Consolidated Financial Results for the Second Quarter of Fiscal Year Ending March 2019 [Japan GAAP]

October 30, 2018

Name of Company: Futaba Industrial Co. Ltd.

Stock Code: 7241

Stock Exchange Listing: Tokyo Stock Exchange, First Section,

Nagoya Stock Exchange, First section

URL: http://www.futabasangyo.com/en/index.html

Representative: Title President

Name Hiroyoshi Yoshiki Title Accounting Manager

Contact Person Title Accounting Manager
Name Keiichi Toriyama

Tel: +81-(564) 31-2211

Scheduled date of filing securities report: +81-(304) 31-2211 November 9, 2018

Scheduled date of commencement of dividend payment:

Supplementary materials for financial results:

Yes

Information meeting for financial results: Yes (Only for securities analysts/institutional investors)

(Yen in millions, rounded down)

1. Financial results for the first half of fiscal year ending March 2019 (April 1, 2018 - September 30, 2018)

(1) Result of Operations (Consolidated, year-to-date) (Percentage figures represent year on year changes)

(=) ===================================						- I	<i>,</i>	
	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First half ended September 2018	219,655	4.4	1,666	(62.4)	1,596	(59.1)	526	(87.8)
First half ended September 2017	210,493	4.5	4,432	67.7	3,899	188.3	4,314	271.1

Note: Comprehensive income: 1H FY2019: 780 million yen (-85.5%) 1H FY2018: 5,378 million yen(-%)

	Earnings per share	Earnings per share fully diluted
	Yen	Yen
First half ended September 2018	5.89	-
First half ended September 2017	48.22	-

(2) Financial Position (Consolidated)

	Total assets	Net assets	Equity ratio
	Million yen	Million yen	%
As of September 30, 2018	250,911	74,532	26.0
As of March 31, 2018	253,362	75,691	25.8

Reference: Shareholders' equity: As of September 30, 2018: 65,152 million yen As of March 31, 2018: 65,453 million yen

2. Dividends

		D	vividend per share		
	End of 1Q	End of 2Q	End of 3Q	End of FY	Total
	Yen	Yen	Yen	Yen	Yen
FY2018	-	0.00	-	10.00	10.00
FY2019	-	0.00			
FY2019 (estimated)			-	10.00	10.00

Note: Change in the estimation of dividend from the latest announcement: None

3. Forecast for the fiscal year ending March 2019 (Consolidated, April 1, 2018 - March 31, 2019)

(Percentage figures represent year on year changes)

	Net sa	les	Operating	profit	Ordinary p	orofit	Profit attribu owners of		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Full year	455,000	3.3	9,400	(16.5)	9,100	(16.9)	7,100	(33.8)	79.35

Note: Change in the forecast from the latest announcement: Yes

* Notes

(1) Changes in significant subsidiaries

(Changes in specific subsidiaries accompanied by changes in the scope of consolidation): None

Newly consolidated company: None

Exclude: None

(2) Use of accounting methods specifically for the preparation of the quarterly consolidated financial statements: Yes Note: Please see "1. Quarterly Consolidated Financial Statements and Important Notes, (3) Note to the quarterly consolidated financial statements" on page 6 for more details.

- (3) Changes in accounting principles and estimates, and retrospective restatement
 - (a) Changes due to revision of accounting standards: None
 - (b) Changes other than in (a): Yes
 - (c) Changes in accounting estimates: None
 - (d) Retrospective restatement: None

Note: Please see "1. Quarterly Consolidated Financial Statements and Important Notes, (3) Note to the quarterly consolidated financial statements" on page 6 for more details.

- (4) Number of shares outstanding (common stock)
 - (a) Shares outstanding (including treasury shares)
 - (b) Treasury shares
 - (c) Average number of shares outstanding

End of 2Q FY3/19:	89,580,827	End of FY3/18:	89,580,827
End of 2Q FY3/19:	102,720	End of FY3/18:	102,037
1H FY3/19:	89,478,460	1H FY3/18:	89,480,038

^{*} This report is exempt from the audit procedure by certified public accountants or accounting firms.

