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Consolidated Financial Results for Fiscal Year Ended December 31, 2017 (FY2017) [Japanese GAAP]

February 14, 2018

Listed Company Name: OYO Corporation
 Stock Exchange Listings: Tokyo Stock Exchange (First Section)
 Stock Code Number: 9755 URL: <https://www.oyo.co.jp/>
 Representative: Masaru Narita, President & Chief Executive Officer
 Inquiries: Yuichi Hirashima, Director & Senior Executive Officer, Head of Administration Headquarters
 TEL: +81-3-5577-4501
 Scheduled date for general meeting of shareholders: March 27, 2018
 Scheduled date for dividend payment: March 28, 2018
 Scheduled date for submission of securities report: March 27, 2018
 Supplementary materials for financial summaries: Yes
 Holding of financial results briefing: Yes (for institutional investors)

(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	%
FY2017	45,957	(10.5)	855	(45.8)	1,220	(39.4)	747	(45.9)
FY2016	51,323	4.3	1,579	(27.8)	2,012	(20.6)	1,381	(41.5)

(NOTE) Comprehensive Income (loss): FY2017 1,019 million yen [36.1%] FY2016 749 million yen [(81.1)%]

	Net income per share	Diluted net income per share	Return on equity	Ordinary income /total assets	Operating income /net sales
	yen	yen	%	%	%
FY2017	27.62	—	1.1	1.4	1.9
FY2016	51.02	—	2.0	2.4	3.1

(Reference) Equity in earnings of affiliates: FY2017 32 million yen FY2016 29 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
FY2017	84,731	68,830	80.9	2,531.39
FY2016	85,509	68,865	80.1	2,530.79

(Reference) Shareholders' equity: FY2017 68,552 million yen FY2016 68,532 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	million yen	million yen	million yen	million yen
FY2017	3,927	(440)	(1,163)	20,477
FY2016	(1,321)	(4,057)	(928)	18,304

2. Dividends

	Dividends per share					Total dividends paid	Dividend payout ratio (consolidated)	Ratio of dividends to equity (consolidated)
	End of Q1	End of Q2	End of Q3	Year-end	Total			
	yen	yen	yen	yen	yen	million yen	%	%
FY2016	—	14.00	—	14.00	28.00	763	54.9	1.1
FY2017	—	24.00	—	14.00	38.00	1,036	137.6	1.5
FY2018 (Forecast)	—	14.00	—	14.00	28.00		63.2	

(Note) Breakdown of interim dividends for FY2017: Ordinary dividend 14.00 yen Commemorative dividend for the 60th anniversary 10.00 yen

3. Consolidated financial results forecasts for the fiscal year ending December 31, 2018 (FY2018)

(% 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 year	47,000	2.3	1,400	63.6	1,800	47.5	1,200	60.4	44.31

※ Notes

(1) Changes in important subsidiaries during the period

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

(2) 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

(3) Number of shares outstanding (common stock)

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

As of December 31, 2017 28,882,573 shares
 As of December 31, 2016 28,882,573 shares

② Number of treasury stock at the end of the period

As of December 31, 2017 1,801,594 shares
 As of December 31, 2016 1,803,158 shares

③ Average number of shares during the period

FY2017 (Full year-end) 27,080,255 shares
 FY2016 (Full year-end) 27,079,014 shares

(Reference) Summary of Non-consolidated Financial Statements

1. Non-consolidated Financial Highlights (From January 1, 2017 to December 31, 2017)

(1) Non-Consolidated Results of Operations

(% indicates year-on-year changes)

	Net income		Operating income		Ordinary income		Net income	
	million yen	%	million yen	%	million yen	%	million yen	%
FY2017	26,803	(12.6)	345	(81.6)	809	(66.2)	707	(54.7)
FY2016	30,675	11.1	1,881	(9.8)	2,392	1.1	1,562	19.4
	Net income per share		Diluted net income per share					
	yen		yen					
FY2017	26.12		—					
FY2016	57.70		—					

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	million yen	million yen	%	yen
FY2017	65,515	56,374	86.0	2,081.71
FY2016	65,798	56,189	85.4	2,074.99

(Reference) Shareholders' equity: As of December 31, 2017 56,374 million yen As of December 31, 2016 56,189 million yen

※ This financial results report is exempt from 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. Actual results may differ materially from expectations due to various factors.

Consolidated Financial Statements

(1) Consolidated Balance Sheet

(Unit: million yen)

	FY2016 (as of December 31, 2016)	FY2017 (as of December 31, 2017)
Assets		
Current assets		
Cash and deposit	23,757	26,221
Notes and account receivable – trade	1,684	1,820
Accounts receivable from completed businesses	23,204	19,441
Lease receivables and lease investment assets	2,728	2,546
Marketable securities	1,201	1,480
Payments for uncompleted businesses	2,184	2,649
Merchandise and finished goods	669	911
Work in process	594	672
Raw materials and supplies	1,917	1,813
Deferred tax assets	631	521
Other	1,679	1,785
Allowance for doubtful accounts	(6)	(12)
Total current assets	60,246	59,852
Non-currents assets		
Property, plant, and equipment		
Buildings and structures	14,875	14,527
Accumulated depreciation	(9,548)	(9,528)
Buildings and structures - net	5,327	4,999
Machinery, equipment and vehicles	7,032	6,387
Accumulated depreciation	(5,908)	(5,437)
Machinery, equipment and vehicles - net	1,124	949
Tools, furniture and fixtures	1,654	1,635
Accumulated depreciation	(1,548)	(1,513)
Tools, furniture, and fixtures - net	106	121
Land	6,841	6,255
Leased assets	592	564
Accumulated depreciation	(309)	(314)
Lease assets - net	283	250
Construction in progress	41	22
Total property, plant and equipment	13,724	12,598
Intangible assets		
Software	294	1,079
Software in progress	334	33
Goodwill	526	270
Other	396	192
Total intangible assets	1,551	1,576

