

# Summary of Financial Results for the Second Quarter Ended August 31, 2015 [Japan GAAP] (Consolidated)

October 7, 2015

Company AEON DELIGHT CO., LTD.

Listed on the TSE1

Stock Code 9787

URL: <http://www.aeondelight.co.jp>

Representative Ippei Nakayama, President and CEO

Contact Yoshiyuki Kyomoto, General Manager, Group Strategy Div.

TEL: +81-6-6260-5632

Expected date of filing of quarterly report: October 14, 2015

Expected starting date of dividend payment: November 10, 2015

Preparation of quarterly supplementary financial document: Yes

Quarterly results briefing: Yes (for institutional investors and analysts)

(Rounded down to million yen)

## 1. Consolidated business results for the six months ended August 2015

(March 1, 2015 through August 31, 2015)

### (1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Aug. 2015	142,783	6.5	8,121	5.4	8,139	5.4	4,682	6.9
Six months ended Aug. 2014	134,049	0.4	7,702	1.7	7,725	2.0	4,380	5.6

(Note) Comprehensive income

Six months ended August 2015: 4,808 million yen (17.1%)

Six months ended August 2014: 4,104 million yen (-12.7%)

	Net income per share		Diluted net income per share	
	Yen	Yen	Yen	Yen
Six months ended Aug. 2015	89.14		88.93	
Six months ended Aug. 2014	83.42		83.23	

### (2) Consolidated financial position

	Total assets		Net assets		Shareholders' equity ratio		Net assets per share	
	Million yen	Million yen	Million yen	Million yen	%	Yen	Yen	
As of Aug. 2015	129,355		80,999		60.9	1,498.97		
As of Feb. 2015	126,044		77,495		59.8	1,435.64		

(Reference) Shareholders' equity:

As of August 2015: 78,743 million yen

As of February 2015: 75,406 million yen

## 2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Feb. 2015	—	25.00	—	25.00	50.00
Year ending Feb. 2016	—	26.00			
Year ending Feb. 2016 (forecast)			—	26.00	52.00

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

## 3. Forecast of consolidated business results for the year ending February 2016

(March 1, 2015 through February 29, 2016)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income		Net income per share	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen	Yen
Year ending Feb. 2016	280,000	5.0	17,000	7.2	17,000	6.6	9,400	7.7	178.96	

(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: | : Yes  |
| ②Changes in accounting policies other than ①                                      | : None |
| ③Changes in accounting estimates  | : None |
| ④Restatement  | : None |

(4) Shares outstanding (common stock)

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

As of August 2015	54,169,633 shares
As of February 2015	54,169,633 shares

②Treasury stock at the end of period

As of August 2015	1,638,011 shares
As of February 2015	1,645,216 shares

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

Six months ended August 2015	52,527,037 shares
Six months ended August 2014	52,504,746 shares

## ※ Implementation status of quarterly review procedures

This financial summary is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for review of consolidated financial statements pursuant to the Financial Instruments and Exchange Act have are being conducted.

## ※Explanation regarding appropriate use of business forecasts and other special instructions

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.

Consolidated Financial Statements  
(Consolidated Balance Sheet)

(Million yen)

	Previous Fiscal Year (February 28, 2015)	Current Second Quarter (August 31, 2015)
<b>Assets</b>		
Current assets		
Cash and deposits	15,580	13,137
Notes and accounts receivable-trade	36,674	38,825
Electronically recorded monetary obligations	3,381	5,479
Inventories	2,618	2,636
Deposit of subsidiaries and affiliates	41,326	42,143
Other	5,065	6,152
Allowance for doubtful accounts	-168	-247
Total current assets	104,477	108,128
Fixed assets		
Tangible fixed assets		
Buildings and structures, net	1,009	986
Land	278	277
Other, net	3,073	3,328
Total tangible fixed assets	4,361	4,591
Intangible fixed assets		
Goodwill	9,069	8,626
Other	1,867	2,233
Total intangible fixed assets	10,937	10,860
Investments and other assets		
Investment securities	3,768	3,523
Other	3,035	2,751
Allowance for doubtful accounts	-535	-500
Total investments and other assets	6,268	5,774
Total fixed assets	21,567	21,226
Total assets	126,044	129,355

(Million yen)

	Previous Fiscal Year (February 28, 2015)	Current Second Quarter (August 31, 2015)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable-trade	24,968	27,012
Electronically recorded monetary obligations	5,934	6,384
Income taxes payable	3,795	3,183
Reserve for bonuses	936	1,540
Reserve for directors' bonuses	115	58
Other	10,889	8,468
<b>Total current liabilities</b>	<b>46,640</b>	<b>46,649</b>
<b>Fixed liabilities</b>		
Reserve for directors' retirement benefits	189	191
Liabilities relating to retirement benefits	1,212	1,131
Asset retirement obligation	24	30
Other	481	351
<b>Total fixed liabilities</b>	<b>1,908</b>	<b>1,705</b>
<b>Total liabilities</b>	<b>48,549</b>	<b>48,355</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital	3,238	3,238
Capital surplus	18,850	18,858
Retained earnings	52,388	55,783
Treasury stock	-443	-442
<b>Total shareholders' equity</b>	<b>74,032</b>	<b>77,437</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	1,194	1,153
Foreign currency translation adjustment	601	559
Total accumulated adjustment relating to retirement benefits	-422	-406
<b>Total accumulated other comprehensive income</b>	<b>1,373</b>	<b>1,305</b>
<b>Stock acquisition rights</b>	<b>166</b>	<b>226</b>
<b>Minority interest</b>	<b>1,922</b>	<b>2,029</b>
<b>Total net assets</b>	<b>77,495</b>	<b>80,999</b>
<b>Total liabilities and net assets</b>	<b>126,044</b>	<b>129,355</b>