^{*} Cautionary statement regarding forecasts of operating results and special notes

The forward-looking statements contained in this report are based on information currently available to management. As such, these estimates are subject to uncertainties. In addition, actual results may differ materially from those discussed in the forward-looking statement due to in changes in the economy, markets, stock prices and exchange rates.

Index for Supplementary Information

1.	Quarterly Consolidated Financial Statements and Important Notes	2
(1	Quarterly consolidated balance sheet	2
(2		
(3	Note to the quarterly consolidated financial statements	6
	(Notes to ongoing concern assumptions)	6
	(Notes on significant change in shareholders' equity)	6
	(Application of accounting methods specifically for consolidated quarterly financial statements)	6
	(Change in accounting policies)	6
	(Additional Information)	6
	(Segment information)	7

1. Quarterly Consolidated Financial Statements and Important Notes

(1) Quarterly consolidated balance sheet

(Million	yen)
----------	------

	As of March 31, 2018	As of September 30, 2018
Assets		
Current assets		
Cash and deposits	13,922	9,628
Notes and accounts receivable - trade	69,859	65,836
Finished goods	3,195	3,626
Work in process	11,819	12,910
Raw materials and supplies	4,356	4,662
Other	8,908	8,210
Allowance for doubtful accounts	(20)	(19)
Total current assets	112,041	104,855
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	30,756	31,649
Machinery, equipment and vehicles, net	34,215	36,006
Tools, furniture and fixtures, net	8,824	11,075
Land	14,381	14,418
Leased assets, net	745	573
Construction in progress	25,271	26,013
Total property, plant and equipment	114,195	119,737
Intangible assets	663	842
Investments and other assets		
Investment securities	15,664	15,043
Long-term loans receivable	831	851
Net defined benefit asset	7,176	7,156
Deferred tax assets	2,538	2,269
Other	1,413	1,337
Allowance for doubtful accounts	(1,161)	(1,181)
Total investments and other assets	26,462	25,476
Total non-current assets	141,320	146,056
Total assets	253,362	250,911

