

This English translation of the financial report was prepared for reference purposes only and is qualified in its entirety by the original Japanese version. The financial information contained in this report is derived from our unaudited consolidated financial statements.

Consolidated Financial Report For the Year Ended February 28, 2018 (IFRS)

April 11, 2018

Company Name : KOMEDA Holdings Co., Ltd. Stock Exchange Listing : Tokyo and Nagoya

Securities Code: 3543 URL: http://www.komeda-holdings.co.jp/index.html

Representative: Okitane Usui, President & CEO

Contact for enquiries Seiji Shintani, Corporate Officer (TEL) +81-52-936-8880

Date of the ordinary general shareholders' meeting: May 29, 2018

Filing date of security report (as planned): May 30, 2018

Dividend payable date (as planned): May 14, 2018

Supplemental material of financial results: Yes

Convening briefing of financial results: Yes

(Millions of yen; amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Year Ended February 28, 2018

(1) Consolidated Operating Results

(Percentages represent year-on-year changes)

	Rever	nue	Opera prof	_	Incor befo income	re	Net inc	come	Net inconstraints attributed own of the p	able to ers	Total comprehensive income		
	(Millions	%	(Millions	%	(Millions	%	(Millions	%	(Millions	%	(Millions	%	
Fiscal year ended	of yen)	70	of yen)	70	of yen)		of yen)		of yen)	76	of yen)	70	
February 28, 2018	25,984	8.0	7,207	4.7	7,084	6.2	4,905	8.8	4,905	8.8	4,903	8.5	
February 28, 2017	24,052	10.7	6,885	5.0	6,668	5.2	4,508	9.3	4,508	9.3	4,518	9.5	

	Basic earnings per share	Diluted earnings per share	Ratio of net income to equity attributable to owners of the parent	Ratio of income before income taxes to total assets	Ratio of operating profit to revenue
Fiscal year ended	(Yen)	(Yen)	(%)	(%)	(%)
February 28, 2018	109.74	107.30	19.0	11.4	27.7
February 28, 2017	102.62	99.48	20.1	11.3	28.6

The Company conducted a 150-for-1 share split of the common stock on April 20, 2016. Accordingly, the basic earnings per share and diluted earnings per share are calculated assuming that the share split came into effect at the beginning of the fiscal year ended February 28, 2017

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent to total assets	Equity per share attributable to owners of parent
As of	(Millions of yen)	(Millions of yen)	(Millions of yen)	(%)	(Yen)
February 28, 2018	62,831	27,295	27,295	43.4	603.40
February 28, 2017	60,981	24,225	24,225	39.7	545.66

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investment activities	Cash flows from financing activities	Cash and cash equivalents at end of the year
Fiscal year ended	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)
February 28, 2018	5,392	(3,491)	(3,705)	5,430
February 28, 2017	6,040	(465)	(2,792)	7,244

2. Dividends

		Divid	dends per s	hare		Total	Davis directo	Ratio of dividends to equity		
	First quarter	Second quarter	Third quarter	Fourth quarter	Total	Total dividends	Payout ratio (Consolidated)	attributable to owners of the parent (Consolidated)		
	(Yen)	(Yen)	(Yen)	(Yen)	(Yen)	(Millions of yen)	(%)	(%)		
Fiscal year ended February 28, 2017	_	25.00	_	25.00	50.00	2,201	48.7	9.9		
Fiscal year ended February 28, 2018	1	25.00	ı	25.00	50.00	2,248	45.6	8.7		
Fiscal year ended February 28, 2019(Forecasted)		25.00		25.00	50.00		_			

3. Forecasts on the Consolidated Financial Results for the Fiscal Year Ending February 28, 2019 (March 1, 2018 - February 28, 2019)

(Percentages represent year-on-year changes)

	Rever	nue	Opera prof	•	Income before income taxes		Net inco	ome	Net inco attributal owne of the pa	ole to ers	Basic earnings per share	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	%	(Yen)	
Fiscal year ending February 28, 2019	30,301	16.6	7,565	5.0	7,437	5.0	5,103	4.1	5,103	4.1	113.10	

(1) Changes in status of significant subsidiaries during the year (changes in specified subsidiaries accompanying changes in : No scope of consolidation)

(2) Changes in accounting policies and accounting estimates

(i) Changes in accounting policies required by IFRSs : Yes
(ii) Changes in accounting policies other than those in (i) : No
(iii) Changes in accounting estimates : No

(3) Number of issued shares (common stock)

(i) Number of issued shares (including treasury stock)

(ii) Number of treasury stock

(iii) Average number of issued shares during the year

As of February 28, 2018	45,122,550	As of February 28, 2017	44,206,050		
As of February 28, 2018	-	As of February 28, 2017	-		
Fiscal year ended	44,692,957	Fiscal year ended	43,932,092		
February 28, 2018	. 1,002,007	February 28, 2017	10,002,002		

- * Notes: The Company conducted a 150-for-1 share split of the common stock on April 20, 2016. Accordingly, the number of issued share (common stock) is calculated assuming that the share split came into effect at the beginning of the fiscal year ended February 28, 2017
- * This report is not subject to audit procedures
- * Notes for using forecasted information and other matters

The forecasts above are based on information available at the date of this report and certain assumptions deemed to be reasonable. The Company does not provide any assurance as to achievement of these forecasts. In addition, the actual results may vary materially from the forecasts due to various uncertainties.

