

# Consolidated Financial Results for the Six Months Ended September 30, 2016 [Japanese GAAP]



October 31, 2016

Company name: Ryoden Corporation  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 8084  
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 Scheduled date of filing quarterly securities report: November 14, 2016  
 Scheduled date of commencing dividend payments: December 8, 2016  
 Availability of supplementary briefing material on quarterly financial results: No  
 Schedule of quarterly financial results briefing session: No

(Amounts of less than one million yen are rounded down.)

## 1. Consolidated Financial Results for the Six Months Ended September 30, 2016 (April 1, 2016 to September 30, 2016)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended September 30, 2016	102,650	(7.3)	824	(55.4)	573	(68.9)	298	(70.8)
Six months ended September 30, 2015	110,698	(1.0)	1,849	(23.0)	1,844	(28.5)	1,021	(38.9)

(Note) Comprehensive income: Six months ended September 30, 2016: ¥(880) million [-%]  
 Six months ended September 30, 2015: ¥871 million [(52.9)%]

	Profit per share	Diluted profit per share
	Yen	Yen
Six months ended September 30, 2016	6.89	6.87
Six months ended September 30, 2015	23.58	23.55

## (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of September 30, 2016	115,512	59,000	51.0	1,359.00
As of March 31, 2016	119,382	60,401	50.5	1,392.47

(Reference) Equity: As of September 30, 2016: ¥58,929 million  
 As of March 31, 2016: ¥60,348 million

## 2. Dividends

	Annual dividends				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2016	-	13.00	-	13.00	26.00
Fiscal year ending March 31, 2017	-	11.00			
Fiscal year ending March 31, 2017 (Forecast)			-	11.00	22.00

Note: Revision from the most recently announced dividend forecast: No

## 3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2017 (April 1, 2016 to March 31, 2017)

(% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Profit per share
Full year	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
	214,000	(3.6)	2,100	(42.8)	1,800	(45.4)	1,200	(35.0)	27.68

Note: Revision from the most recently announced financial results forecast: No

### \* Notes:

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Accounting policies adopted specially for the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies due to the revision of accounting standards: No
  - 2) Changes in accounting policies other than 1) above: No
  - 3) Changes in accounting estimates: No
  - 4) Retrospective restatement: No
- (4) Total number of issued shares (common stock)
  - 1) Total number of issued shares at the end of the period (including treasury stock):
    - September 30, 2016: 45,649,955 shares
    - March 31, 2016: 45,649,955 shares
  - 2) Total number of treasury stock at the end of the period:
    - September 30, 2016: 2,287,329 shares
    - March 31, 2016: 2,311,234 shares
  - 3) Average number of shares during the period:
    - Six months ended September 30, 2016: 43,351,236 shares
    - Six months ended September 30, 2015: 43,343,745 shares

### \* Presentation regarding the implementation status of the quarterly review procedures

These quarterly financial results are outside the scope of quarterly review procedures under the Financial Instruments and Exchange Act. At the time of disclosure of these financial results, review procedures for the quarterly financial statements under the Financial Instruments and Exchange Act have not been completed.

### \* Explanation of the proper use of financial results forecast and other notes

The statements concerning future performance presented in this document are prepared based on currently available information and certain preconditions which the Company believes to be reasonable at this time. Actual results may be different from any projections presented herein due to various factors.

## Consolidated Financial Statements

### (1) Consolidated Balance Sheets

(Million yen)

	As of March 31, 2016	As of September 30, 2016
Assets		
Current assets		
Cash and deposits	16,665	21,228
Notes and accounts receivable - trade	54,853	50,532
Electronically recorded monetary claims - operating	6,242	7,257
Securities	853	500
Merchandise and finished goods	20,510	17,623
Short-term loans receivable	241	51
Other	4,852	3,637
Allowance for doubtful accounts	(244)	(15)
Total current assets	103,975	100,814
Non-current assets		
Property, plant and equipment	5,088	5,004
Intangible assets	669	636
Investments and other assets		
Other	9,702	9,386
Allowance for doubtful accounts	(53)	(328)
Total investments and other assets	9,648	9,057
Total non-current assets	15,407	14,698
Total assets	119,382	115,512

(Million yen)