Displicition		As of March 31, 2018	As of September 30, 2018
Notes and accounts payable - trade 51,082 46,872 Electronically recorded obligations - operating 7,905 4,086 Short -term loans payable 17,174 24,322 Current portion of long-term loans payable 12,342 12,295 Income taxes payable 435 539 Accrued consumption taxes 716 458 Provision for directors' bonuses 60 33 Accrued expenses 12,341 108,122 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903	Liabilities		
Electronically recorded obligations - operating 7,905 4,086 Short-term loans payable 17,174 24,322 Current portion of long-term loans payable 12,342 12,295 Income taxes payable 435 539 Accrued consumption taxes 716 488 Provision for directors' bonuses 60 33 Accrued expenses 12,341 10,812 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Not defined benefit liability 8,843 9,272 Other 457 350 Total indivities 16,820 16,820 Total indivities 16,820 16,820 Capital stock 16,820 16,820	Current liabilities		
Short-term loans payable 17,174 24,322 Current portion of long-term loans payable 12,342 12,295 Income taxes payable 435 539 Accrued consumption taxes 716 488 Provision for directors' bonuses 60 33 Accrued expenses 12,341 10,812 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Net assets 16,820 16,820 Shareholders' equity 25,46 24,903 Capital stock 16,820 16,820 <td< td=""><td>Notes and accounts payable - trade</td><td>51,082</td><td>46,872</td></td<>	Notes and accounts payable - trade	51,082	46,872
Current portion of long-term loans payable 12.342 12.295 Income taxes payable 435 539 Accrued consumption taxes 716 458 Provision for directors' bonuses 60 33 Accrued expenses 12.341 10.812 Other 9.959 8.907 Total current liabilities 112,018 108.328 Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 170,670 176,379 Net assets 15 14 18 Shareholders' equity 25,546 24,903 Capital surplus 13,370 13,421 Retained earnings 15,585 54,992 Accumula	Electronically recorded obligations - operating	7,905	4,086
Income taxes payable 435 539 Accrued consumption taxes 716 458 Provision for directors' bonuses 60 33 Accrued expenses 12,341 10,812 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets 5 18 2 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Teasury shares (151) (152) Total shareholders' equity 55,885 54,992 Accumulated other comprehensive in	Short-term loans payable	17,174	24,322
Accrued consumption taxes 716 458 Provision for directors' bonuses 60 33 Accrued expenses 12,341 10,812 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets 171,670 176,379 Net assets Shareholders' equity 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 <tr< td=""><td>Current portion of long-term loans payable</td><td>12,342</td><td>12,295</td></tr<>	Current portion of long-term loans payable	12,342	12,295
Provision for directors' bonuses 60 33 Accrued expenses 12,341 10,812 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 51,740 53,928 Long-term loans payable 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total sharelolders' equity 5 5,652 68,050 Shareholders' equity 16,820 16,820 16,820 Capital surplus 13,370 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 13,421 1	Income taxes payable	435	539
Accrued expenses 12,341 10,812 Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 8,907 Long-term loans payable 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity 5 5 Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translat	Accrued consumption taxes	716	458
Other 9,959 8,907 Total current liabilities 112,018 108,328 Non-current liabilities 31,740 53,928 Long-term loans payable 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity 2 16,820 16,820 Capital stock 16,820 16,820 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasu	Provision for directors' bonuses	60	33
Total current liabilities 112,018 108,328 Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets 16,820 16,820 Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income Valuation difference on available-for-sale securities 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumula	Accrued expenses	12,341	10,812
Non-current liabilities 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets S 5 Shareholders' equity 5 16,820 Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160	Other	9,959	8,907