* Method of obtaining supplemental materials Supplementary results materials will be published on the website of KOMEDA Holdings Co., Ltd. on April 13, 2018.

(Αp	pen	dix)
•	· 'P	ρο	٠,

Contents

(1) Consolidated Statements of Financia	I F	0	sit	io	n	•	•	•	•	•	•	•	•	•	٠	1
(2) Consolidated Statements of Income	•	•	•	•	•	•	•	•	•	•	•	•	•	•	•	2

(3) Consolidated Statements of Cash Flows • • • • • • • • • 3

Consolidated Financial Statements

(1) Consolidated Statements of Financial Position (Unaudited)

Assets February 28, 2017 February 28, 2018 Current assets Cash and cash equivalents 7,243,860 5,429,765 Trade and other receivables 3,043,706 3,337,856 Other financial assets 389,773 3,125,797 Inventories 211,577 175,764 Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 600dwill 38,312,892 33,312,892 Goodwill 38,312,892 33,312,892 33,312,892 Other intangible assets 3,300,714 3,502,829 Other inancial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,125 Total non-current assets 49,532,653 50,063,966 Total assets 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,110,379 Other financial liabilities 6,347,132		(Thousands of y As of				
Current assets 7,243,860 5,429,785 Cash and cash equivalents 3,043,706 3,337,856 Cither financial assets 369,773 3,125,797 Inventories 211,577 175,764 Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 11,448,828 12,766,686 Property, plant and equipment 5,343,165 5,495,667 Goodwill 38,312,892 38,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,208,292 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 9,220 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,965 Total assets 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,						
Cash and cash equivalents 7,243,860 5,429,765 Trade and other receivables 3,043,706 3,337,856 Other financial assets 369,773 1,125,797 Ilwentories 2211,577 175,764 Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 11,448,828 12,766,686 Non-current assets 5,343,165 5,495,667 Goodwill 38,312,892 38,312,892 Other intangibile assets 36,002 51,118 Trade and other receivables 2,189,943 2,388,044 Other inancial assets 2,189,943 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,126 Total assets 49,532,653 50,063,966 Total assets 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 6,347,132 </th <th>Assets</th> <th></th> <th></th>	Assets					
Trade and other receivables 3,043,706 3,337,856 Other financial assets 369,773 3,125,797 Inventories 211,577 175,764 Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 5,495,667 5,495,667 Goodwill 38,312,892 38,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,633 39,290 Other non-current assets 211,259 202,126 Total assets 60,981,481 62,830,652 Total assets 60,981,481 62,830,652 Total assets 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 3,349,213 1,385,388 Other current liabilities 3,372,957	Current assets					
Other financial assets 369,773 3,125,797 Inventories 211,577 175,764 Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 3,312,892 39,312,892 Property, plant and equipment 5,343,165 5,495,667 Goodwill 38,312,892 39,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 11,56,383 39,229 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities 975,494 1,136,442 Trade and other payables 1,797,497 1,997,198 Income tax payable 1,025,897 1,103,797 Other intancial liabilities 1,49,213 1,385,388 Other current liabilities	Cash and cash equivalents	7,243,860	5,429,765			
Inventories 211,577 175,764 Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 11,448,828 12,766,686 Non-current assets 7,49,665 5,495,667 Goodwill 38,312,892 38,312,892 38,312,892 Other intrangible assets 63,002 51,118 Trade and other receivables 2,189,983 2,388,044 Deferred tax assets 115,638 93,220 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities 7,774,477 1,997,198 Income tax payable 7,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other inancial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,247,132 6,537,277 Non-current liabilities 6,20,617 7,130,208 Deferred tax liabilities 6,520,617 7,130,208 Deferred tax liabilities 30,499,754 28,998,663 Total non-current liabilities 30,499,754 30,998,663 Total non-current liabilities 30,499,754 30,998,663 Total non-current liabilities 30,499,754 30,998,663 Total	Trade and other receivables	3,043,706	3,337,856			
Other current assets 579,912 697,504 Total current assets 11,448,828 12,766,686 Non-current assets 11,448,828 12,766,686 Non-current assets 5,343,165 5,495,667 Goodwill 38,312,892 38,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,128 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities 7 1,971,497 1,997,198 Trade and other payables 975,494 1,136,442 5,977,198 Income tax payable 1,025,887 1,103,797 1,997,198 Other financial liabilities 1,349,213 1,385,368 Other financial liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,53	Other financial assets	369,773	3,125,797			
Total current assets 11,448,828 12,766,686 Non-current assets Property, plant and equipment 5,343,165 5,495,667 Goodwill 38,312,892 38,312,892 Other intangible assets 63,0002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 39,229 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities 50,063,966 50,981,481 62,830,652 Varient liabilities 975,494 1,136,442 5,977,497 1,997,198 Income tax payable 1,025,887 1,103,798 1,103,798 1,103,798 1,103,798 1,103,798 1,103,798 1,103,798 1,103,798 1,104,472 1,134,472 3,138,368 3,444 3,138,368 3,444 3,138,368 3,444 3,138,368 3,138,368 3,144,472 3,138,368	Inventories	211,577	175,764			
Non-current assets Property, plant and equipment 5,343,165 5,495,667 Goodwill 38,312,892 38,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 39,290 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total non-current assets 60,981,481 62,830,652 Liabilities Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,240,617 7,130,208 Other financial liabilities </td <td>Other current assets</td> <td>579,912</td> <td>697,504</td>	Other current assets	579,912	697,504			
Property, plant and equipment 5,343,165 5,495,667 Goodwill 38,312,892 38,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 6,347,132 6,537,277 Non-current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,520,617 7,130,208 Deferred tax liabilities 6	Total current assets	11,448,828	12,766,686			
