



This English translation of the financial report was prepared for reference purposes only and is qualified in its entirety by the original Japanese version. The financial information contained in this report is derived from our unaudited consolidated financial statements.

## Consolidated Financial Report For the Year Ended February 28, 2018 (IFRS)

April 11, 2018

Company Name :	KOMEDA Holdings Co., Ltd.	Stock Exchange Listing : Tokyo and Nagoya
Securities Code :	3543	URL : <a href="http://www.komeda-holdings.co.jp/index.html">http://www.komeda-holdings.co.jp/index.html</a>
Representative :	Okitane Usui, President & CEO	
Contact for enquiries :	Seiji Shintani, Corporate Officer	(TEL) +81-52-936-8880
Date of the ordinary general shareholders' meeting :	May 29, 2018	
Filing date of security report (as planned) :	May 30, 2018	
Dividend payable date (as planned) :	May 14, 2018	
Supplemental material of financial results :	Yes	
Convening briefing of financial results :	Yes	

(Millions of yen; amounts are rounded to the nearest million yen)

### 1. Consolidated Financial Results for the Year Ended February 28, 2018

#### (1) Consolidated Operating Results

(Percentages represent year-on-year changes)

	Revenue		Operating profit		Income before income taxes		Net income		Net income attributable to owners of the parent		Total comprehensive income	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%
Fiscal year ended												
February 28, 2018	25,984	8.0	7,207	4.7	7,084	6.2	4,905	8.8	4,905	8.8	4,903	8.5
February 28, 2017	24,052	10.7	6,885	5.0	6,668	5.2	4,508	9.3	4,508	9.3	4,518	9.5

	Basic earnings per share	Diluted earnings per share	Ratio of net income to equity attributable to owners of the parent	Ratio of income before income taxes to total assets	Ratio of operating profit to revenue
Fiscal year ended	(Yen)	(Yen)	(%)	(%)	(%)
February 28, 2018	109.74	107.30	19.0	11.4	27.7
February 28, 2017	102.62	99.48	20.1	11.3	28.6

The Company conducted a 150-for-1 share split of the common stock on April 20, 2016. Accordingly, the basic earnings per share and diluted earnings per share are calculated assuming that the share split came into effect at the beginning of the fiscal year ended February 28, 2017

#### (2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets	Equity per share attributable to owners of parent
As of	(Millions of yen)	(Millions of yen)	(Millions of yen)	(%)	(Yen)
February 28, 2018	62,831	27,295	27,295	43.4	603.40
February 28, 2017	60,981	24,225	24,225	39.7	545.66

## (3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investment activities	Cash flows from financing activities	Cash and cash equivalents at end of the year
Fiscal year ended	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
February 28, 2018	5,392	(3,491)	(3,705)	5,430
February 28, 2017	6,040	(465)	(2,792)	7,244

## 2. Dividends

	Dividends per share					Total dividends	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of the parent (Consolidated)
	First quarter	Second quarter	Third quarter	Fourth quarter	Total			
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions of yen)	(%)	(%)
Fiscal year ended February 28, 2017	—	25.00	—	25.00	50.00	2,201	48.7	9.9
Fiscal year ended February 28, 2018	—	25.00	—	25.00	50.00	2,248	45.6	8.7
Fiscal year ended February 28, 2019(Forecasted)	—	25.00	—	25.00	50.00		—	

## 3. Forecasts on the Consolidated Financial Results for the Fiscal Year Ending February 28, 2019 (March 1, 2018 - February 28, 2019)

(Percentages represent year-on-year changes)

	Revenue		Operating profit		Income before income taxes		Net income		Net income attributable to owners of the parent		Basic earnings per share
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Yen)
Fiscal year ending February 28, 2019	30,301	16.6	7,565	5.0	7,437	5.0	5,103	4.1	5,103	4.1	113.10

(1) Changes in status of significant subsidiaries during the year  
(changes in specified subsidiaries accompanying changes in : No scope of consolidation)

(2) Changes in accounting policies and accounting estimates  
(i) Changes in accounting policies required by IFRSs : Yes  
(ii) Changes in accounting policies other than those in (i) : No  
(iii) Changes in accounting estimates : No

## (3) Number of issued shares (common stock)

(i) Number of issued shares (including treasury stock)	As of February 28, 2018	45,122,550	As of February 28, 2017	44,206,050
(ii) Number of treasury stock	As of February 28, 2018	-	As of February 28, 2017	-
(iii) Average number of issued shares during the year	Fiscal year ended February 28, 2018	44,692,957	Fiscal year ended February 28, 2017	43,932,092

\* Notes: The Company conducted a 150-for-1 share split of the common stock on April 20, 2016. Accordingly, the number of issued share (common stock) is calculated assuming that the share split came into effect at the beginning of the fiscal year ended February 28, 2017

\* This report is not subject to audit procedures

\* Notes for using forecasted information and other matters

The forecasts above are based on information available at the date of this report and certain assumptions deemed to be reasonable. The Company does not provide any assurance as to achievement of these forecasts. In addition, the actual results may vary materially from the forecasts due to various uncertainties.

\* Method of obtaining supplemental materials

Supplementary results materials will be published on the website of KOMEDA Holdings Co., Ltd. on April 13, 2018.

