

Consolidated Financial Results
For the Second Quarter of the Year Ending March 31, 2018
(Japan GAAP)

October 27, 2017

Company name : Nippon Light Metal Holdings Company, Ltd.
 Stock exchange listing : First Section of Tokyo
 Code number : 5703
 URL : <http://www.nikkeikinholdings.com/>
 Representative : Ichiro OKAMOTO, President & Chief Executive Officer
 The expected date for filing of securities report : November 6, 2017
 The expected date of dividends payment : December 1, 2017
 Additional documents to supplement quarterly financial results : Yes
 Quarterly IR presentation : Yes (for analysts and institutional investors)

(Amounts less than one million yen are rounded off)

1. Consolidated Financial Results for the Six Months Ended September 30, 2017

(April 1, 2017 ~ September 30, 2017)

(1) Consolidated Results of Operations (Accumulated Total)

(% : changes from the same period of the previous fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended								
September 30, 2017	228,366	5.2	14,123	6.1	13,576	19.2	8,656	1.3
September 30, 2016	217,066	(5.5)	13,308	6.4	11,390	2.6	8,544	26.3

(Note) Comprehensive income: ¥11,085 million / 130.9% for the Six months ended September 30, 2017
 ¥4,801 million / (29.9%) for the Six months ended September 30, 2016

	Net profit per share (basic)	Net profit per share (diluted)
Six months ended	Yen	Yen
September 30, 2017	13.98	—
September 30, 2016	15.71	13.80

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
Six months ended				
September 30, 2017	457,685	181,096	36.4	268.72
Year ended				
March 31, 2017	448,623	173,624	35.6	257.82

(Reference) Shareholder's equity: ¥166,400 million as of the Six months ended September 30, 2017
 ¥159,653 million as of the Year ended March 31, 2017

2. Dividends

	Annual dividend per share				
	End of first quarter	End of second quarter	End of third quarter	Year-end	Annual
Year ended March 31, 2017	Yen —	Yen 3.00	Yen —	Yen 5.00	Yen 8.00
Year ending March 31, 2018	—	4.00			
Year ending March 31, 2018 (forecasts)			—	4.00	8.00

(Note) Revisions to dividend forecasts published most recently : None

3. Forecast of Consolidated Financial Results for the Year Ending March 31, 2018

(April 1, 2017 ~ March 31, 2018)

(% : changes from the same period of the previous fiscal year)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net profit per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Year ending March 31, 2018	470,000	4.8	30,000	(0.7)	28,000	6.7	18,000	(7.8)	29.07

(Note) Revisions to financial forecasts published most recently : None

*Notes

(1) Changes of important subsidiaries during the period

(changes of specific subsidiaries in accordance with changes in the scope of consolidation) : None

Newly added: — (Company name: —) Excluded : — (Company name : —)

(2) Application of particular accounts procedures to the preparation of quarterly consolidated financial statements

: None

(3) Changes in accounting policies and changes or restatement of accounting estimates

(i) Changes in accounting policies caused by revision of accounting standards : None

(ii) Changes in accounting policies other than (i) : None

(iii) Changes in accounting estimates : None

(iv) Restatement : None

(4) Number of shares outstanding (common stock)

(i) Number of shares outstanding at end of period (including treasury stock)

As of the Six months ended September 30, 2017	619,937,500 shares
As of the Year ended March 31, 2017	619,937,500 shares

(ii) Number of treasury stock at end of period

As of the Six months ended September 30, 2017	710,003 shares
As of the Year ended March 31, 2017	706,127 shares

(iii) Average number of shares outstanding during the term

For the Six months ended September 30, 2017	619,229,724 shares
For the Six months ended September 30, 2016	543,821,929 shares

* Status of a quarterly review

- This financial summary does not need to undergo a quarterly review under the Financial Instruments and

Exchange Act. Procedures for a quarterly review of the consolidated financial statements are being followed at the time of the announcement of this financial summary.

- * Explanations and other special notes concerning the appropriate use of business performance forecasts
- The forward-looking statements such as result forecasts included in this document are based on the information available to the Company at the time of the announcement and on certain assumptions considered reasonable, and the Company makes no representations as to their achievability. Actual results may differ materially from the forecast depending on a range of factors.