Goodwill 38,312,892 38,312,892 Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,302,962 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current liabilities 6,520,617 7,130,208 Deferred tax liabilities 6,520,617 7,130,208 Deferred tax liabilities 6,520,617 7	Non-current assets					
Other intangible assets 63,002 51,118 Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 291,259 20,212 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities and equity Liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other criment liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current liabilities 6,520,617 7,130,208 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 6,520,617 7,130,208 Oth	Property, plant and equipment	5,343,165	5,495,667			
Trade and other receivables 3,296,714 3,520,829 Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 30,409,754 28,998,663 Total non-current liabilities 30,766,886 35,535,940	Goodwill	38,312,892	38,312,892			
Other financial assets 2,189,983 2,388,044 Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities and equity Liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 91,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 30,409,754 28,998,663 Total non-current liabilities 30,409,754 28,998,663 <td>Other intangible assets</td> <td>63,002</td> <td>51,118</td>	Other intangible assets	63,002	51,118			
Deferred tax assets 115,638 93,290 Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities and equity Liabilities Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 91,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886	Trade and other receivables	3,296,714	3,520,829			
Other non-current assets 211,259 202,126 Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities and equity Liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 30,409,754 28,998,663 Total lon-current liabilities 30,409,754 28,998,663 Total liabilities 30,756,886 35,53	Other financial assets	2,189,983	2,388,044			
Total non-current assets 49,532,653 50,063,966 Total assets 60,981,481 62,830,652 Liabilities and equity Liabilities Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current debt 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 30,409,754 28,998,663 Total inon-current liabilities 30,409,754 28,998,663 Total isbilities 36,756,886 35,535,940 Equity 20,20,205 1	Deferred tax assets	115,638	93,290			
Total assets 60,981,481 62,830,652 Liabilities and equity Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current liabilities 6,520,617 7,130,208 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390	Other non-current assets	211,259	202,126			
Liabilities and equity Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current liabilities 6,520,617 7,130,208 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 26,998,663 Total liabilities 36,756,886 35,535,940 Equity 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 <td>Total non-current assets</td> <td>49,532,653</td> <td>50,063,966</td>	Total non-current assets	49,532,653	50,063,966			
Liabilities Current liabilities Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 6,347,132 6,537,277 Non-current debt 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Eq	Total assets	60,981,481	62,830,652			
Current liabilities 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total iabilities 36,756,886 35,535,940 Equity 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Liabilities and equity					
Trade and other payables 975,494 1,136,442 Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total iliabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595	Liabilities					
Short-term borrowings 1,797,497 1,997,198 Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current debt 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Current liabilities					
Income tax payable 1,025,887 1,103,797 Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Trade and other payables	975,494	1,136,442			
Other financial liabilities 1,349,213 1,385,368 Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities Long-term debt 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Short-term borrowings	1,797,497	1,997,198			
Other current liabilities 1,199,041 914,472 Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Income tax payable	1,025,887	1,103,797			
Total current liabilities 6,347,132 6,537,277 Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Other financial liabilities	1,349,213	1,385,368			
Non-current liabilities 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Other current liabilities	1,199,041	914,472			
Long-term debt 23,372,957 21,330,458 Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Total current liabilities	6,347,132	6,537,277			
Other financial liabilities 6,520,617 7,130,208 Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Non-current liabilities					
Deferred tax liabilities 28,622 25,577 Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Long-term debt	23,372,957	21,330,458			
Provisions 77,528 80,133 Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Other financial liabilities	6,520,617	7,130,208			
Other non-current liabilities 410,030 432,287 Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Deferred tax liabilities	28,622	25,577			
Total non-current liabilities 30,409,754 28,998,663 Total liabilities 36,756,886 35,535,940 Equity 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Provisions	77,528	80,133			
Total liabilities 36,756,886 35,535,940 Equity 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Other non-current liabilities	410,030	432,287			
Equity Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Total non-current liabilities	30,409,754	28,998,663			
Common stock 177,558 391,500 Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Total liabilities	36,756,886	35,535,940			
Capital surplus 12,823,350 13,001,815 Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Equity					
Retained earnings 11,213,808 13,893,007 Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Common stock	177,558	391,500			
Other components of equity 9,879 8,390 Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Capital surplus	12,823,350	13,001,815			
Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Retained earnings	11,213,808	13,893,007			
Equity attributable to owners of the parent 24,224,595 27,294,712 Total equity 24,224,595 27,294,712	Other components of equity					
Total equity 24,224,595 27,294,712	Equity attributable to owners of the parent					
	Total equity					