Long-term loans payable 51,740 53,928 Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity 5 Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237	Total current liabilities	112,018	108,328
Deferred tax liabilities 4,360 4,234 Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity 2 Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 7	Non-current liabilities		
Provision for directors' retirement benefits 66 77 Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity Verify and the second of the second o	Long-term loans payable	51,740	53,928
Provision for product warranties 184 187 Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets 8 8 8 8 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 2 5 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3 9 3	Deferred tax liabilities	4,360	4,234
Net defined benefit liability 8,843 9,272 Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Provision for directors' retirement benefits	66	77
Other 457 350 Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Provision for product warranties	184	187
Total non-current liabilities 65,652 68,050 Total liabilities 177,670 176,379 Net assets Shareholders' equity Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Net defined benefit liability	8,843	9,272
Total liabilities 177,670 176,379 Net assets Shareholders' equity Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Other	457	350
Net assets Shareholders' equity Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Total non-current liabilities	65,652	68,050
Shareholders' equity 16,820 16,820 Capital strock 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income Valuation difference on available-for-sale securities 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Total liabilities	177,670	176,379
Capital stock 16,820 16,820 Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Net assets		
Capital surplus 13,370 13,421 Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income Valuation difference on available-for-sale securities 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Shareholders' equity		
Retained earnings 25,546 24,903 Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income	Capital stock	16,820	16,820
Treasury shares (151) (152) Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income Valuation difference on available-for-sale securities 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Capital surplus	13,370	13,421
Total shareholders' equity 55,585 54,992 Accumulated other comprehensive income Valuation difference on available-for-sale securities 5,818 6,284 Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Retained earnings	25,546	24,903
Accumulated other comprehensive income Valuation difference on available-for-sale securities Foreign currency translation adjustment Remeasurements of defined benefit plans Total accumulated other comprehensive income Non-controlling interests Total net assets 5,818 6,284 5,818 7,67 7,691 3,107 7,691 3,107 7,691 7,691 7,532	Treasury shares	(151)	(152)
Valuation difference on available-for-sale securities5,8186,284Foreign currency translation adjustment3,3013,107Remeasurements of defined benefit plans748767Total accumulated other comprehensive income9,86810,160Non-controlling interests10,2379,379Total net assets75,69174,532	Total shareholders' equity	55,585	54,992
Foreign currency translation adjustment 3,301 3,107 Remeasurements of defined benefit plans 748 767 Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Accumulated other comprehensive income		
Remeasurements of defined benefit plans748767Total accumulated other comprehensive income9,86810,160Non-controlling interests10,2379,379Total net assets75,69174,532	Valuation difference on available-for-sale securities	5,818	6,284
Total accumulated other comprehensive income 9,868 10,160 Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Foreign currency translation adjustment	3,301	3,107
Non-controlling interests 10,237 9,379 Total net assets 75,691 74,532	Remeasurements of defined benefit plans	748	767
Total net assets 75,691 74,532	Total accumulated other comprehensive income	9,868	10,160
Total net assets 75,691 74,532	Non-controlling interests	10,237	9,379
T-4-11-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1	Total net assets	75,691	74,532
10tai nabinues and net assets 253,362 250,911	Total liabilities and net assets	253,362	250,911

