

Summary of Financial Results for the First Quarter Ended May 31, 2019 [Japan GAAP] (Consolidated)

July 5, 2019

Company: AEON DELIGHT Co., Ltd. Listed on the TSE1
 Stock Code: 9787 URL: <http://www.aeondelight.co.jp>
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 Expected date of filing of quarterly report: July 12, 2019 Expected starting date of dividend payment: -
 Preparation of quarterly supplementary financial document: Yes
 Quarterly results briefing: None

(Rounded down to million yen)

1. Consolidated business results for the three months ended May 2019 (March 1, 2019 through May 31, 2019)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended May 2019	79,048	3.5	3,800	0.4	3,822	0.2	2,070	0.2
Three months ended May 2018	76,370	1.7	3,785	13.5	3,816	13.3	2,067	1.3

(Note) Comprehensive income

Three months ended May 2019: 2,066 million yen (-1.9%)

Three months ended May 2018: 2,106 million yen (-4.1%)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended May 2019	41.47	41.38
Three months ended May 2018	39.31	39.21

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of May 2019	132,342	75,917	55.6
As of Feb. 2019	134,071	75,539	54.6

(Reference) Shareholders' equity

As of May 2019: 73,595 million yen

As of February 2019: 73,176 million yen

(Note) The Company has applied "Partial Revision of Accounting Standard for Tax Effect Accounting" (ASBJ Statement No. 28,

February 16, 2018) from the beginning of the 1Q of the current fiscal year, and the figures for the previous fiscal year have been presented as indicators after retrospective application of said accounting standard.

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Feb. 2019	-	31 00	-	32 00	63 00
Year ending Feb. 2020	-				
Year ending Feb. 2020 (forecast)		32 00	-	33 00	65 00

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the fiscal year ending February 2020

(March 1, 2019 through February 28, 2020) (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Aug. 2019	158,000	3.5	8,500	35.5	8,500	33.9	5,100	79.7	102 17
Year ending Feb. 2020	315,000	4.0	18,000	38.1	18,000	34.7	10,800	68.4	216 35

(Note) Revisions to business forecast for the current quarter: None

***Notes**

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Application of accounting procedures specific to preparation of the consolidated quarterly financial statements: None

(3) Changes in accounting policies, accounting estimates and restatement

- | | |
|-----------------------------------------------------------------------------------|--------|
| ①Changes in accounting policies associated with revision of accounting standards: | : None |
| ②Changes in accounting policies other than ① | : None |
| ③Changes in accounting estimates | : Yes |
| ④Restatement | : None |

(4) Shares outstanding (common stock)

①Number of shares outstanding at the end of period (treasury stock included)

As of May 2019 54,169,633 shares

As of February 2019 54,169,633 shares

②Treasury stock at the end of period

As of May 2019 4,245,304 shares

As of February 2019 4,251,504 shares

③Average number of stock during period (quarterly cumulative period)

Three months ended May 2019 49,919,679 shares

Three months ended May 2018 52,585,901 shares

*** Financial summary is not subject to the quarterly review procedures by certified public accountants or auditing firms.**

***Explanation regarding appropriate use of business forecasts and other special instructions**

(Precautions regarding forward-looking statements)

Forecasts regarding future performance in this material are based on information currently available to the company and certain assumptions that the company deems to be reasonable at the time this report was prepared. The company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.

Quarterly Consolidated Financial Statements
(Quarterly Consolidated Balance Sheets)

(Million yen)

