

## Consolidated Financial Results for Second Quarter FY3/2019 (Japanese GAAP)

November 7, 2018

Company name: **The Nisshin Oillio Group, Ltd.**  
 Stock exchange listing: Tokyo (First Section)  
 Stock code: 2602  
 URL: <http://www.nisshin-oillio.com/english/index.shtml>  
 Representative: Takahisa Kuno, Representative Director, President  
 Contact: Kenji Matsuura, General Manager, Financial Dept.  
 TEL: +81-3-3206-5036 (from overseas)

Scheduled date to file quarterly securities report: November 8, 2018  
 Scheduled date to commence dividend payments: December 4, 2018  
 Supplementary explanatory materials prepared: Yes  
 Explanatory meeting: Yes (for analysts and institutional investors)

(Figures have been rounded down to the nearest million)

### 1. Consolidated financial results for the second quarter ended September 30, 2018 (April 1, 2018 to September 30, 2018)

(1) Consolidated operating results (for the six month period) (Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to the parent's shareholders	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2 <sup>nd</sup> quarter FY3/2019	172,262	3.3	6,209	31.9	7,003	56.1	4,838	39.4
2 <sup>nd</sup> quarter FY3/2018	166,761	7.6	4,706	(15.1)	4,485	(12.4)	3,471	(12.4)

Note: Comprehensive income

2nd quarter FY3/2019: ¥7,724 million (54.9%)

2nd quarter FY3/2018: ¥4,986 million (233.3%)

	Net income per share	Diluted net income per share
	Yen	Yen
2 <sup>nd</sup> quarter FY3/2019	141.75	—
2 <sup>nd</sup> quarter FY3/2018	102.51	—

\* The Company conducted a consolidation of its shares of common stock at the ratio of five shares to one share as of October 1, 2017. Net income per share has been calculated as if the consolidation of shares had been conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
2 <sup>nd</sup> quarter FY3/2019	267,183	149,168	52.3
FY3/2018	271,732	141,360	49.0

Note: Equity

2nd quarter FY3/2019: ¥139,724 million

FY3/2018: ¥133,230 million

**2. Cash dividends**

	Cash dividends per share				
	1 <sup>st</sup> quarter	2 <sup>nd</sup> quarter	3 <sup>rd</sup> quarter	Fiscal year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY3/2018	–	6.00	–	30.00	–
FY3/2019	–	35.00			
FY3/2019 (forecasts)			–	35.00	70.00

Note: Revisions to the most recently announced cash dividend forecast: None

\* The Company conducted a consolidation of its shares of common stock at the ratio of five shares to one share as of October 1, 2017. The fiscal year-end cash dividend per share for FY3/2018 reflects the consolidation, but the annual cash dividend per share is omitted, as it cannot be calculated as a simple sum.

**3. Consolidated earnings forecasts for FY3/2019  
(April 1, 2018 to March 31, 2019)**

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to the parent's shareholders		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
FY3/2019	357,000	5.6	10,800	18.6	11,400	22.9	8,000	15.4	234.35

Note: Revisions to the most recently announced consolidated earnings forecasts: None

## Notes

- (1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in a change in the scope of consolidation): No  
New: - Excluded: -
- (2) Adoption of special accounting procedure applied for quarterly consolidated financial statements: No
- (3) Changes in accounting policies, accounting estimates and restatement of prior financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
  - Changes in accounting policies due to other reasons: No
  - Changes in accounting estimates: No
  - Restatement of prior financial statements: No
- (4) Number of common shares outstanding
- Total number of issued shares at the end of the period (including treasury stock)

2Q FY3/2019	34,667,857 shares
FY3/2018	34,667,857 shares
  - Number of treasury shares at the end of the period

2Q FY3/2019	531,614 shares
FY3/2018	530,615 shares
  - Average number of shares during the six months period

2Q FY3/2019	34,136,611 shares
2Q FY3/2018	33,860,332 shares

\* From the second quarter of FY3/2019, the Company introduced the Board Benefit Trust, a share-based compensation plan using a trust for directors and others. Shares of the Company held within the trust are included in treasury stock.

\* The Company conducted a consolidation of its shares of common stock at the ratio of five shares to one share as of October 1, 2017. The total number of issued shares at the end of the period, the number of treasury shares at the end of the period, and the average number of shares during the six month period have been calculated as if the consolidation of shares had been conducted at the beginning of the previous fiscal year.

\* In accordance with applying “Partial Amendments to Accounting Standard for Tax Effect Accounting” from the beginning of FY3/2019, the Company has adjusted retroactively the figures for FY3/2018 to conform with this accounting standard.

\* This quarterly financial report falls outside the scope of the quarterly review procedures by a certified public accountant or auditing firm.

### **\* Explanation regarding future projections such as consolidated earnings forecasts, etc. and cautionary statement on the use pertaining to forward-looking statements**

In Japan, upturns in consumer spending and consumer prices continued to lack force, while in overseas economies, uncertainty about the future continues, including trends in the trade friction between the U.S. and China. We will continue striving to expand sales of high value-added products and form appropriate selling prices. Consolidated earnings forecasts for the full fiscal year remain unchanged from those announced in the financial report on May 9, 2018.

The forward-looking statements, including earnings forecasts, contained in these materials are based on information currently available to the Company and on certain assumptions deemed to be reasonable. This is not to be interpreted as a promise or guarantee of the attainability of the forecasts included herein. Actual business results may differ substantially due to a number of factors.