(2) Quarterly Consolidated statements of income and comprehensive income Quarterly consolidated statement of income For the first half

Resides First half ended Rep. 30, 2017 (Apr. 1, 2017 - Sep. 30, 2017) First half ended Sep. 30, 2018 (Apr. 1, 2017 - Sep. 30, 2017) Net sales 210,493 219,655 Cost of sales 195,973 206,303 Gross profit 14,529 20,203 Selling, general and administrative expenses 2,688 2,952 Freightage and packing expenses 2,688 2,952 Salaries, allowances and bonuses 3,830 3,830 Retirement benefit expenses 73 6,688 Retirement benefit expenses 541 565 Taxes and dues 484 483 Other 2,899 2,762 Taxes and dues 484 483 Other 2,899 2,762 Total selling, general and administrative expenses 10,087 1,108 Other 2,899 2,762 Total selling, general and administrative expenses 10,087 1,108 Other 2,899 2,102 Operating profit 4,323 9,152 Miscellance in come 9 <t< th=""><th></th><th></th><th>(Million yen)</th></t<>			(Million yen)
Cots of sales 195,973 206,935 Gross profit 14,520 12,720 Selling, general and administrative expenses 8 2,952 Freightage and packing expenses 2,688 2,952 Salaries, allowances and bonuses 3,642 3,830 Retirement benefit expenses 73 68 Provision for director's retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 444 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 12,7 204 Operating profit 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 14 Non-o			
Gross profit 14,520 12,720 Selling, general and administrative expenses 2,688 2,952 Freightage and packing expenses 2,688 2,952 Salaries, allowances and bonuses 3,642 3,830 Retirement benefit expenses 73 68 Provision for directors' retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 4484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 99 54 Note of profit of entities accounted for using equity method 32 5 Gain on sales of scraps 98 116 Share of profit of entities accounted for using equity method 32 219 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating expenses 525 <td>Net sales</td> <td>210,493</td> <td>219,655</td>	Net sales	210,493	219,655
Selling, general and administrative expenses 2,688 2,952 Freightage and packing expenses 3,642 3,830 Salaries, allowances and bonuses 73 68 Retirement benefit expenses 73 68 Provision for directors' retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,32 1,666 Non-operating income 10,087 1,054 Non-operating income 127 204 Dividend income 27 5 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 525 402	Cost of sales	195,973	206,935
Freightage and packing expenses 2,688 2,952 Salaries, allowances and bonuses 3,642 3,830 Retirement benefit expenses 73 68 Provision for directors' retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 127 204 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 769 752 Non-operating expenses 52 402 Loss on abandomment of non-current assets 442 163 Miscell	Gross profit	14,520	12,720
Salaries, allowances and bonuses 3,642 3,830 Retirement benefit expenses 73 68 Provision for directors' retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 199 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 1,32 82 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneou	Selling, general and administrative expenses		
Retirement benefit expenses 73 68 Provision for directors' retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,668 Non-operating income 99 54 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses	Freightage and packing expenses	2,688	2,952
Provision for director's retirement benefits 9 11 Legal and employee benefits expenses 541 565 Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 99 54 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 330 219 Total non-operating income 525 402 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 32 Total non-operating expenses <td>Salaries, allowances and bonuses</td> <td>3,642</td> <td>3,830</td>	Salaries, allowances and bonuses	3,642	3,830
Legal and employee benefits expenses 541 565 Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 99 54 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 8,30 <th< td=""><td>Retirement benefit expenses</td><td>73</td><td>68</td></th<>	Retirement benefit expenses	73	68
Taxes and dues 484 483 Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 99 54 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 769 752 Total non-operating income 769 752 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 </td <td>Provision for directors' retirement benefits</td> <td>9</td> <td>11</td>	Provision for directors' retirement benefits	9	11
Depreciation 358 380 Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 9 54 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 82 Extraordinary income 1,302 82 Extraordinary income 1,149 - Total extraordinary income 1,149 <t< td=""><td>Legal and employee benefits expenses</td><td>541</td><td>565</td></t<>	Legal and employee benefits expenses	541	565
Other 2,289 2,762 Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income 99 54 Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Foreit before income taxe	Taxes and dues	484	483
Total selling, general and administrative expenses 10,087 11,054 Operating profit 4,432 1,666 Non-operating income	Depreciation	358	380
Operating profit 4,432 1,666 Non-operating income Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 394 759 Profit effer income taxes 394 759 Profit attributable to non-controlling interests 340 309	Other	2,289	2,762
Non-operating income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Total selling, general and administrative expenses	10,087	11,054
Interest income 99 54 Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 320 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit attributable to non-controlling interests 340 300	Operating profit	4,432	1,666
Dividend income 127 204 Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 1 402 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Non-operating income		
Gain on sales of scraps 98 151 Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 320 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Interest income	99	54
Share of profit of entities accounted for using equity method 32 5 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 1 402 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Dividend income	127	204
equity method 32 3 Foreign exchange gains 89 116 Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	-	98	151
Miscellaneous income 320 219 Total non-operating income 769 752 Non-operating expenses 8 8 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309		32	5
Total non-operating income 769 752 Non-operating expenses 300 402 Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Foreign exchange gains	89	116
Non-operating expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Miscellaneous income	320	219
Interest expenses 525 402 Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Total non-operating income	769	752
Loss on abandonment of non-current assets 442 163 Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Non-operating expenses		
Miscellaneous loss 334 256 Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income - - Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Interest expenses	525	402
Total non-operating expenses 1,302 822 Ordinary profit 3,899 1,596 Extraordinary income Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Loss on abandonment of non-current assets	442	163
Ordinary profit 3,899 1,596 Extraordinary income Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Miscellaneous loss	334	256
Extraordinary income Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Total non-operating expenses	1,302	822
Gain on redemption of investment securities 1,149 - Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Ordinary profit	3,899	1,596
Total extraordinary income 1,149 - Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Extraordinary income		
Profit before income taxes 5,048 1,596 Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Gain on redemption of investment securities	1,149	-
Income taxes 394 759 Profit 4,654 836 Profit attributable to non-controlling interests 340 309	Total extraordinary income	1,149	
Profit4,654836Profit attributable to non-controlling interests340309	Profit before income taxes	5,048	1,596
Profit attributable to non-controlling interests 340 309	Income taxes	394	759
	Profit	4,654	836
Profit attributable to owners of parent 4,314 526	Profit attributable to non-controlling interests	340	309
	Profit attributable to owners of parent	4,314	526