【Attached documents】 Quarterly Consolidated Financial Statements

1: Quarterly Consolidated Balance Sheets

(Millions of yen)

	Year ended (March 31, 2017)	Six months ended (September 30, 2017)
Assets		
Current assets		
Cash and deposits	36,346	33,243
Notes and accounts receivable – trade	135,955	143,879
Finished products	24,305	26,912
Work-in-progress, including costs related to construction-type contracts	16,112	18,234
Raw material and supplies	18,803	19,630
Other current assets	16,218	18,492
Allowance for doubtful accounts	(1,345)	(1,019)
Total current assets	246,394	259,371
Fixed assets		
Property, plant and equipment		
Buildings and structures	44,751	45,588
Machinery and equipment	43,164	42,319
Tools, furniture and fixtures	3,677	4,055
Land	54,535	54,634
Construction-in-progress	5,104	4,968
Total property, plant and equipment	151,231	151,564
Intangible assets		
Other intangible assets	3,190	2,992
Total intangible assets	3,190	2,992
Investments and other assets		
Other assets	48,219	44,177
Allowance for doubtful accounts	(411)	(419)
Total investments and other assets	47,808	43,758
Total fixed assets	202,229	198,314
Total assets	448,623	457,685

(Millions of yen)

	Year ended (March 31, 2017)	Six months ended (September 30, 2017)
Liabilities		
Current liabilities		
Notes and accounts payable – trade	67,300	73,095
Short-term borrowings	81,268	82,158
Income taxes payable	2,909	4,444
Other current liabilities	32,800	31,172
Total current liabilities	184,277	190,869
Long-term liabilities		
Bonds	—	676
Long-term debt	67,894	61,838
Liabilities for retirement benefits	20,583	20,812
Other long-term liabilities	2,245	2,394
Total long-term liabilities	90,722	85,720
Total liabilities	274,999	276,589
Net assets		
Shareholders' equity		
Common stock	46,525	46,525
Additional paid-in capital	19,064	19,064
Retained earnings	89,076	94,715
Treasury stock, at cost	(65)	(65)
Total shareholders' equity	154,600	160,239
Accumulated other comprehensive income		
Net unrealized gains (losses) on securities	4,229	4,297
Net unrealized gains (losses) on hedges	74	99
Revaluation surplus	145	145
Foreign currency translation adjustments	1,875	2,817
Remeasurements of defined benefits plans	(1,270)	(1,197)
Total accumulated other comprehensive income	5,053	6,161
Non-controlling interests	13,971	14,696
Total net assets	173,624	181,096
Total liabilities and net assets	448,623	457,685

2: Quarterly Consolidated Statements of Income and
 Quarterly Consolidated Statements of Comprehensive Income

Quarterly Consolidated Statements of Income

(Millions of yen)

	Six months ended (September 30, 2016)	Six months ended (September 30, 2017)
Net sales	217,066	228,366
Cost of sales	173,768	183,576
Gross profit	43,298	44,790
Selling, general and administrative expenses	29,990	30,667
Operating profit	13,308	14,123
Non-operating profit		
Rental income	357	410
Other	1,746	1,262
Total non-operating profit	2,103	1,672
Non-operating expenses		
Interest expense	939	702
Foreign exchange losses	1,550	—
Other	1,532	1,517
Total non-operating expenses	4,021	2,219
Ordinary profit	11,390	13,576
Special gains		
Gain from sales of fixed assets	409	—
Total special gains	409	—
Profit before income taxes and minority interests	11,799	13,576
Income taxes - current	2,106	2,712
Income taxes - deferred	811	1,103
Total income taxes	2,917	3,815
Net profit	8,882	9,761
Profit attributable to non-controlling interests	338	1,105
Profit attributable to owners of parent	8,544	8,656

Quarterly Consolidated Statements of Comprehensive Income

(Millions of yen)

	Six months ended (September 30, 2016)	Six months ended (September 30, 2017)
Net profit	8,882	9,761
Other comprehensive income		
Net unrealized gains (losses) on securities	260	74
Net unrealized gains (losses) on hedges	31	25
Foreign currency translation adjustments	(2,697)	939
Remeasurements of defined benefit plans	181	85
Equity of other comprehensive income (losses) of affiliates	(1,856)	201
Total other comprehensive income (losses)	(4,081)	1,324
Comprehensive income	4,801	11,085
Comprehensive income attributable to owners of parent	5,160	9,764
Comprehensive income (losses) attributable to non-controlling interests	(359)	1,321