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## Consolidated Financial Results for the First Quarter of Fiscal 2019 (Three months ended March 31, 2019) [Japanese GAAP]

May 14, 2019

Listed Company Name: OYO Corporation  
Stock Exchange Listings: Tokyo Stock Exchange (First Section)

Stock Code Number: 9755 URL: <https://www.oyo.co.jp/>  
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Scheduled date for submission of quarterly report: May 14, 2019

Scheduled date for dividend payment: —

Supplementary materials on quarterly results: No

Holding of quarterly financial results briefing: No

(Amounts less than one million yen are rounded down)

### 1. Consolidated Financial Highlights

(1) Consolidated Results of Operation (% 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	%
Q1 FY2019	12,995	4.7	1,031	(11.4)	1,135	(9.1)	693	(14.0)
Q1 FY2018	12,410	(1.7)	1,163	16.3	1,248	8.1	805	(5.8)

(NOTE) Comprehensive Income (loss): Q1 FY2019 904 million yen [- %] Q1 FY2018 (290) million yen [- %]

	Net income per share	Diluted net income per share
	yen	yen
Q1 FY2019	26.54	—
Q1 FY2018	30.50	—

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	million yen	million yen	%
As of March 31, 2019	82,578	66,792	80.5
As of December 31, 2018	80,418	66,013	81.9

(Reference) Shareholders' equity: As of March 31, 2019 66,452 million yen As of December 31, 2018 65,881 million yen

### 2. Dividends

	Dividends per share				
	End of Q1	End of Q2	End of Q3	Year-end	Total
	yen	yen	yen	yen	yen
FY2018	—	14.00	—	14.00	28.00
FY2019	—	—	—	—	—
FY2019 (forecast)	—	14.00	—	14.00	28.00

(NOTE) Revision to cash dividends forecast most recently announced: None

### 3. Consolidated financial results forecasts for the fiscal year ending December 31, 2019 (FY2019)

(% 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
Full fiscal year	49,500	9.4	1,900	28.3	2,300	20.2	1,300	61.6	49.65

(NOTE) Revisions to the financial results forecast announced most recently: None

※ Notes

(1) Changes in important subsidiaries during the period

(Changes in specified subsidiaries accompanying changes in scope of consolidation): None

(2) Adoption of specific accounting methods for the preparation of quarterly consolidated financial statements: Yes

(3) Changes in accounting policies, changes in accounting estimates and restatements

- |  |      |
|--|------|
| ① Changes in accounting policies due to revisions of accounting standards, etc.: | None |
| ② Changes due to accounting policies other than ①:                               | None |
| ③ Change in accounting estimates:  | None |
| ④ Restatements:  | None |

(4) Number of shares outstanding (common stock)

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

As of March 31, 2019	27,582,573 shares
As of December 31, 2018	27,582,573 shares

② Number of treasury stock at the end of the period

As of March 31, 2019	1,469,644 shares
As of December 31, 2018	1,469,573 shares

③ Average number of shares during the period (quarterly cumulative total)

Q1 FY2019	26,112,953 shares
Q1 FY2018	26,414,312 shares

※This quarterly financial results report is exempt from quarterly review by certified public accountant or auditing firm.

※Explanations regarding the appropriate use of forecast of operating results and other special items

Forward-looking statements such as earnings forecasts and other projections contained in this document are based on information available at the time of disclosure and assumptions that management believes to be reasonable, and do not constitute guarantees of future performance. Actual results may differ materially from expectations due to various factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Unit: million yen)

	As of December 31, 2018	As of March 31, 2019
<b>Assets</b>		
Current asset		
Cash and deposit	25,536	24,739
Notes and accounts receivable - trade	1,791	1,580
Accounts receivable from completed businesses	19,518	21,526
Lease receivables and lease investments assets	2,440	3,137
Marketable securities	899	999
Payments for uncompleted businesses	2,395	2,266
Merchandise and finished goods	755	797
Work in progress	651	811
Raw materials and supplies	1,859	1,857
Other	1,757	1,649
Allowance for doubtful accounts	(19)	(20)
Total current assets	57,585	59,347
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	4,838	4,777
Land	6,251	6,252
Other, net	1,478	1,704
Total property, plant and equipment	12,568	12,733
Intangible assets		
Goodwill	142	245
Other	1,222	1,255
Total intangible assets	1,364	1,501
Investments and other assets		
Investment securities	6,017	6,074
Net defined benefit asset	1,306	1,301
Other	2,098	2,130
Allowance for doubtful accounts	(523)	(509)
Total investments and other assets	8,898	8,996
Total non-current assets	22,832	23,231
Total assets	80,418	82,578