Quarterly consolidated statement of comprehensive income For the first half

		(Million yen)
_	First half ended Sep. 30, 2017 (Apr. 1, 2017 – Sep. 30, 2017)	First half ended Sep. 30, 2018 (Apr. 1, 2018 – Sep. 30, 2018)
Profit	4,654	836
Other comprehensive income		
Valuation difference on available-for-sale securities	(10)	465
Foreign currency translation adjustment	555	(178)
Remeasurements of defined benefit plans, net of tax	65	19
Share of other comprehensive income of entities accounted for using equity method	113	(362)
Total other comprehensive income	724	(56)
Comprehensive income	5,378	780
Comprehensive income attributable to owners of parent Comprehensive income attributable to non-	5,132	818
controlling interests	246	(38)

(3) Note to the quarterly consolidated financial statements

(Notes to ongoing concern assumptions)

None

(Notes on significant change in shareholders' equity)

None

(Application of accounting methods specifically for consolidated quarterly financial statements)

(Accounting for tax expense)

The Company and certain consolidated subsidiaries calculated tax expenses by multiplying profit before income taxes by an effective tax rate that was reasonably estimated by applying tax effect accounting to estimated profit before income taxes for the fiscal year including the first half.

Income taxes - deferred are reported under "Income taxes".

(Change in accounting policies)

(Change in tax expense calculation method)

In previous fiscal years, the Company and some consolidated subsidiaries in Japan calculated quarterly taxes by using the same method as the one used for taxes in fiscal year financial statements. As one measure for preparing the Futaba Group's quarterly financial statements more efficiently, beginning with the first quarter of the current fiscal year the tax calculation method has been changed to multiplying income before income taxes by a reasonable estimate of the effective tax rate for income before income taxes in the current fiscal year after the application of tax-effect accounting.

This change had only a negligible effect on earnings.

(Additional Information)

Partial revision of Accounting Standards for Tax Effect Accounting (Corporate Accounting Standard No. 28, February 16, 2018), etc., has been applied from the beginning of the first quarter of this fiscal year, and deferred tax assets are displayed in the categories of investments and other assets, and deferred tax liabilities are indicated in the categories of noncurrent liabilities.

(Segment information)

First half of the previous fiscal year (April 1, 2017 – September 30, 2017)

1. Reportable segment sales and profit or loss

(Million yen)

		Rep	Adjustments	Total			
	Japan	North America	Europe	Asia	Total	(Notes)	(Note 2)
Net sales of which to outside customers of which inter-	112,670 7.794	51,413	11,995	34,414	210,493 7,961	(7,961)	210,493
rotal Total	120,464	51,413	12,029	34,547	218,455	(7,961)	210,493
Segment profit (loss)	2,047	1,290	(204)	1,369	4,504	(71)	4,432

Notes

- 1. The adjustment of segment profit (loss) of negative 71 million yen is for the elimination of intersegment transactions.
- 2. Segment profit (loss) is adjusted to match the operating profit (loss) in the statements of income

First half of the current fiscal year (April 1, 2018 – September 30, 2018)

1. Reportable segment sales and profit or loss

(Million yen)

		Rep	Adjustments	Total			
	Japan	North America	Europe	Asia	Total	(Notes)	(Note 2)
Net sales of which to outside customers of which inter- segment and transfers	116,976 10,041	52,410 112	13,015 47	37,252 54	219,655 10,255	(10,255)	219,655
Total	127,018	52,522	13,062	37,306	229,910	(10,255)	219,655
Segment profit (loss)	(513)	1,276	(544)	1,485	1,703	(37)	1,666

Notes

- The adjustment of segment profit (loss) of negative 37 million yen is for the elimination of intersegment transactions.
 Segment profit (loss) is adjusted to match the operating profit (loss) in the statements of income

Supplementary data for the first half of the fiscal year ending March 2019

Consolidated
1. Performance of the first half (Million yen, rounded down)

