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Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2019 (Based on IFRS)

May 14, 2019

Company Name Iida Group Holdings Co., Ltd.
 Stock Code Number 3291 Stock Exchange Listings: Tokyo (First Section)
 URL <https://www.ighd.co.jp/>
 Representative Yoichi Nishikawa President, Representative Director
 For Inquiry Hitoshi Oyama General Manager, Corporate Planning Department Phone +81-422-60-8889

Scheduled Date to general shareholder's meeting: June 25, 2019

Scheduled Date to Commence Dividend Payments: June 26, 2019

Scheduled Date to Filing Securities Report: June 26, 2019

Supplementary Materials on Financial Results: Yes

IR Conference on Financial Results (for institutional investors or analysts): Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the fiscal year ended March 31, 2019 (From April 1, 2018 to March 31, 2019)

(1) Consolidated Operating Results (Cumulative)

(Percentages indicate year-on-year changes)

	Revenue		Operating profit		Profit before income taxes		Net Profit		Profit attributable to owners of the parent company		Total Comprehensive income	
Fiscal months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2019	1,344,987	0.7	97,111	(6.4)	94,123	(6.2)	65,478	(6.0)	65,469	(5.9)	65,028	(9.4)
March 31, 2018	1,335,386	8.3	103,755	(8.7)	100,316	(9.5)	69,631	(9.4)	69,542	(9.4)	71,781	(7.5)

	Basic earnings per share	Diluted earnings per share	Ratio of Profit attributable to owners of the parent company	Profit before income tax to total assets ratio	Operating income to net sales ratio
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2019	227.02	—	8.9	7.1	7.2
March 31, 2018	241.15	—	10.2	8.2	7.8

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent company	Ratio of equity attributable to owners of the parent company to total assets	Equity attributable to owners of the parent company per share
As of	Millions of yen	Millions of yen	Millions of yen	%	¥
March 31, 2019	1,389,255	758,220	758,190	54.6	2,629.12
March 31, 2018	1,280,540	709,427	709,427	55.4	2,460.03

(3) Consolidated Cash Flow

	Operating activities	Investing activities	Financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2019	46,578	(20,043)	21,807	337,110
March 31, 2018	17,599	(20,570)	30,992	288,768

2. Cash dividends

	Annual dividends per share				
	Q1	Q2	Q3	Q4	TOTAL
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2018	–	30.00	–	30.00	60.00
Year ending March 31, 2019	–	31.00	–	31.00	62.00
Year ending March 31, 2020 (Forecast)	–	31.00	–	31.00	62.00

Note: Revision of forecasts in the dividends: No

	Total Dividends (annual)	Dividend payout ratio (consolidated)	Ratio of dividend attributable to owners of the parent company (consolidated)
	Millions of yen	%	%
Year ended March 31, 2018	17,302	24.9	2.5
Year ending March 31, 2019	17,879	27.3	2.4
Year ending March 31, 2020 (Forecast)		27.3	

3. Forecast of consolidated results for the fiscal year ending March 31, 2020 (From April 1, 2019 to March 31, 2020)

(Percentages indicate year-on-year changes)

	Revenue		Operating profit		Profit before income taxes		Net Profit		Profit attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First Half	632,600	2.7	45,500	(4.8)	44,200	(5.1)	30,000	(5.7)	30,000	(6.0)	104.03
Full year	1,370,000	1.9	98,500	1.4	96,000	2.0	65,500	0.0	65,500	0.0	227.13

Note: Revisions to the consolidated financial results forecast most recently announced: No

Notes

(1) Changes in significant subsidiaries during the fiscal year ended March 31, 2019

(Changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies and accounting estimates

- ① Changes in accounting policies due to transitioning to IFRS: Yes
- ② Changes in accounting policies due to other reasons: No
- ③ Changes in accounting estimates: Yes

(3) Number of issued shares (Common shares)

Total number of issued shares at the end of the period (including treasury shares)	As of March 31, 2019	294,431,639 shares	As of March 31, 2018	294,431,639 shares
Number of treasury shares at the end of the period	As of March 31, 2019	6,049,978 shares	As of March 31, 2018	6,049,458 shares
Average number of shares during the period (Cumulative from the beginning of the fiscal year)	Fiscal year ended March 31, 2019	288,381,901 shares	Fiscal year ended March 31, 2018	288,382,691 shares

* This report is unaudited.

* Explanation of appropriate use of financial results forecast and other remarks

- Financial results forecast and other forward-looking statements contained in this material are based on information available to the Company and a certain assumptions judged to be reasonable on the date of this material's announcement, and it does not constitute the Company's intention to promise the accomplishment of the forecasts. In addition, actual results may differ significantly from the forecast due to various factors.
- Supplementary material on financial results for the fiscal year ended March 31, 2019 is planned to be available on our website on May 14, 2019.