(Unit: million yen)

	As of December 31, 2018	As of March 31, 2019
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	720	498
Accounts payable for businesses	1,433	1,628
Income taxes payable	421	548
Warranty reserve	136	138
Provision for bonuses	137	565
Provision for loss on order received	161	161
Other	6,739	7,151
Total current liabilities	9,750	10,691
Non-current liabilities		
Provision for retirement benefits	1,940	1,895
Reserve for stock benefits	57	57
Other	2,656	3,141
Total non-current liabilities	4,654	5,094
Total liabilities	14,404	15,785
<b>Net assets</b>		
Shareholders' equity		
Capital stock	16,174	16,174
Capital surplus	15,077	15,077
Retained earnings	37,458	37,780
Treasury stock	(1,828)	(1,828)
Total shareholders' equity	66,881	67,204
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	1,248	1,454
Revaluation surplus of land	(2,594)	(2,594)
Foreign currency translation adjustments	305	345
Defined retirement benefit plans	41	43
Total accumulated other comprehensive income	(1,000)	(751)
Non-controlling interests	131	339
Total net assets	66,013	66,792
Total liabilities and net assets	80,418	82,578

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
Consolidated Statement of Income

(Unit: million yen)

	Q1 FY2018 (From January 1, 2018 to March 31, 2018)	Q1 FY2019 (From January 1, 2019 to March 31, 2019)
Net Sales	12,410	12,995
Cost of sales	8,227	8,819
Gross profit	4,182	4,176
Selling and general administrative expenses	3,018	3,145
Operating income	1,163	1,031
Non-operating income		
Interest income	34	49
Dividend income	4	8
Equity in earnings of affiliates	0	10
Rent on real estate	13	13
Reversal of allowance for doubtful accounts	33	19
Gain on sales of non-current assets	3	2
Other	19	18
Total non-operating income	108	123
Non-operating expenses		
Interest expenses	0	0
Foreign exchange losses	18	9
Property rental costs	3	3
Loss on retirement of non-current assets	0	1
Other	0	4
Total non-operating expenses	23	19
Ordinary income	1,248	1,135
Extraordinary income		
Gain on sales of investment securities	—	8
Total extraordinary income	—	8
Extraordinary losses		
Loss on sales of investment securities	—	53
Total extraordinary losses	—	53
Income before income taxes	1,248	1,090
Income taxes	438	437
Net income	810	653
Net income (loss) attributable to non-controlling interests	5	(39)
Net income (loss) attributable to owners of parent	805	693

## Consolidated Statement of Comprehensive Income

(Unit: million yen)

	Q1 FY2018 (From January 1, 2018 to March 31, 2018)	Q1 FY2019 (From January 1, 2019 to March 31, 2019)
Net income	810	653
Other comprehensive income		
Unrealized gain (loss) on available-for-sale securities	(186)	205
Foreign currency translation adjustments	(884)	42
Remeasurements of defined benefit plans	(30)	2
Total other comprehensive income (loss)	(1,101)	250
Comprehensive income (loss)	(290)	904
Comprehensive income (loss) attributable to:		
Owners of parent	(294)	941
Non-controlling interests	4	(37)

## Segmented information

Information on net sales and income or loss by segment

### 1. Q1 FY2018 (From January 1, 2018 to March 31, 2018)

(Unit: million yen)

	Segment					Adjustment amount	Consolidated
	Infrastructure Maintenance, Management, and Renovation	Natural Disaster Prevention and Mitigation	Environment	Natural Resources and Energy	Total		
Sales							
Sales to external customers	5,839	2,036	2,396	2,136	12,410	—	12,410
Intersegment sales or transfers	18	4	—	—	23	(23)	—
Total	5,858	2,041	2,396	2,136	12,434	(23)	12,410
Segment income (loss)	698	227	426	(187)	1,164	(1)	1,163

### 2. Q1 FY2019 (From January 1, 2019 to March 31, 2019)

(Unit: million yen)

	Segment					Adjustment amount	Consolidated
	Infrastructure Maintenance, Management, and Renovation	Natural Disaster Prevention and Mitigation	Environment	Natural Resources and Energy	Total		
Sales							
Sales to external customers	5,741	2,743	2,729	1,782	12,995	—	12,995
Inter segment sales or transfer	11	—	—	—	11	(11)	—
Total	5,752	2,743	2,729	1,782	13,007	(11)	12,995
Segment income (loss)	569	216	614	(371)	1,029	1	1,031