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

(Million yen)

	Previous Second Quarter (March 1, 2014 – August 31, 2014)	Current Second Quarter (March 1, 2015 – August 31, 2015)
Net sales	134,049	142,783
Cost of sales	116,770	124,185
Gross profit	17,278	18,598
Selling, general and administrative expenses	9,575	10,476
Operating income	7,702	8,121
Non-operating revenues		
Interest income	48	48
Dividend income	28	28
Investment gain on equity method	-	40
Other	9	23
Total non-operating revenues	85	139
Non-operating expenses		
Interest expenses	2	4
Accident compensation cost	7	37
Other	51	79
Total non-operating expenses	62	121
Ordinary income	7,725	8,139
Extraordinary profit		
Gain on sale of investment securities	15	160
Total extraordinary profit	15	160
Extraordinary loss		
Loss on retirement of fixed assets	-	9
Total extraordinary loss	-	9
Income before income taxes and minority interests	7,740	8,290
Income taxes-current	3,096	3,039
Income taxes-deferred	156	389
Total income taxes	3,252	3,429
Net income before minority interests	4,487	4,860
Minority interests in income	107	178
Net income	4,380	4,682

(Quarterly Consolidated Statement of Comprehensive Income)

(For the six months period)

	(Million yen)	
	Previous Second Quarter (March 1, 2014 – August 31, 2014)	Current Second Quarter (March 1, 2015 – August 31, 2015)
Net income before minority interests	4,487	4,860
Other comprehensive income		
Valuation difference on available-for-sale securities	-269	-40
Foreign currency translation adjustment	-114	-27
Adjustment relating to retirement benefits	-	16
Total other comprehensive income	-383	-52
Comprehensive income	4,104	4,808
(Breakdown)		
Comprehensive income attributable to shareholders of the parent company	4,014	4,614
Comprehensive income attributable to minority shareholders	89	193

## Quarterly Consolidated Statement of Cash Flows

(Million yen)

	Previous Second Quarter (March 1, 2014 – August 31, 2014)	Current Second Quarter (March 1, 2015 – August 31, 2015)
Net cash provided by (used in) operating activities		
Income before income taxes and minority interests	7,740	8,290
Depreciation and amortization	646	776
Amortization of goodwill	551	578
Increase (decrease) in provision for bonuses	434	604
Increase (decrease) in provision for retirement benefits	2	-
Increase (decrease) in liabilities relating to retirement benefits	-	-39
Increase (decrease) in provision for directors' retirement	8	2
Interest and dividends income	-76	-76
Interest expenses	2	4
Investment loss (gain) on equity method	-	-40
Loss (gain) on sale of investment securities	-15	-160
Decrease (increase) in notes and accounts receivable-trade	-6,219	-4,128
Decrease (increase) in inventories	-71	-18
Increase (decrease) in notes and accounts payable-trade	6,630	2,507
Increase (decrease) in accounts payable-other	-507	-1,493
Decrease (increase) in accounts receivable-other	873	-770
Increase (decrease) in accrued consumption tax etc.	890	-1,486
Other	529	12
Subtotal	11,421	4,562
Interest and dividends income received	73	76
Interest expenses paid	-2	-3
Income taxes paid	-3,674	-3,605
Net cash provided by (used in) operating activities	7,818	1,029
Net cash provided by (used in) investing activities		
Payments into time deposits	-300	-60
Proceeds from withdrawal of time deposits	300	60
Purchase of property, plant and equipment and intangible fixed assets	-836	-1,365
Proceeds from sales of investment securities	32	183
Purchase of investments in subsidiaries	-	-136
Payments for deposit of subsidiaries and affiliates	-109,065	-110,425
Collection of deposit of subsidiaries and affiliates	106,000	109,608
Other	-109	-84
Net cash provided by (used in) investing activities	-3,977	-2,218
Net cash provided by (used in) financing activities		
Cash dividends paid	-1,261	-1,312
Other	-29	-67
Net cash provided by (used in) financing activities	-1,290	-1,380
Effect of exchange rate change on cash and cash equivalents	-31	-72
Net increase (decrease) in cash and cash equivalents	2,518	-2,642
Cash and cash equivalents at beginning of period	12,028	15,476
Cash and cash equivalents at end of period	14,546	12,833