

Toyo Ink SC Holdings Co., Ltd.

Aug 10, 2018

# FY2018 First Half Results Briefing

The forecasts or projections set out in this presentation are based on the assumptions and beliefs of our management in light of the information available to it as of Aug 10, 2018. Changes in global, economic and business conditions could cause actual results to differ materially from these forecasts. All amounts are rounded to the nearest 100 million yen.

(Unit: 1 billion yen)					(Unit: 1 billion yen)			
	FY2017 First Half (*1)	FY2018 First Half	Increase/ decrease (%)	FY2018 Forecast		As at December 31, 2017	As at June 30, 2018	Increase/ decrease (%)
Net sales	135.4	141.0	4.1	300.0	Current assets	196.5	200.6	2.1
Operating income	10.1	7.8	▲23.1	18.5	Fixed assets	183.2	176.2	▲3.8
Recurring income	10.4	7.5	▲27.7	18.5	Total assets	379.7	376.8	▲0.8
Net income	8.9	5.4	▲39.9	13.5	Current liabilities	93.3	98.5	5.5
Operating margin	7.4%	5.5%	▲1.9 (point)	6.2%	Long-term liabilities	55.3	52.8	▲4.5
Overseas sales ratio	43.3%	46.3%	3.0 (point)	46%	Total liabilities	148.6	151.2	1.8
					Total net assets	231.1	225.6	▲2.4
					Total of liabilities and net assets	379.7	376.8	▲0.8
		As at December 31, 2017	As at June 30, 2018	FY2018	First Half (forecast)	Year-End (forecast) *2	As at December 31, 2017	As at June 30, 2018
Interest-bearing debt (1 billion yen)	60.5	60.1		Dividend (yen)	8.0	45.0	Consolidated subsidiaries	66
Net worth ratio (%)	59.0	58.0					Equity method companies	9
D/E ratio	0.30	0.30						

\*1:From FY2017, the accounting period was changed to end in December.

As for the increase and decrease, the previous year's results are adjusted according to the current fiscal year.

\*2: 5 shares of common stock will be consolidated to 1 share.

# Performance by Segment

	FY2018 2 <sup>nd</sup> Quarter ( 1 billion yen )		Increase/ decrease (%) Year on Year		Increase/ decrease (%) Quarter on Quarter		FY2018 Total Results ( 1 billion yen )		Increase/ decrease (%) Year on Year		
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income	
Colorants and Functional Materials	Japan	10.3	1.2	2.8	▲4.3	5.2	31.7	20.2	2.2	▲0.9	▲11.8
	Overseas	12.3	0.3	14.9	▲30.6	9.9	27.3	23.6	0.6	12.1	▲29.4
	Total	18.9	1.4	7.4	▲21.6	7.1	13.6	36.6	2.7	5.3	▲18.6
Polymers and Coatings	Japan	12.5	1.1	8.6	▲11.7	11.3	42.9	23.8	1.8	2.6	▲25.2
	Overseas	6.8	0.5	18.4	▲7.1	16.5	18.1	12.6	1.0	11.0	▲15.6
	Total	16.7	1.7	7.8	▲8.3	9.6	36.7	31.9	2.9	3.8	▲20.8
Packaging	Japan	10.3	0.2	6.8	▲50.3	9.8	106.2	19.7	0.3	3.9	▲60.0
	Overseas	7.0	0.2	17.5	21.6	5.0	▲15.0	13.7	0.4	15.7	15.3
	Total	17.1	0.4	10.6	▲32.8	7.8	15.9	32.9	0.7	8.0	▲36.0
Printing and Information	Japan	11.2	▲0.2	0.1	-	▲1.6	-	22.5	▲0.3	▲6.0	-
	Overseas	9.6	0.5	3.4	▲6.8	7.3	27.3	18.5	0.9	3.7	▲2.4
	Total	19.6	0.3	2.3	▲25.4	2.3	▲11.9	38.8	0.7	▲1.4	▲38.0
Others	1.6	0.0	14.4	▲75.2	▲3.4	▲92.2	3.3	0.7	8.6	▲15.7	
Adjustment	▲1.2	▲0.0	-	-	-	-	▲2.5	0.0	-	-	
Total consolidated	72.7	3.9	7.2	▲20.5	6.5	0.7	141.0	7.8	4.1	▲23.1	

(Note) The segment performance for Japan and overseas does not take into account eliminations between regions.

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# Performance by Region

FY2018	FY2018 2 <sup>nd</sup> Quarter (1 billion yen)		Increase/decrease ( % ) Year on Year		Increase/decrease ( % ) Quarter on Quarter		FY2018 Total Results ( 1 billion yen )		Increase/decrease ( % ) Year on Year	
	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income	Net sales	Operating income
Japan	45.2	2.3	4.7	▲19.8	5.6	▲1.0	87.9	4.7	▲0.2	▲28.8
Asia–Oceania	26.8	1.4	16.0	▲5.9	10.3	3.9	51.1	2.7	13.1	▲6.5
Europe	5.5	0.2	6.5	▲39.6	8.4	197.2	10.5	0.3	7.1	▲43.3
The Americas	3.5	▲0.0	7.6	–	5.7	–	6.8	▲0.1	4.6	–
Adjustment	▲8.2	▲0.1	–	–	–	–	▲15.4	0.1	–	–
Total consolidated	72.7	3.9	7.2	▲20.5	6.5	0.7	141.0	7.8	4.1	▲23.1

(Note) FY2017 (adjusted) ( 1 billion yen )	1 <sup>st</sup> Quarter		2 <sup>nd</sup> Quarter		3 <sup>rd</sup> Quarter		4 <sup>th</sup> Quarter		Total	
	Net sales	Operating income	Net sales	Operating income						
Japan	45.0	3.7	43.1	2.9	44.8	3.0	47.0	3.7	179.9	13.3
Asia–Oceania	22.1	1.4	23.1	1.5	25.1	1.7	26.0	1.5	96.3	6.2
Europe	4.7	0.2	5.1	0.4	4.9	0.2	5.2	0.3	20.0	1.0
The Americas	3.2	▲0.0	3.2	▲0.0	3.3	0.0	3.3	▲0.1	13.2	▲0.1
Adjustment	▲7.4	▲0.1	▲6.8	0.1	▲6.9	0.2	▲8.1	▲0.2	▲29.3	▲0.1
Total consolidated	67.6	5.2	67.8	4.9	71.3	5.2	73.4	5.2	280.1	20.5