

Consolidated Financial Results for the Three Months Ended June 30, 2019 (Japanese Accounting Standards)

This document has been prepared as a guide for non-Japanese investors and contains forward-looking statements that are based on managements' estimates, assumptions and projections at the time of publication. A number of factors could cause actual results to differ materially from expectations. This document is a translation of excerpts taken from the Japanese language original. All numbers are rounded down to the nearest until in accordance with standard Japanese practice. Please be advised that the Company cannot accept responsibility for investment decisions made based on the information contained in this report.

August 6, 2019

Company Name: KITZ CORPORATION

Stock Listing: Tokyo Stock Exchange Stock Code: 6498

URL <https://www.kitz.co.jp/english/index.html>

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Date of Financial Statement Filing (Planned): August 9, 2019

Availability of Financial Results Supplementary Presentation Materials: Yes

Financial Results Presentation Meeting: Yes (For institutional investors and analysts)

(Figures of less than one million yen are rounded down to the nearest decimal)

1. Consolidated Financial Results (Apr. 1, 2019 – Jun. 30, 2019)

(1) Consolidated Operating Results

(% figures represent year-over-year change)

	Net Sales		Operating Income		Ordinary Income		Net Income attributable to owners of the parent	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2019	30,879	(5.7)	1,208	(54.4)	1,210	(52.2)	842	(50.8)
June 30, 2018	32,752	11.8	2,647	36.7	2,530	34.9	1,712	68.4

(Note) Comprehensive Income: Three months ended June 30, 2019 : ¥921 million (44.8%)

Three months ended June 30, 2018 : ¥636 million (down 37.5%)

	Net Income per Share	Net Income per Share (Diluted)
Three months ended	Yen	Yen
June 30, 2019	8.94	—
June 30, 2018	17.59	—

(2) Consolidated Financial Position

	Total Assets	Net Assets	Equity Ratio	Net Assets per Share
	Million Yen	Million Yen	%	Yen
As of June 30, 2019	129,212	74,683	56.8	791.14
As of March 31, 2019	131,657	76,829	57.4	793.74

(Reference) Equity: As of June 30, 2019 : ¥73,450 million

As of March 31, 2019 : ¥75,597 million

2. Dividends

	Annual Dividend				
	1Q	2Q	3Q	4Q	Total
FY March 2019	Yen	Yen	Yen	Yen	Yen
FY March 2020	—	8.00	—	12.00	20.00
FY March 2020 (Planned)		10.00	—	14.00	24.00

3. Consolidated Financial Forecasts for the Fiscal Year March 2020 (Apr. 1, 2019–Mar. 31, 2020)

(% figures represent year-over-year change)

	Net Sales		Operating Income		Ordinary Income		Net Income attributable to owners of the parent		Net Income per Share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
2 nd quarter-end (six months)	65,000	(4.1)	3,600	(38.1)	3,400	(41.3)	2,200	(44.0)	23.39
Full year	133,000	(2.7)	10,000	(14.6)	9,700	(18.4)	6,400	13.8	68.49

Partial Release

(Note) Revisions to consolidated financial forecasts recently announced: No

※ Annotation

(1) Changes in significant subsidiaries (Changes in subsidiaries affecting the scope of consolidation): None

Newly consolidated: None

Removed from consolidation: None

(2) Application of special accounting procedures in the preparation of our quarterly consolidated financial statements: Yes

(3) Changes in accounting methods, procedures and presentations concerning preparation of consolidated financial statements

1. Changes accompanying revisions in accounting standards: Yes

2. Other changes: None

3. Changes in accounting estimates: None

4. Redisplay of revisions: None

(4) Number of shares outstanding (Common stock)

1. Shares issued as of term end (including treasury stock):

	As of June 30, 2019	100,396,511 shares	As of March 31, 2019	100,396,511 shares
As of June 30, 2019	7,554,994 shares		As of March 31, 2019	5,155,194 shares
As of June 30, 2019	94,195,717 shares		As of June 30, 2018	97,342,288 shares

* The shares held within the BIP trust accounts are included in term-end treasury stocks. (As of June 30, 2019: 329,985 shares, As of March 31, 2019: 329,985 shares)

Furthermore, the shares held within the BIP trust accounts are included in treasury stocks that are deducted in the calculation of the average number of shares for the period. (As of June 30, 2019: 329,985 shares, As of June 30, 2018: 329,985 shares)

* This document is not subject to audit procedures.

* Explanations regarding the appropriate uses of our earnings projections and other information:

The future prospects of the business results, etc., described in this document are based on currently available information and certain premises that are judged to be rational at the time of writing, and are not intended as a guarantee that the Company will achieve these targets. Actual performance and other results may differ significantly due to various factors.