

**Consolidated Financial Results  
for the Fiscal Year Ended December 31, 2017  
[Japanese GAAP]**



February 14, 2018

Company name: LEGS COMPANY, LTD.  
 Stock exchange listing: Tokyo Stock Exchange  
 Code number: 4286  
 URL: <http://www.legs.co.jp/>  
 Representative: Junichiro Uchikawa, President & CEO  
 Contact: Makoto Yoneyama, Senior Managing Director, General Manager of Administration Division  
 Phone: +81-3-3408-3090  
 Scheduled date of Annual General Meeting of Shareholders: March 28, 2018  
 Scheduled date of commencing dividend payments: March 29, 2018  
 Scheduled date of filing annual securities report: March 29, 2018  
 Availability of supplementary briefing material on annual financial results: Not available  
 Schedule of annual financial results briefing session: Scheduled (for institutional investors)

(Amounts of less than one million yen are rounded down.)

**1. Consolidated Financial Results for the Fiscal Year Ended December 31, 2017 (January 1, 2017 to December 31, 2017)**

(1) Consolidated Operating Results (% indicates changes 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	%
Fiscal year ended December 31, 2017	13,321	4.5	846	(1.8)	925	5.8	629	18.6
December 31, 2016	12,748	12.5	862	8.0	874	5.1	530	(2.7)

(Note) Comprehensive income: Fiscal year ended December 31, 2017: ¥699 million [34.9%]

Fiscal year ended December 31, 2016: ¥518 million [4.2%]

	Net income per share	Diluted earnings per share	Return on equity	Ordinary income to total assets	Operating income to net sales
	Yen	Yen	%	%	%
Fiscal year ended December 31, 2017	59.99	59.25	12.9	13.4	6.4
December 31, 2016	50.61	49.61	11.9	13.8	6.8

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended December 31, 2017: ¥- million

Fiscal year ended December 31, 2016: ¥- million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2017	7,354	5,190	69.8	487.12
As of December 31, 2016	6,427	4,649	71.5	440.22

(Reference) Equity: As of December 31, 2017: ¥5,133 million

As of December 31, 2016: ¥4,592 million

### (3) Consolidated Cash Flows

	Net cash from operating activities	Net cash from investing activities	Net cash from financing activities	Cash and cash equivalents at the end of the period
Fiscal year ended	Million yen	Million yen	Million yen	Million yen
December 31, 2017	1,013	102	(170)	2,884
December 31, 2016	(73)	(102)	(293)	1,929

### 2. Dividends

	Annual dividends					Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
December 31, 2016	-	0.00	-	18.00	18.00	189	35.6	4.2
December 31, 2017	-	0.00	-	19.00	19.00	202	31.7	4.1
Fiscal year ending December 31, 2018 (Forecast)	-	0.00	-	20.00	20.00		30.5	

(Note) Total dividends include the dividends of 1 million yen for the fiscal year ended December 31, 2016 and the dividends of 1 million yen for the fiscal year ended December 31, 2017 for the Japanese Employee Stock Ownership Plan (J-ESOP).

### 3. Consolidated Financial Results Forecast for the Fiscal Year Ending December 31, 2018 (January 1, 2018 to December 31, 2018)

(% indicates changes 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
First half	6,200	9.4	210	81.0	210	11.6	145	11.2	13.76
Full year	14,500	8.8	1,000	18.1	1,000	8.1	690	9.6	65.48

**\*Notes:**

- (1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
- (2) Changes in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies due to the revision of accounting standards: No
  - 2) Changes in accounting policies other than 1) above: No
  - 3) Changes in accounting estimates: No
  - 4) Retrospective restatement: No
- (3) Total number of issued shares (common shares)
  - 1) Total number of issued shares at the end of the period (including treasury shares):
    - December 31, 2017: 10,840,000 shares
    - December 31, 2016: 10,840,000 shares
  - 2) Total number of treasury shares at the end of the period:
    - December 31, 2017: 302,000 shares
    - December 31, 2016: 406,800 shares
  - 3) Average number of shares during the period:
    - Fiscal year ended December 31, 2017: 10,489,267 shares
    - Fiscal year ended December 31, 2016: 10,488,936 shares

(Note) With the introduction of the Japanese Employee Stock Ownership Plan (J-ESOP), the Company's stock held by the Trust Account (100,000 shares for the fiscal year ended December 31, 2017 and 100,000 shares for the fiscal year ended December 31, 2016) is included in the total number of treasury shares at the end of the fiscal year ended December 31, 2017. The Company's stock held by the Trust Account (the 100,000 shares for the fiscal year ended December 31, 2017 and the 100,000 shares for the fiscal year ended December 31, 2016) is included in the treasury shares deducted in the calculation of the average number of shares during the fiscal year ended December 31, 2016.

(Reference) Summary of Non-consolidated Financial Results

**Non-consolidated Financial Results for the Fiscal Year Ended December 31, 2017 (January 1, 2017 to December 31, 2017)**

(1) Non-consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended								
December 31, 2017	13,013	4.3	846	(3.9)	919	4.1	635	28.2
December 31, 2016	12,477	14.4	881	2.9	883	(0.5)	495	59.8

Fiscal year ended	Net income per share	Diluted net income per share
	Yen	Yen
December 31, 2017	60.59	59.84
December 31, 2016	47.27	46.34

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of December 31, 2017	7,070	4,991	69.8	468.25
As of December 31, 2016	6,105	4,454	72.0	421.58

(Reference) Equity: As of December 31, 2017: ¥4,934 million

As of December 31, 2016: ¥4,398 million

\*These financial results are outside the scope of audit

\*Explanation of the proper use of financial results forecast and other notes

The earnings forecasts and other forward-looking statements herein are based on information available as of this moment and certain assumptions deemed reasonable. Actual results may differ significantly from these forecasts due to a wide range of factors. Please refer to “1. Overview of business results, etc. (1) Overview of business results for the fiscal year under review” on page 2 of the attached material for assumptions for financial results forecast and notes to the use of financial results forecast.