	1H FY3/19 (Apr. 2018 - Sep. 2018)		1H FY3/18 (Apr. 2017 - Sep. 2017)		Change	
	% to sales		% to sales		Amount	%
Net sales	100.0	219,655	100.0	210,493	9,161	4.4
Operating profit	0.8	1,666	2.1	4,432	(2,766)	(62.4)
Ordinary profit	0.7	1,596	1.9	3,899	(2,303)	(59.1)
Profit (loss) attributable to owners of parent	0.2	526	2.0	4,314	(3,787)	(87.8)
Earnings per share (yen)		5.89		48.22		
Capital expenditures		16,027		11,782	4,245	36.0
Depreciation		11,689		10,381	1,308	12.6
Foreign exchange rate (USD/Yen)		110.3		111.1		
Number of consolidated companies		23		24		

2. Factors for increase/decrease in operating profit (year-on-year comparison)

(Billion yen)

. Tactors for increase, decrease in operating prom (year on year companion)					
Positive factors	Positive factors Amount Negative factors				
ncrease in profit by sales growth 0		1 7 8 1	2.5		
Increase in sales of scraps	0.4	Increase in depreciation	1.3		
Measures to further rationalize	0.3	0.3			
Total	1.1	Total	3.8		

Net decrease in operating profit: 2.7

3. Performance by geographical segment (Million yen, rounded down)

3. I criormance by geographical segment						
		1H FY3/19 (Apr. 2018 - Sep. 2018)			Change	
	Amount	Operating margin (%)	Amount	Amount Operating margin (%)		%
Net sales	127,018		120,464		6,553	5.4
Operating profit	(513)	(0.4)	2,047	1.7	(2,561)	-
Net sales	52,522		51,413		1,108	2.2
Operating profit	1,276	2.4	1,290	2.5	(14)	(1.1)
Net sales	13,062		12,029		1,033	8.6
Operating profit	(544)	(4.2)	(204)	(1.7)	(340)	-
Net sales	37,306		34,547		2,759	8.0
Operating profit	1,485	4.0	1,369	4.0	115	8.5
Net sales	(10,255)		(7,961)		(2,293)	
Operating profit	(37)		(71)		34	
Net sales	219,655		210,493		9,161	4.4
Operating profit	1,666	0.8	4,432	2.1	(2,766)	(62.4)
	Net sales Operating profit Net sales	TH F (Apr. 2018 Amount	TH FY3/19 (Apr. 2018 - Sep. 2018) Amount Operating margin (%)	TH FY3/19	TH FY3/19	TH FY3/19

4. Forecast for full year

(Million yen, rounded down)

		3/19 - Mar. 2019)	Change vs. FY3/18 (Apr. 2017 - Mar. 2018)		
	% to sales	Amount	Amount	%	
Net sales	100.0	455,000	14,553	3.3	
Operating profit	2.1	9,400	(1,858)	(16.5)	
Ordinary profit	2.0	9,100	(1,855)	(16.9)	
Profit (loss) attributable to owners of parent	1.6	7,100	(3,621)	(33.8)	
Earnings per share (yen)		79.35			
Capital expenditures		38,000	17,747	87.6	
Depreciation	26,000		5,484	26.7	
Foreign exchange rate (USD/Yen)	110.0				

Non-consolidated
1. Performance of the first half (Million yen, rounded down)

1. I chomance of the first han						
		1H FY3/19 (Apr. 2018 - Sep. 2018)		1H FY3/18 (Apr. 2017 - Sep. 2017)		inge
	% to sales	Amount	% to sales	Amount	Amount	%
Net sales	100.0	125,810	100.0	119,514	6,296	5.3
Operating profit (loss)	(0.5)	(576)	1.0	1,170	(1,746)	-
Ordinary profit	2.4	3,081	4.7	5,650	(2,568)	(45.5)
Profit	2.5	3,121	5.6	6,748	(3,626)	(53.7)
Capital expenditures		9,862		9,708	153	1.6
Depreciation		7,591		6,241	1,349	21.6