	Previous Fiscal Year (February 28, 2019)	Current First Quarter (May 31, 2019)
Assets		
Current assets		
Cash and deposits	44,233	40,453
Notes and accounts receivable	37,544	39,635
Electronically Recorded Monetary Claims	2,545	2,609
Inventories	2,211	1,798
Deposit of subsidiaries and affiliates	16,000	16,500
Other	4,927	5,243
Allowance for doubtful accounts	-167	-168
Total current assets	107,295	106,072
Fixed assets		
Tangible fixed assets		
Buildings and structures, net	1,479	1,475
Tools, furniture and fixtures, net	5,064	4,961
Land	2,032	2,032
Other, net	1,585	1,502
Total tangible fixed assets	10,161	9,971
Intangible assets		
Goodwill	6,765	6,605
Other	1,338	1,339
Total intangible assets	8,103	7,944
Investments and other assets		
Investment securities	4,256	3,937
Other	4,610	4,772
Allowance for doubtful accounts	-355	-355
Total investment and other assets	8,511	8,354
Total noncurrent assets	26,776	26,270
Total assets	134,071	132,342

(Million yen)

	Previous Fiscal Year (February 28, 2019)	Current First Quarter (May 31, 2019)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	25,967	24,389
Electronically recorded obligations - operating	4,910	4,821
Short-term borrowings	392	258
Current portion of long-term loans payable	2	2
Income taxes payable	3,661	1,675
Provision for bonuses	1,132	2,349
Accrued directors' and corporate auditors' remuneration	124	72
Allowance for sales discounts	846	860
Other	14,369	15,395
Total current liabilities	51,408	49,825
Long-term liabilities		
Long-term debt	15	14
Provision for directors' retirement benefits	199	185
Obligations for retirement pay	1,764	1,699
Asset retirement obligations	53	60
Allowance for sales discounts	1,903	1,783
Other	3,188	2,857
Total long-term liabilities	7,124	6,599
Total liabilities	58,532	56,425
Net assets		
Shareholders' equity		
Capital stock	3,238	3,238
Capital surplus	13,888	13,884
Retained earnings	65,910	66,383
Treasury stock	-10,327	-10,312
Total shareholders' equity	72,710	73,193
Other accumulated comprehensive income		
Valuation difference on securities	876	651
Foreign currency translation adjustments	84	224
Remeasurements of defined benefit plans	-493	-473
Total other accumulated comprehensive income	466	402
Share subscription rights	299	289
Non-controlling shareholders' equity	2,062	2,033
Total net assets	75,539	75,917
Total liabilities and net assets	134,071	132,342

Quarterly Consolidated Statement of Income and Quarterly Statement of Comprehensive Income
(Quarterly Consolidated Statement of Income)
(For the three months period)

(Million yen)

	Previous First Quarter (March 1, 2018– May 31, 2018)	Current First Quarter (March 1, 2019– May 31, 2019)
Net sales	76,370	79,048
Cost of sales	67,028	69,415
Gross profit	9,342	9,632
Selling, general and administrative expenses	5,556	5,832
Operating income	3,785	3,800
Non-operating income		
Interest income	9	11
Dividends income	30	41
Equity in income of affiliates	15	12
Other	22	28
Total non-operating income	78	93
Non-operating expenses		
Interest expenses	4	7
Foreign exchange loss	10	19
Other	31	44
Total non-operating expenses	47	71
Ordinary income	3,816	3,822
Extraordinary loss		
Loss on sales of investment security	-	7
Other	-	306
Total extraordinary loss	-	313
Profit before income taxes	3,816	3,508
Income taxes	1,655	1,620
Income taxes-deferred	-65	-240
Total income taxes	1,589	1,379
Net income	2,226	2,128
Net income attributable to non-controlling interests	159	58
Net income attributable to owners of parent	2,067	2,070

(Quarterly Consolidated Statement of Comprehensive Income)
(For the three months period)

(Million yen)

	Previous First Quarter (March 1, 2018– May 31, 2018)	Current First Quarter (March 1, 2019– May 31, 2019)
Net income	2,226	2,128
Other comprehensive income		
Valuation difference on securities	-35	-225
Foreign currency translation adjustments	-83	142
Remeasurements of defined benefit plans	-2	20
Total other comprehensive income	-120	-61
Comprehensive income	2,106	2,066
Breakdown		
Comprehensive income attributable to owners of parent	1,967	2,005
Comprehensive income attributable to non-controlling interests	138	61