Condensed InterimQuarterly Consolidated Financial Statements

Condensed Interim Consolidated Statement of Financial Position (IFRS)

(Unit: Millions of yen)

	As of March 31, 2018	As of March 31, 2019
Assets		
Current assets		
Cash and deposit	298,658	344,583
Trade and other receivables	3,084	4,673
Contract assets	-	4,146
Inventories	615,792	649,621
Operating loans and operating accounts receivable	34,339	34,099
Income taxes receivable	11,401	9,606
Other financial assets	2,746	1,763
Other current assets	9,626	13,909
Total current assets	975,648	1,062,403
Non-Current assets		
Property, plant and equipment	65,954	86,159
Goodwill	198,278	198,509
Intangible assets	1,630	1,583
Other financial assets	31,807	31,787
Deferred tax assets	7,010	8,581
Other non-current assets	210	230
Total non-current assets	304,892	326,852
Total assets	1,280,540	1,389,255

(Unit: Millions of yen)

	As of March 31, 2018	As of March 31, 2019
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and borrowings	236,974	205,670
Trade and other payables	120,159	129,872
Other financial liabilities	10,412	10,412
Income taxes payables	15,832	17,624
Contract liabilities	-	4,532
Other current liabilities	17,928	14,964
Total current liabilities	401,307	383,078
Non-current liabilities		
Bonds and borrowings	157,353	233,835
Other financial liabilities	501	1,020
Retirement benefit liabilities	7,536	8,577
Provisions	3,707	3,705
Deferred tax liabilities	484	643
Other non-current liabilities	220	173
Total non-current liabilities	169,804	247,956
Total liabilities	571,112	631,034
Equity		
Capital stock	10,000	10,000
Capital surplus	418,913	418,913
Retained earnings	289,834	341,567
Treasury stock	(13,200)	(13,201)
Other components of equity	3,880	910
Equity attributable to owners of the parent company	709,427	758,190
Non-controlling interests	-	30
Total equity	709,427	758,220
Total liabilities and equity	1,280,540	1,389,255

Condensed Interim Consolidated Statement of Income (Cumulative) and Condensed Interim Consolidated Statements of Comprehensive Income (Cumulative)

Condensed Interim Consolidated Statement of Income (Cumulative) (IFRS)

(Unit: Millions of yen)

	Fiscal Year Ended March 31, 2018	Fiscal Year Ended March 31, 2019
Revenue	1,335,386	1,344,987
Cost of sales	(1,120,440)	(1,132,020)
Gross profit	214,945	212,967
Selling, general and administrative expenses	(112,248)	(116,564)
Other income	1,496	1,405
Other expenses	(438)	(697)
Operating income	103,755	97,111
Financial income	245	608
Financial cost	(3,684)	(3,596)
Profit before income taxes	100,316	94,123
Income tax expenses	(30,685)	(28,644)
Net Profit	69,631	65,478
Attributable to		
Owners of the parent company	69,542	65,469
Non-controlling interests	88	9
Net Profit	69,631	65,478
Earnings per share		
Basic earnings per share (Unit: Yen)	241.15	227.02
Diluted earnings per share (Unit: Yen)	—	—

Condensed Interim Consolidated Statements of Comprehensive Income (Cumulative) (IFRS)

(Unit: Millions of yen)

	Fiscal Year Ended March 31, 2018	Fiscal Year Ended March 31, 2019
Profit	69,631	65,478
Other comprehensive income (loss)		
Items that will not be reclassified subsequently to profit or loss		
Financial assets measured at fair value through other comprehensive income	-	(202)
Remeasurements of defined benefit pension plans	(182)	(248)
Total items that will not be reclassified subsequently to profit or loss	(182)	(451)
Items that may be reclassified to profit or loss		
Gains or losses on an available-for-sale financial asset	2,330	-
Cash flow hedges	2	0
Total items that may be reclassified to profit or loss	2,332	0
Other comprehensive income (loss) after income taxes	2,150	(450)
Comprehensive income	71,781	65,028
Attributable to		
Owners of the parent company	71,693	65,018
Non-controlling interests	88	9
Comprehensive income	71,781	65,028

Condensed Interim Consolidated Statement of Changes in Equity (IFRS)
From April 1, 2017 to March 31, 2018

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					
						Other components of equity
	Capital stock	Capital surplus	Retained earnings	Treasury Stock	Remeasurements of defined benefit pension plans	Gains or losses on an available-for-sale financial asset
As of April 1, 2017	10,000	418,503	237,476	(13,198)	(3)	1,736
Profit	-	-	69,542	-	-	-
Other comprehensive income (loss)	-	-	-	-	(182)	2,330
Comprehensive income	-	-	69,542	-	(182)	2,330
Dividends	-	-	(17,591)	-	-	-
Change of treasury stock	-	-	-	(2)	-	-
Changes in interests in subsidiaries	-	410	-	-	-	-
Other	-	-	406	-	-	-
Total transactions with owners	-	410	(17,184)	(2)	-	-
As of March 31, 2018	10,000	418,913	289,834	(13,200)	(185)	4,067

