

# Summary of Financial Results for the First Quarter Ended May 31, 2017

## [Japan GAAP] (Consolidated)

July 5, 2017

Company AEON DELIGHT Co., Ltd. Listed on the TSE1  
 Stock Code 9787 URL: <http://www.aeondelight.co.jp>  
 Representative Ippei Nakayama, President and CEO  
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 Expected date of filing of quarterly report: July 14, 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 three months ended May 2017

(March 1, 2017 through May 31, 2017)

#### (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 2017	75,514	0.1	4,082	4.4	4,116	5.3	2,773	3.4
Three months ended May 2016	75,472	7.0	3,911	7.9	3,908	7.0	2,681	29.0

(Note) Comprehensive income

Three months ended May 2017: 2,930 million yen (7.2%)

Three months ended May 2016: 2,734 million yen (28.6%)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended May 2017	52.77	52.64
Three months ended May 2016	51.03	50.90

#### (2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of May 2017	141,224	93,456	64.3
As of Feb. 2017	139,505	92,089	64.0

(Reference) Shareholders' equity

As of May 2017: 90,813 million yen

As of February 2017: 89,345 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. 2017	-	28.00	-	27.00	55.00
Year ending Feb. 2018	-				
Year ending Feb. 2018 (forecast)		30.00	-	31.00	61.00

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

### 3. Forecast of consolidated business results for the fiscal year ending February 2018

(March 1, 2017 through February 28, 2018)

(% 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. 2017	155,000	2.4	8,700	2.3	8,700	2.3	5,400	1.1	102.75
Year ending Feb. 2018	305,000	3.5	18,000	4.3	18,000	3.6	10,700	4.5	203.60

(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

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

(4) Shares outstanding (common stock)

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

As of May 2017	54,169,633 shares
As of February 2017	54,169,633 shares

② Treasury stock at the end of period

As of May 2017	1,591,810 shares
As of February 2017	1,615,195 shares

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

Three months ended May 2017	52,563,622 shares
Three months ended May 2016	52,540,822 shares

**\* Financial summary is not subject to the quarterly review procedures.**

**\*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 and Major Notes  
(Quarterly Consolidated Balance Sheet)

(Million yen)

	Previous Fiscal Year (February 28, 2017)	Current First Quarter (May 31, 2017)
<b>Assets</b>		
Current assets		
Cash and deposits	31,717	31,951
Notes and accounts receivable-trade	36,958	37,760
Electronically recorded monetary obligations	3,577	4,571
Inventories	3,050	2,981
Deposit of subsidiaries and affiliates	31,713	31,713
Other	5,591	5,666
Allowance for doubtful accounts	-202	-185
Total current assets	112,405	114,459
Fixed assets		
Tangible fixed assets		
Buildings and structures, net	1,644	1,611
Land	1,975	1,975
Other, net	5,469	5,552
Total tangible fixed assets	9,089	9,139
Intangible fixed assets		
Goodwill	7,038	6,822
Other	2,056	2,095
Total intangible fixed assets	9,095	8,918
Investments and other assets		
Investment securities	4,546	4,740
Other	4,905	4,502
Allowance for doubtful accounts	-536	-535
Total investments and other assets	8,915	8,708
Total fixed assets	27,099	26,765
Total assets	139,505	141,224

(Million yen)

	Previous Fiscal Year (February 28, 2017)	Current First Quarter (May 31, 2017)
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	23,474	24,831
Electronically recorded monetary obligations	5,133	6,167
Short-term loans payable	241	236
Current portion of long-term loans payable	30	30
Income taxes payable	3,493	1,824
Reserve for bonuses	1,298	2,268
Reserve for directors' bonuses	117	42
Other	10,277	9,437
Total current liabilities	44,065	44,839
Fixed liabilities		
Long-term loans payable	293	277
Reserve for directors' retirement benefits	221	162
Liabilities relating to retirement benefits	1,613	1,583
Asset retirement obligation	49	49
Other	1,172	854
Total fixed liabilities	3,350	2,927
Total liabilities	47,416	47,767
Net assets		
Shareholders' equity		
Capital	3,238	3,238
Capital surplus	18,949	18,980
Retained earnings	66,795	68,149
Treasury stock	-436	-430
Total shareholders' equity	88,546	89,937
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	964	1,087
Foreign currency translation adjustment	251	184
Total accumulated adjustment relating to retirement benefits	-417	-395
Total accumulated other comprehensive income	799	876
Stock acquisition rights	263	309
Non-controlling interests	2,480	2,334
Total net assets	92,089	93,456
Total liabilities and net assets	139,505	141,224

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, 2016– May 31, 2016)	Current First Quarter (March 1, 2017– May 31, 2017)
Net sales	75,472	75,514
Cost of sales	66,001	65,719
Gross profit	9,471	9,794
Selling, general and administrative expenses	5,560	5,711
Operating income	3,911	4,082
Non-operating revenues		
Interest income	18	9
Dividend income	21	22
Equity in earnings of affiliates	14	13
Other	32	37
Total non-operating revenues	86	84
Non-operating expenses		
Interest expenses	3	7
Other	85	43
Total non-operating expenses	89	50
Ordinary income	3,908	4,116
Extraordinary profit		
Gain on transfer from business divestitures	469	—
Gain on sale of investment securities	—	2
Total extraordinary profit	469	2
Extraordinary loss		
Loss on disaster	48	—
Loss on business liquidation	—	3
Others	5	—
Total extraordinary loss	54	3
Income before income taxes and others	4,323	4,116
Corporate, inhabitant and enterprise taxes	1,462	1,346
Income taxes-deferred	75	-110
Total income taxes	1,537	1,235
Net income	2,786	2,880
Net income attributable to non-controlling interests	105	107
Net income attributable to owners of parent	2,681	2,773

(Quarterly Consolidated Statement of Comprehensive Income)

(For the three months period)

(Million yen)

	Previous First Quarter (March 1, 2016– May 31, 2016)	Current First Quarter (March 1, 2017– May 31, 2017)
Net income	2,786	2,880
Other comprehensive income		
Valuation difference on available-for-sale securities	10	123
Foreign currency translation adjustment	-94	-95
Remeasurements of defined benefit plans	31	21
Total other comprehensive income	-52	50
Comprehensive income	2,734	2,930
(Breakdown)		
Comprehensive income attributable to owners of parent	2,657	2,850
Comprehensive income attributable to non-controlling interests	76	80

● Notes on quarterly consolidated financial statements

(Notes on going concern assumption)

First quarter of FY2018 (March 1, 2017 – May 31, 2017)

None

● (Notes if there is a significant change in the amount of shareholders' equity)

First quarter of FY2018 (March 1, 2017 – May 31, 2017)

None