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## Consolidated Financial Statements

(1) Consolidated Statements of Financial Position (Unaudited)

	(Thousands of yen)	
	As of	
	February 28, 2017	February 28, 2018
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	7,243,860	5,429,765
Trade and other receivables	3,043,706	3,337,856
Other financial assets	369,773	3,125,797
Inventories	211,577	175,764
Other current assets	579,912	697,504
Total current assets	<u>11,448,828</u>	<u>12,766,686</u>
<b>Non-current assets</b>		
Property, plant and equipment	5,343,165	5,495,667
Goodwill	38,312,892	38,312,892
Other intangible assets	63,002	51,118
Trade and other receivables	3,296,714	3,520,829
Other financial assets	2,189,983	2,388,044
Deferred tax assets	115,638	93,290
Other non-current assets	211,259	202,126
Total non-current assets	<u>49,532,653</u>	<u>50,063,966</u>
<b>Total assets</b>	<u>60,981,481</u>	<u>62,830,652</u>
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
<b>Current liabilities</b>		
Trade and other payables	975,494	1,136,442
Short-term borrowings	1,797,497	1,997,198
Income tax payable	1,025,887	1,103,797
Other financial liabilities	1,349,213	1,385,368
Other current liabilities	1,199,041	914,472
Total current liabilities	<u>6,347,132</u>	<u>6,537,277</u>
<b>Non-current liabilities</b>		
Long-term debt	23,372,957	21,330,458
Other financial liabilities	6,520,617	7,130,208
Deferred tax liabilities	28,622	25,577
Provisions	77,528	80,133
Other non-current liabilities	410,030	432,287
Total non-current liabilities	<u>30,409,754</u>	<u>28,998,663</u>
Total liabilities	36,756,886	35,535,940
<b>Equity</b>		
Common stock	177,558	391,500
Capital surplus	12,823,350	13,001,815
Retained earnings	11,213,808	13,893,007
Other components of equity	9,879	8,390
Equity attributable to owners of the parent	<u>24,224,595</u>	<u>27,294,712</u>
Total equity	<u>24,224,595</u>	<u>27,294,712</u>
<b>Total liabilities and equity</b>	<u>60,981,481</u>	<u>62,830,652</u>

(2) Consolidated Statements of Income (Unaudited)

	(Thousands of yen)	
	For the year ended February 28,	
	2017	2018
Revenue	24,051,807	25,984,334
Cost of sales	(14,061,179)	(15,512,880)
Gross profit	9,990,628	10,471,454
Other operating income	29,317	49,810
Selling, general and administrative expenses	(3,018,092)	(3,271,973)
Other operating expenses	(116,433)	(42,562)
Operating profit	6,885,420	7,206,729
Interest income	20,059	25,539
Interest expense	(237,180)	(148,333)
Income before income taxes	6,668,299	7,083,935
Income taxes	(2,159,975)	(2,179,295)
Net income	4,508,324	4,904,640
<b>Net income attributable to:</b>		
Owners of the parent	4,508,324	4,904,640
Net income	4,508,324	4,904,640
<b>Earnings per share</b>		
Basic (Yen)	102.62	109.74
Diluted (Yen)	99.48	107.30

## (3) Consolidated Statements of Cash Flows (Unaudited)

	(Thousands of yen)	
	For the year ended February 28,	
	2017	2018
<b>Cash flows from operating activities</b>		
Income before income taxes	6,668,299	7,083,935
Depreciation and amortization	430,797	468,826
Financial income	(20,059)	(25,539)
Financial expense	237,180	148,333
Decrease (increase) in trade and other receivables	170,870	(346,044)
Decrease (increase) in guarantee deposits and construction assistance fund receivables	(296,512)	(190,643)
Decrease (increase) in other financial assets	(69,668)	103,696
Increase (decrease) in trade payables	(5,918)	160,949
Increase (decrease) in guarantee deposits received and construction assistance fund received	684,216	524,277
Increase (decrease) in other financial liabilities	588,013	(21,803)
Others	411,642	(256,539)
Subtotal	8,798,860	7,649,448
Interest received	2,017	2,829
Interest paid	(109,122)	(60,467)
Income taxes paid	(2,651,575)	(2,558,068)
Income taxes refunded	—	358,652
Net cash provided by operating activities	6,040,180	5,392,394
<b>Cash flows from investing activities</b>		
Payments into time deposits	(351,215)	(3,000,000)
Proceeds from withdrawal of time deposits	368,461	—
Purchase of property, plant and equipment	(629,772)	(630,715)
Proceeds from sales of property, plant and equipment	1,119	123
Payments for retirement of property, plant and equipment	—	(560)
Purchase of intangible assets	(16,477)	(12,895)
Proceeds from redemption of securities	160,246	150,475
Collection of loans receivable	2,322	2,429
Net cash used in investing activities	(465,316)	(3,491,143)
<b>Cash flows from financing activities</b>		
Repayments of long-term debt	(1,800,000)	(1,800,000)
Repayments of lease obligations	(49,420)	(58,599)
Proceeds from issuance of common stock	135,621	373,460
Cash dividends paid to owners of the parent	(1,078,316)	(2,220,041)
Net cash used in financing activities	(2,792,115)	(3,705,180)
Effect of exchange rate changes on cash and cash equivalents	(27,605)	(10,166)
Net increase (decrease) in cash and cash equivalents	2,755,144	(1,814,095)
Cash and cash equivalents at beginning of the year	4,488,716	7,243,860
Cash and cash equivalents at end of the year	7,243,860	5,429,765