	As of March 31, 2016	As of September 30, 2016
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	39,088	37,321
Electronically recorded obligations - operating	7,897	8,574
Short-term loans payable	2,083	1,559
Income taxes payable	736	418
Other	3,341	2,830
Total current liabilities	53,146	50,704
Non-current liabilities		
Net defined benefit liability	4,610	4,625
Other	1,224	1,182
Total non-current liabilities	5,834	5,807
Total liabilities	58,981	56,511
<b>Net assets</b>		
Shareholders' equity		
Capital stock	10,334	10,334
Capital surplus	7,380	7,388
Retained earnings	42,348	42,093
Treasury shares	(864)	(856)
Total shareholders' equity	59,199	58,959
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	1,368	1,401
Foreign currency translation adjustment	1,141	(136)
Remeasurements of defined benefit plans	(1,360)	(1,294)
Total accumulated other comprehensive income	1,148	(29)
Subscription rights to shares	53	70
Total net assets	60,401	59,000
Total liabilities and net assets	119,382	115,512

(2) Consolidated Statements of Income and Comprehensive Income  
 Consolidated Statements of Income

(Million yen)

	For the six months ended September 30, 2015 (From April 1, 2015 to September 30, 2015)	For the six months ended September 30, 2016 (From April 1, 2016 to September 30, 2016)
Net sales	110,698	102,650
Cost of sales	99,007	92,303
Gross profit	11,690	10,347
Selling, general and administrative expenses	9,841	9,522
Operating income	1,849	824
Non-operating income		
Interest income	28	26
Dividend income	89	66
Share of profit of entities accounted for using equity method	37	23
Foreign exchange gains	0	—
Other	75	125
Total non-operating income	231	242
Non-operating expenses		
Interest expenses	22	21
Sales discounts	42	50
Foreign exchange losses	—	358
Loss on sales of accounts receivable	29	20
Loss on valuation of investment securities	82	—
Other	58	42
Total non-operating expenses	236	493
Ordinary income	1,844	573
Extraordinary income		
Gain on sales of investment securities	62	73
Total extraordinary income	62	73
Extraordinary losses		
Loss on valuation of shares of subsidiaries and associates	—	53
Total extraordinary losses	—	53
Profit before income taxes	1,906	593
Income taxes	884	295
Profit	1,021	298
Profit attributable to non-controlling interests	—	—
Profit attributable to owners of parent	1,021	298

## Consolidated Statements of Comprehensive Income

(Million yen)

	For the six months ended September 30, 2015 (From April 1, 2015 to September 30, 2015)	For the six months ended September 30, 2016 (From April 1, 2016 to September 30, 2016)
Profit	1,021	298
Other comprehensive income		
Valuation difference on available-for-sale securities	(194)	33
Foreign currency translation adjustment	41	(1,278)
Remeasurements of defined benefit plans, net of tax	2	66
Total other comprehensive income	(150)	(1,178)
Comprehensive income	871	(880)
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	871	(880)
Comprehensive income attributable to non-controlling interests	—	—

## (3) Consolidated Statements of Cash Flows

(Million yen)

	For the six months ended September 30, 2015 (From April 1, 2015 to September 30, 2015)	For the six months ended September 30, 2016 (From April 1, 2016 to September 30, 2016)
Cash flows from operating activities		
Profit before income taxes	1,906	593
Depreciation	267	268
Increase (decrease) in allowance for doubtful accounts	(18)	3
Interest and dividend income	(117)	(93)
Interest expenses	22	21
Share of (profit) loss of entities accounted for using equity method	(37)	(23)
Loss (gain) on sales of investment securities	(62)	(73)
Loss (gain) on valuation of investment securities	82	(22)
Loss on valuation of shares of subsidiaries and associates	—	53
Decrease (increase) in notes and accounts receivable - trade	4,714	2,132
Decrease (increase) in inventories	1,315	2,233
Increase (decrease) in notes and accounts payable - trade	(7,170)	73
Other, net	3,095	891
Subtotal	3,997	6,059
Interest and dividend income received	128	117
Interest expenses paid	(22)	(21)
Income taxes paid	(497)	(663)
Net cash provided by (used in) operating activities	3,606	5,491
Cash flows from investing activities		
Proceeds from redemption of securities	200	953
Purchase of property, plant and equipment	(303)	(171)
Proceeds from sales of property, plant and equipment	165	1
Purchase of intangible assets	(65)	(37)
Purchase of investment securities	(741)	(242)
Proceeds from sales of investment securities	635	589
Decrease (increase) in short-term loans receivable	(275)	(51)
Other, net	63	156
Net cash provided by (used in) investing activities	(321)	1,197
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	(242)	(215)
Net decrease (increase) in treasury shares	(4)	(1)
Cash dividends paid	(520)	(563)
Net cash provided by (used in) financing activities	(767)	(780)
Effect of exchange rate change on cash and cash equivalents	17	(857)
Net increase (decrease) in cash and cash equivalents	2,534	5,050
Cash and cash equivalents at beginning of period	15,413	16,660
Increase in cash and cash equivalents from newly consolidated subsidiary	—	12
Cash and cash equivalents at end of period	17,947	21,723