(2) Consolidated Statements of Income (Unaudited)

Diluted (Yen)

	(Thousands of ye For the year ended February 28,							
	2017	2018						
Revenue	24,051,807	25,984,334						
Cost of sales	(14,061,179)	(15,512,880)						
Gross profit	9,990,628	10,471,454						
Other operating income	29,317	49,810						
Selling, general and administrative expenses	(3,018,092)	(3,271,973)						
Other operating expenses	(116,433)	(42,562)						
Operating profit	6,885,420	7,206,729						
Interest income	20,059	25,539						
Interest expense	(237,180)	(148,333)						
Income before income taxes	6,668,299	7,083,935						
Income taxes	(2,159,975)	(2,179,295)						
Net income	4,508,324	4,904,640						
Net income attributable to:								
Owners of the parent	4,508,324	4,904,640						
Net income	4,508,324	4,904,640						
Earnings per share								
Basic (Yen)	102.62	109.74						

99.48

107.30

(Thousands of yen)

	For the year ended February 28,	
<u> </u>	2017	2018
Cash flows from operating activities		
Income before income taxes	6,668,299	7,083,935
Depreciation and amortization	430,797	468,826
Financial income	(20,059)	(25,539)
Financial expense	237,180	148,333
Decrease (increase) in trade and other receivables	170,870	(346,044)
Decrease (increase) in guarantee deposits and construction assistance fund receivables	(296,512)	(190,643)
Decrease (increase) in other financial assets	(69,668)	103,696
Increase (decrease) in trade payables	(5,918)	160,949
Increase (decrease) in guarantee deposits received and construction assistance fund received	684,216	524,277
Increase (decrease) in other financial liabilities	588,013	(21,803)
Others	411,642	(256,539)
Subtotal	8,798,860	7,649,448
Interest received	2,017	2,829
Interest paid	(109,122)	(60,467)
Income taxes paid	(2,651,575)	(2,558,068)
Income taxes refunded	_	358,652
Net cash provided by operating activities	6,040,180	5,392,394
Cash flows from investing activities		
Payments into time deposits	(351,215)	(3,000,000)
Proceeds from withdrawal of time deposits	368,461	_
Purchase of property, plant and equipment	(629,772)	(630,715)
Proceeds from sales of property, plant and equipment	1,119	123
Payments for retirement of property, plant and equipment	_	(560)
Purchase of intangible assets	(16,477)	(12,895)
Proceeds from redemption of securities	160,246	150,475
Collection of loans receivable	2,322	2,429
Net cash used in investing activities	(465,316)	(3,491,143)
Cash flows from financing activities		
Repayments of long-term debt	(1,800,000)	(1,800,000)
Repayments of lease obligations	(49,420)	(58,599)
Proceeds from issuance of common stock	135,621	373,460
Cash dividends paid to owners of the parent	(1,078,316)	(2,220,041)
Net cash used in financing activities	(2,792,115)	(3,705,180)
Effect of exchange rate changes on cash and cash equivalents	(27,605)	(10,166)
Net increase (decrease) in cash and cash equivalents	2,755,144	(1,814,095)
Cash and cash equivalents at beginning of the year	4,488,716	7,243,860
Cash and cash equivalents at end of the year	7,243,860	5,429,765
	7,210,000	0, 120,700