

Summary of Financial Results for the Third Quarter Ended November 30, 2016[Japan GAAP] (Consolidated)

January 11, 2017

C o m p a n y	AEON DELIGHT CO., LTD.	Listed on the TSE1
Stock Code	9787	URL: http://www.aeondelight.co.jp
Representative	Ippei Nakayama, President and CEO	
C o n t a c t	Yukio Furukawa, Director and Managing Director, Business Management	T E L: +81-6-6260-5632
Expected date of filing of quarterly report:	January 13, 2017	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 nine months ended November 2016

(March 1, 2016 through November 30, 2016)

(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	%
Nine months ended Nov. 2016	222,872	5.8	12,455	4.1	12,471	3.8	7,637	9.5
Nine months ended Nov. 2015	210,689	5.7	11,969	5.9	12,015	6.0	6,974	9.3

(Note) Comprehensive income

Nine months ended November 2016: 7,912 million yen (8.6%)

Nine months ended November 2015: 7,285 million yen (17.3%)

	Net income per share		Diluted net income per share	
	Yen		Yen	
Nine months ended Nov. 2016	145.33		144.95	
Nine months ended Nov. 2015	132.78		132.45	

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Nov. 2016	137,185	88,978	63.1	1,645.91
As of Feb. 2016	131,349	84,000	62.1	1,552.84

(Reference) Shareholders' equity

As of November 2016: 86,499 million yen

As of February 2016: 81,578 million yen

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen		Yen		Yen
Year ended Feb. 2016	—	26.00	—	26.00	52.00
Year ending Feb. 2017	—	28.00	—	—	—
Year ending Feb. 2017 (forecast)	—	—	—	27.00	55.00

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

Breakdown of the dividends for the second quarter of the fiscal year ending Feb. 2017:

Ordinary dividend 27.00 yen, Commemorative dividend 1.00 yen

3. Forecast of consolidated business results for the fiscal year ending February 2017

(March 1, 2016 through February 28, 2017)

(% 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	
Year ending Feb. 2017	305,000	8.5	17,500	4.7	17,500	4.9	10,000	3.5	190.35	

(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: | : 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 November 2016	54,169,633 shares
As of February 2016	54,169,633 shares

②Treasury stock at the end of period

As of November 2016	1,615,110 shares
As of February 2016	1,634,461 shares

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

Nine months ended November 2016	52,549,048 shares
Nine months ended November 2015	52,528,983 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

(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 Sheet)

(Million yen)

	Previous Fiscal Year (February 29, 2016)	Current Third Quarter (November 30, 2016)
Assets		
Current assets		
Cash and deposits	20,386	27,940
Notes and accounts receivable-trade	35,768	37,975
Electronically recorded monetary obligations	3,744	4,454
Investment securities	100	101
Inventories	2,897	2,717
Deposit of subsidiaries and affiliates	37,362	32,213
Other	5,776	5,877
Allowance for doubtful accounts	-360	-277
Total current assets	105,674	111,002
Fixed assets		
Tangible fixed assets		
Buildings and structures, net	1,642	1,645
Land	1,978	1,975
Other, net	3,464	4,362
Total tangible fixed assets	7,086	7,983
Intangible fixed assets		
Goodwill	7,989	7,185
Other	2,408	2,398
Total intangible fixed assets	10,397	9,584
Investments and other assets		
Investment securities	4,463	4,548
Other	4,221	4,558
Allowance for doubtful accounts	-494	-492
Total investments and other assets	8,190	8,615
Total fixed assets	25,674	26,182
Total assets	131,349	137,185

(Million yen)

	Previous Fiscal Year (February 29, 2016)	Current Third Quarter (November 30, 2016)
Liabilities		
Current liabilities		
Notes and accounts payable-trade	23,487	24,602
Electronically recorded monetary obligations	4,970	5,938
Short-term loans payable	-	271
Current portion of long-term loans payable	-	30
Income taxes payable	4,083	2,269
Reserve for bonuses	1,241	2,673
Reserve for directors' bonuses	115	96
Other	10,923	9,475
Total current liabilities	44,821	45,357
Fixed liabilities		
Long-term loans payable	-	293
Reserve for directors' retirement benefits	202	218
Liabilities relating to retirement benefits	1,714	1,660
Asset retirement obligation	42	50
Other	568	626
Total fixed liabilities	2,527	2,848
Total liabilities	47,348	48,206
Net assets		
Shareholders' equity		
Capital	3,238	3,238
Capital surplus	18,862	18,949
Retained earnings	59,393	64,193
Treasury stock	-441	-436
Total shareholders' equity	81,052	85,944
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	648	892
Foreign currency translation adjustment	372	83
Total accumulated adjustment relating to retirement benefits	-495	-420
Total accumulated other comprehensive income	525	555
Stock acquisition rights	221	263
Non-controlling interests	2,200	2,215
Total net assets	84,000	88,978
Total liabilities and net assets	131,349	137,185

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

(Million yen)

	Previous Third Quarter (March 1, 2015 – November 30, 2015)	Current Third Quarter (March 1, 2016 – November 30, 2016)
Net sales	210,689	222,872
Cost of sales	183,167	193,993
Gross profit	27,521	28,878
Selling, general and administrative expenses	15,552	16,423
Operating income	11,969	12,455
Non-operating revenues		
Interest income	71	44
Dividend income	38	57
Investment gain on equity method	60	55
Other	40	90
Total non-operating revenues	212	248
Non-operating expenses		
Interest expenses	7	15
Accident compensation cost	38	70
Other	120	145
Total non-operating expenses	165	232
Ordinary income	12,015	12,471
Extraordinary profit		
Gain on transfer from business divestitures	-	469
Gain on sale of investment securities	160	1
Total extraordinary profit	160	470
Extraordinary loss		
Loss on liquidation of business	-	136
Loss on disaster	-	56
Loss on valuation of investment securities	9	-
Other	1	37
Total extraordinary loss	11	230
Income before income taxes and minority interests	12,164	12,711
Income taxes-current	4,940	4,825
Income taxes-deferred	-44	-104
Total income taxes	4,896	4,720
Net income	7,268	7,990
Net income attributable to non-controlling interests	293	353
Net income attributable to owners of parent	6,974	7,637

(Quarterly Consolidated Statement of Comprehensive Income)

(For the nine months period)

(Million yen)

	Previous Third Quarter (March 1, 2015 – November 30, 2015)	Current Third Quarter (March 1, 2016 – November 30, 2016)
Net income	7,268	7,990
Other comprehensive income		
Valuation difference on available-for-sale securities	119	244
Foreign currency translation adjustment	-139	-397
Adjustment relating to retirement benefits	37	74
Total other comprehensive income	17	-78
Comprehensive income	7,285	7,912
(Breakdown)		
Comprehensive income attributable to owners of parent	6,995	7,666
Comprehensive income attributable to non-controlling interests	289	246