

# Consolidated Financial Results for the Third Quarter of Fiscal Year Ending March 31, 2018 [Japanese GAAP]



January 31, 2018

Company name: Sanoyas Holdings Corporation  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 7022  
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 Scheduled date of filing quarterly securities report: February 9, 2018  
 Scheduled date of commencing dividend payments: –  
 Availability of supplementary briefing material on annual financial results: Not available  
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Third Quarter of Fiscal Year Ending March 31, 2018 (April 1, 2017 to December 31, 2017)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit (loss) attributable to owners of parent	
Nine months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
December 31, 2017	35,619	(6.3)	373	(78.4)	400	(76.4)	482	(53.1)
December 31, 2016	38,020	(4.5)	1,732	(33.9)	1,696	(28.3)	1,027	(51.0)

(Note) Comprehensive income: Third Quarter of fiscal year ending March 31, 2018: ¥1,480 million [(2.8)%]

Third Quarter of fiscal year ended March 31, 2017: ¥1,523 million [(50.8)%]

	Basic earnings per share	Diluted earnings per share
Nine months ended	Yen	Yen
December 31, 2017	14.81	14.74
December 31, 2016	31.54	31.52

## (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
As of	Million yen	Million yen	%
December 31, 2017	69,344	18,685	26.9
March 31, 2017	70,562	17,349	24.6

(Reference) Equity: As of December 31, 2017: ¥18,648 million      As of March 31, 2017: ¥17,330 million

## 2. Cash Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
Year ended March 31, 2017	Yen —	Yen 0.00	Yen —	Yen 5.00	Yen 5.00
Year ending March 31, 2018	—	0.00	—		
Year ending March 31, 2018 (Forecast)				5.00	5.00

(Note) Revision to recently disclosed projected cash dividends: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2018 (April 1, 2017 to March 31, 2018)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating profit		Ordinary profit		Profit (loss) attributable to owners of parent	Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	Yen
Full year	47,000	(11.4)	300	(66.8)	200	(76.8)	100	—
								3.07

(Note) Revision to recently disclosed projected consolidated financial results: No

### \* Notes:

- (1) Changes in significant subsidiaries during the current quarter (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Adoption of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies due to revision of accounting standards: No
  - 2) Changes in accounting policies other than 1): No
  - 3) Changes in accounting estimates: No
  - 4) Retrospective restatement: No
- (4) Number of issued shares (common shares)
  - 1) Number of issued shares at the end of the period (including treasury shares):
    - As of December 31, 2017: 32,600,600 shares
    - As of March 31, 2017: 32,600,000 shares
  - 2) Number of treasury shares at the end of the period:
    - As of December 31, 2017: 20,715 shares
    - As of March 31, 2017: 26,110 shares
  - 3) Average number of outstanding shares during the period:
    - Nine months ended December 31, 2017: 32,579,285 shares
    - Nine months ended December 31, 2016: 32,577,456 shares

\* These quarterly consolidated financial results are outside the scope of audit

\* Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information currently available. Actual results may differ significantly from these forecasts due to a wide range of factors.

# Quarterly Consolidated Financial Statements [Japanese GAAP]

## (1) Quarterly Consolidated Balance Sheets [Japanese GAAP]

(Million yen)

	As of March 31, 2017	As of December 31, 2017
<b>Assets</b>		
Current assets		
Cash and deposits	18,261	21,701
Notes and accounts receivable - trade	21,082	14,321
Electronically recorded monetary claims	564	749
Merchandise and finished goods	219	199
Work in process	1,158	1,772
Raw materials and supplies	719	706
Deferred tax assets	34	16
Other	2,169	3,045
Allowance for doubtful accounts	(20)	(7)
Total current assets	44,189	42,505
Non-current assets		
Property, plant and equipment		
Machinery and equipment, net	3,664	3,590
Land	5,011	5,028
Other, net	8,021	8,268
Total property, plant and equipment	16,696	16,888
Intangible assets		
Software	478	491
Goodwill	495	444
Other	33	32
Total intangible assets	1,007	967
Investments and other assets		
Investment securities	6,140	7,393
Long-term loans receivable	476	546
Deferred tax assets	215	193
Net defined benefit asset	253	276
Other	1,606	596
Allowance for doubtful accounts	(23)	(23)
Total investments and other assets	8,668	8,983
Total non-current assets	26,373	26,839
<b>Total assets</b>	<b>70,562</b>	<b>69,344</b>

(Million yen)

	As of March 31, 2017	As of December 31, 2017
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	10,553	11,428
Short-term loans payable	4,730	4,280
Current portion of long-term loans payable	3,845	3,724
Income taxes payable	573	75
Advances received	3,825	3,217
Provision for bonuses	459	149
Provision for construction warranties	127	113
Provision for loss on construction contracts	2,813	2,473
Provision for noncurrent assets removal cost	194	8
Provision for loss on business withdrawal	341	313
Lease obligations	1,292	94
Other	2,162	1,643
Total current liabilities	30,919	27,521
Non-current liabilities		
Long-term loans payable	14,303	14,779
Lease obligations	1,062	1,027
Deferred tax liabilities	2,367	2,591
Net defined benefit liability	4,063	4,247
Asset retirement obligations	445	445
Other	51	45
Total non-current liabilities	22,293	23,137
Total liabilities	53,212	50,659
<b>Net assets</b>		
Shareholders' equity		
Capital stock	2,538	2,538
Capital surplus	727	564
Retained earnings	11,616	12,098
Treasury shares	(6)	(5)
Total shareholders' equity	14,875	15,195
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	2,896	3,770
Deferred gains or losses on hedges	34	(2)
Foreign currency translation adjustment	(71)	(22)
Remeasurements of defined benefit plans	(405)	(293)
Total accumulated other comprehensive income	2,454	3,452
Subscription rights to shares	18	36
Non-controlling interests	0	—
Total net assets	17,349	18,685
Total liabilities and net assets	70,562	69,344

## (2) Quarterly Consolidated Statements of Income [Japanese GAAP]

(Million yen)

	Nine months ended December 31, 2016	Nine months ended December 31, 2017
Net sales	38,020	35,619
Cost of sales	32,562	31,692
Gross profit	5,458	3,926
Selling, general and administrative expenses	3,726	3,553
Operating profit	1,732	373
Non-operating income		
Interest income	13	14
Dividend income	95	109
Share of profit of entities accounted for using equity method	65	85
Other	103	99
Total non-operating income	278	309
Non-operating expenses		
Interest expenses	234	227
Foreign exchange losses	58	2
Other	21	51
Total non-operating expenses	313	281
Ordinary profit	1,696	400
Extraordinary income		
Gain on sales of investment securities	–	75
Other	–	4
Total extraordinary income	–	80
Extraordinary losses		
Compensation for damage	47	–
Loss on retirement of non-current assets	33	28
Provision for assets removal	29	–
Impairment loss	26	–
Total extraordinary losses	136	28
Profit before income taxes	1,560	453
Income taxes - current	515	73
Income taxes - deferred	17	(102)
Total income taxes	532	(29)
Profit	1,027	482
Loss attributable to non-controlling interests	(0)	–
Profit attributable to owners of parent	1,027	482