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity		Owners of the parent company	Non-controlling interests	Total equity
	Cash flow hedges	Total			
As of April 1, 2017	(3)	1,729	654,511	765	655,276
Profit	-	-	69,542	88	69,631
Other comprehensive income (loss)	2	2,150	2,150	-	2,150
Comprehensive income	2	2,150	71,693	88	71,781
Dividends	-	-	(17,591)	(19)	(17,610)
Change of treasury stock	-	-	(2)	-	(2)
Changes in interests in subsidiaries	-	-	410	(834)	(424)
Other	-	-	406	-	406
Total transactions with owners	-	-	(16,776)	(854)	(17,360)
As of March 31, 2018	(0)	3,880	709,427	-	709,427

Condensed Interim Consolidated Statement of Changes in Equity (IFRS)
From April 1, 2018 to March 31, 2019

(Unit: Millions of yen)

	Equity attributable to owners of the parent company						
	Capital stock	Capital surplus	Retained earnings	Treasury Stock	Other components of equity		
					Remeasurements of defined benefit pension plans	Gains or losses on an available-for-sale financial asset	Financial assets measured at fair value through other comprehensive income
As of April 1, 2018	10,000	418,913	289,834	(13,200)	(185)	4,067	-
Changes in accounting policies	-	-	858	-	-	(4,067)	4,067
Revised as of April 1, 2018	10,000	418,913	290,692	(13,200)	(185)	-	4,067
Profit	-	-	65,469	-	-	-	-
Other comprehensive income (loss)	-	-	-	-	(248)	-	(202)
Comprehensive income	-	-	65,469	-	(248)	-	(202)
Dividends	-	-	(17,591)	-	-	-	-
Change of treasury stock	-	-	-	(1)	-	-	-
Transfer from other components of equity to retained earnings	-	-	2,519	-	-	-	(2,519)
Other	-	-	477	-	-	-	-
Total transactions with owners	-	-	(14,594)	(1)	-	-	(2,519)
As of March 31, 2019	10,000	418,913	341,567	(13,201)	(434)	-	1,344

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity		Owners of the parent company	Non-controlling interests	Total equity
	Cash flow hedges	Total			
As of April 1, 2018	(0)	3,880	709,427	-	709,427
Changes in accounting policies	-	-	858	-	858
Revised as of April 1, 2018	(0)	3,880	710,286	-	710,286
Profit	-	-	65,469	9	65,478
Other comprehensive income (loss)	0	(450)	(450)	-	(450)
Comprehensive income	0	(450)	65,018	9	65,028
Dividends	-	-	(17,591)	-	(17,591)
Change of treasury stock	-	-	(1)	-	(1)
Transfer from other components of equity to retained earnings	-	(2,519)	-	-	-
Other	-	-	477	20	498
Total transactions with owners	-	(2,519)	(17,114)	20	(17,093)
As of March 31, 2019	-	910	758,190	30	758,220

Condensed Interim Consolidated Statement of Cash flows (IFRS)

(Unit: Millions of yen)

	Fiscal Year Ended March 31, 2018	Fiscal Year Ended March 31, 2019
Cash flows from operating activities		
Profit before income taxes	100,316	94,123
Depreciation and amortization	2,707	3,162
Impairment losses	80	29
Financial income	(245)	(608)
Financial cost	3,684	3,596
Increase and Decrease in inventories (Increase)	(54,846)	(35,488)
Increase and Decrease in loans and receivables (Decrease)	1,993	199
Increase and Decrease in trade payables and other liabilities (Decrease)	3,208	8,318
Other	2,090	3,329
Subtotal	58,989	76,662
Proceeds from subsidy income	33	167
Interest and dividends received	218	295
Interest paid	(3,105)	(3,109)
Income taxes paid	(41,746)	(38,804)
Income taxes refunded	3,209	11,367
Net cash provided by operating activities	17,599	46,578
Cash flows from investing activities		
Payments into time deposits	(12,560)	(10,084)
Proceeds from withdrawal of time deposits	7,510	12,502
Purchase of property, plant and equipment	(7,852)	(22,033)
Proceeds from sales of property, plant and equipment	343	150
Purchase of intangible assets	(886)	(536)
Purchase of investment securities	(3,239)	(968)
Proceeds from sale of investments, redemption	134	3,555
Payments of loans receivable	(4,466)	(3,807)
Proceeds from collection of loans	600	1,346
Other	(153)	(167)
Net cash provided by investing activities	(20,570)	(20,043)
Cash flows from financing activities		
Net increase and decrease in short-term loans payable	13,505	(32,356)
Proceeds from long-term loans payable	40,169	74,760
Repayments of long-term loans payable	(4,599)	(3,064)
Cash dividends paid	(17,594)	(17,586)
Payments from changes in ownership interests in subsidiaries that do no result in change in scope of consolidation	(424)	-
Other	(63)	54
Net cash provided by financing activities	30,992	21,807
Effect of exchange rate change on cash and cash equivalents	1	(0)
Net increase and decrease in cash and cash equivalents (Decrease)	28,022	48,342
Cash and cash equivalents at the beginning of period	260,745	288,768
Cash and cash equivalents at the end of period	288,768	337,110