

Summary

30-July-2018

Consolidated Financial Results for the First Quarter of Fiscal Year 2018 (April 1, 2018- June 30, 2018)

Name of registrant: ShinMaywa Industries, Ltd.

Stock Exchange Listed: Tokyo

Code number: 7224

(URL: <http://www.shinmaywa.co.jp>)

Representative: Tatsuyuki Isogawa, President and Chief Executive Officer

Contact: Yasutaka Matsumoto, General Manager, President's Office (Phone: 0798-56-5002)

1. Financial Results for the First Quarter of FY 2018 (April 1, 2018– June 30, 2018)

(1) Consolidated Results of Operations

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
First Quarter of FY2018	46,132	4.2	1,327	(43.9)	1,524	(36.9)	1,572	(3.4)
First Quarter of FY2017	44,284	1.8	2,365	42.5	2,416	60.1	1,627	71.0

	Net income per share for this quarter	Net income per share after adjustment of latent shares for this quarter
	yen	yen
First Quarter of FY2018	16.47	—
First Quarter of FY2017	17.05	—

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio (Ratio of net assets to total assets)
	million yen	million yen	%
First Quarter of FY2018	186,283	124,337	66.7
FY2017	190,001	125,004	65.7

2. Dividends

	Dividends per share				
	First Quarter	Second Quarter	Third Quarter	Year-end	Full-year
	yen				
FY2017	—	7	—	16	23
FY2018	—	—	—	—	—
FY2018 (Forecast)	—	18	—	18	36

3. Financial Results Forecast for FY 2018 (April 1, 2018 – March 31, 2019)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full Year	210,000	1.3	10,500	(0.9)	11,000	2.3	7,600	7.3	79.61

Consolidated Balance Sheets

	Millions of Yen		Millions of Yen	
	First Quarter of FY2018	FY2017	First Quarter of FY2018	FY2017
Assets				
Current assets				
Cash and deposits	24,203	18,750		
Notes and accounts receivable – trade	60,980	74,795		
Merchandise and finished goods	3,578	3,327		
Work in process	20,673	19,594		
Raw materials and supplies	16,039	14,796		
Other	4,230	2,486		
Allowance for doubtful accounts	(29)	(33)		
Total current assets	129,674	133,717		
Non-current assets				
Property, plant and equipment				
Buildings and structures, net	12,932	12,798		
Other, net	18,978	18,480		
Total property, plant and equipment	31,910	31,279		
Intangible assets	2,496	2,587		
Investments and other assets				
Other	22,244	22,459		
Allowance for doubtful accounts	(43)	(42)		
Total investments and other assets	22,201	22,417		
Total non-current assets	56,608	56,284		
Total assets	186,283	190,001		
Liabilities				
Current liabilities				
Notes and accounts payable – trade	23,785	24,572		
Short-term loans payable	90	90		
Income taxes payable	278	2,313		
Provision for product warranties	8	9		
Provision for loss on construction contracts	3,865	4,481		
Other	19,416	19,405		
Total current liabilities	47,445	50,871		
Non-current liabilities				
Net defined benefit liability	12,069	11,734		
Other	2,430	2,391		
Total non-current liabilities	14,500	14,125		
Total liabilities	61,945	64,997		
Net assets				
Shareholders' equity				
Capital stock	15,981	15,981		
Capital surplus	15,738	15,738		
Retained earnings	94,906	94,861		
Treasury shares	(3,253)	(3,252)		
Total shareholders' equity	123,372	123,328		
Accumulated other comprehensive income				
Valuation difference on available-for-sale securities	2,359	3,019		
Revaluation reserve for land	(376)	(376)		
Foreign currency translation adjustment	205	352		
Remeasurements of defined benefit plans	(1,349)	(1,431)		
Total accumulated other comprehensive income	839	1,564		
Non-controlling interests	125	111		
Total net assets	124,337	125,004		
Total liabilities and net assets	186,283	190,001		

ShinMaywa Industries, Ltd.

Consolidated Statements of Income

	Millions of Yen	
	First Quarter of FY2018	First Quarter of FY2017
Net sales	46,132	44,284
Cost of sales	39,547	36,804
Gross profit	6,584	7,480
Selling, general and administrative expenses	5,257	5,114
Operating profit	1,327	2,365
Non-operating income		
Interest income	3	3
Dividend income	96	79
Share of profit of entities accounted for using equity method	0	26
Foreign exchange gains	118	—
Other	35	23
Total non-operating income	254	132
Non-operating expenses		
Interest expenses	2	2
Foreign exchange losses	—	44
Cost of inactive noncurrent assets	5	5
Loss on securitization of receivables	36	9
Other	12	18
Total non-operating expenses	57	81
Ordinary profit	1,524	2,416
Extraordinary income		
Gain on sales of investment securities	695	23
Gain on transfer of retirement benefit plan	278	—
Total extraordinary income	974	23
Extraordinary losses		
Loss on disposal of non-current assets	147	21
Total extraordinary losses	147	21
Profit before income taxes	2,350	2,418
Income taxes – current	289	349
Income taxes – deferred	474	436
Total income taxes	763	786
Profit	1,587	1,631
Profit attributable to non-controlling interests	15	4
Profit attributable to owners of parent	1,572	1,627

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Consolidated Statements of Comprehensive Income

	Millions of Yen	
	First Quarter of FY2018	First Quarter of FY2017
Profit	1,587	1,631
Other comprehensive income		
Valuation difference on available-for-sale securities	(659)	438
Foreign currency translation adjustment	(125)	(34)
Remeasurements of defined benefit plans, net of tax	81	40
Share of other comprehensive income of entities accounted for using equity method	(22)	(28)
Total other comprehensive income	(726)	415
Comprehensive income	861	2,047
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	847	2,043
Comprehensive income attributable to non-controlling interests	13	4

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