.2%)
 Year Ended March 31, 2018 : 14,516 million yen (-4.4%)

	Profit per share – basic	Profit per share – diluted	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	yen	yen	%	%	%
Year ended March 31, 2019	158.64	—	6.7	5.4	2.9
Year ended March 31, 2018	197.36	—	9.0	6.1	3.2

For reference: Equity in earnings of affiliates: Year Ended March 31, 2019: 961 million yen
 Year Ended March 31, 2018: 837 million yen

Note: The Company has adopted *Partial Amendments to Accounting Standard for Tax Effect Accounting* (ASBJ Statement No.28, February 16, 2018) from the beginning of the first quarter of the fiscal year ending March 31, 2019. The financial statements for the fiscal year ended March 31, 2018, have been recast to reflect the retrospective application of the amendments.

(2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio		Net asset per share	
	millions of yen		millions of yen		%		yen	
March 31, 2019	359,445		168,782		46.3		2,456.35	
March 31, 2018	351,240		157,338		44.1		2,286.11	

For reference:

Equity: March 31, 2019 : 166,295 million yen

March 31, 2018 : 155,021 million yen

Note: The Company has adopted *Partial Amendments to Accounting Standard for Tax Effect Accounting* (ASBJ Statement No.28, February 16, 2018) from the beginning of the first quarter of the fiscal year ending March 31, 2019. The financial statements for the fiscal year ended March 31, 2018, have been recast to reflect the retrospective application of the amendments.

(3) Consolidated Cash Flow Position

	Cash flow from operating activities		Cash flow from investing activities		Cash flow from financing activities		Cash and cash equivalent at end of period	
	millions of yen		millions of yen		millions of yen		millions of yen	
Year ended March 31, 2019	21,938		(14,248)		(7,396)		14,303	
Year ended March 31, 2018	22,817		(11,799)		(12,904)		14,076	

2. Dividends

Record date or period	Cash dividends per share					Total dividends paid	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	End-Q1	End-Q2	End-Q3	End-Q4	Total			
Year ended March 31, 2018	yen	yen	yen	yen	yen	millions of yen	%	%
Year ending March 31, 2019	—	—	—	40.00	40.00	2,712	20.3	1.8
Year ending March 31, 2020 (forecast)	—	—	—	40.00	40.00	2,708	25.2	1.7
	—	—	—	40.00	40.00		22.6	

3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2020 (April 1, 2019 – March 31, 2020)

(Percentages indicate year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Profit per share
	millions of yen	%	millions of yen	%	millions of yen	%	millions of yen	%	yen
Second quarter-end(Cumulative)	311,000	1.8	10,200	6.4	10,900	6.3	6,700	4.3	98.97
Full Year	615,000	1.9	18,000	4.5	19,500	2.6	12,000	11.6	177.25

Notes

(1) Material reclassifications of subsidiaries during the period: None

(2) Changes in accounting policy, changes in accounting estimates, and retrospective restatement

1) Changes in accordance with amendments to accounting standards, etc.: None

2) Changes other than noted in 1) above: None

3) Changes in accounting estimates: None

4) Retrospective restatement: None

(3) Common stock issued

1) Issued shares as of period-end (including treasury stock)

March 31, 2019	70,751,855 shares
March 31, 2018	70,751,855 shares

2) Treasury stock as of period-end

March 31, 2019	3,051,487 shares
March 31, 2018	2,941,743 shares

3) Average number of shares (during the respective period)

Year ended March 31, 2019	67,790,904 shares
Year ended March 31, 2018	67,825,318 shares

***This summary of financial statements is not subject to audit by certified public accountant and auditing firm.**

***Appropriate Use of Earnings Forecasts and Other Important Information**

(Earnings Forecasts)

Business forecasts contained in this report are based on the assumptions of management in the light of information available as of the release of this report. MEGMILK SNOW BRAND makes no assurances as to the actual results, which may differ from forecasts due to various factors such as changes in the business environment.

The Company has scheduled an earnings presentation aimed at analysts and institutional investor on Monday, May 13, 2019, and intends to publish the presentation handout materials on its website on the same date of the event.