(Unit: million yen)

	FY2016 (as of December 31, 2016)	FY2017 (as of December 31, 2017)
Investments and other assets		
Investment securities	6,877	7,446
Long-term loans receivable	63	72
Net defined benefit asset	1,119	1,525
Deferred tax assets	126	213
Investment properties	534	534
Accumulated depreciation	(190)	(201)
Investment properties - net	343	332
Other	2,011	1,695
Allowance for doubtful accounts	(553)	(581)
Total investments and other assets	9,987	10,704
Total non-current assets	25,263	24,879
Total assets	85,509	84,731

(Unit: million yen)

	FY2016 (as of December 31, 2016)	FY2017 (as of December 31, 2017)
Liabilities		
Current liabilities		
Notes and accounts payable – trade	590	552
Accounts payable for business	2,848	1,658
Lease obligations	1,012	1,037
Warranty reserve	119	124
Reserve for stock benefits	–	62
Income taxes payable	713	333
Advances received on uncompleted businesses	1,095	1,473
Provision for bonuses	216	143
Provision for losses on order received	151	160
Other	4,311	4,910
Total current liabilities	11,058	10,457
Non-current liabilities		
Lease obligations	1,971	1,734
Provision for retirement benefits	2,028	1,965
Provision for stock benefits	58	–
Deferred tax liabilities	776	1,117
Deferred tax liabilities on revaluation surplus of land	503	416
Other	246	210
Total non-current liabilities	5,585	5,444
Total liabilities	16,643	15,901
Net assets		
Shareholders' equity		
Capital stock	16,174	16,174
Capital surplus	16,520	16,519
Retained earnings	37,497	37,406
Treasury stock	(1,905)	(1,903)
Total shareholders' equity	68,286	68,196
Accumulated other comprehensive income		
Unrealized gain on available-for-sale securities	1,422	1,942
Revaluation surplus of land	(2,397)	(2,594)
Foreign currency translation adjustments	1,043	680
Defined retirement benefit plans	177	328
Total accumulated other comprehensive income	246	356
Non-controlling interests	333	277
Total net assets	68,865	68,830
Total liabilities and net assets	85,509	84,731

(2) Consolidated Statement of Income and Consolidated Statement of Comprehensive Income
Consolidated Profit and Loss Statement

(Unit: million yen)

	FY2016 (From January 31, 2016 to December 31, 2016)	FY2017 (From January 1, 2017 to December 31, 2017)
Net Sales	51,323	45,957
Cost of sales	37,066	32,743
Gross profit	14,257	13,213
Selling and general administrative expenses		
Executive compensation	768	698
Salaries and allowances	4,313	4,652
Provision for bonuses	72	53
Reserve for stock benefits	2	7
Legal welfare expenses	694	741
Retirement benefit expenses	78	56
Travel and transportation expenses	468	439
Rental expenses	409	379
Depreciation	333	328
Research and development expenses	2,022	1,654
Amortization of goodwill	287	238
Other	3,227	3,108
Total selling, general and administrative expenses	12,678	12,357
Operating income	1,579	855
Non-operating income		
Interest income	102	121
Dividends income	70	84
Equity in earnings of affiliates	29	32
Foreign exchange gain	59	—
Insurance income and dividend income	88	212
Real estate rent	53	53
Other	114	105
Total non-operating income	518	609
Non-operating expenses		
Interest expense	8	5
Foreign exchange loss	—	12
Provision for doubtful accounts	38	85
Property rental costs	18	20
Loss on sales of non-current assets	16	119
Other	3	0
Total non-operating expenses	84	244
Ordinary income	2,012	1,220

(Unit: million yen)

	FY2016 (From January 31, 2016 to December 31, 2016)	FY2017 (From January 1, 2017 to December 31, 2017)
Extraordinary income		
Gain on sales of non-current assets	—	167
Gain on sales of investment securities	15	16
Total extraordinary income	15	184
Extraordinary losses		
Loss on sales on non-current assets	—	88
Impairment loss	48	73
Total extraordinary losses	48	162
Income before income taxes and minority interests	1,979	1,242
Income taxes – current	904	555
Income taxes – deferred	(251)	(25)
Total income taxes	652	529
Net income	1,326	713
Net income attributable to non-controlling interests	(54)	(34)
Net income attributable to owners of parent	1,381	747

Consolidated statements of comprehensive income

(Unit: million yen)

	FY2016 (From January 1, 2016 to December 31, 2016)	FY2017 (From January 1, 2017 to December 31, 2017)
Net income	1,326	713
Other comprehensive income		
Valuation difference on available-for-sale securities	238	519
Revaluation reserve for land	27	—
Foreign currency translation adjustments	(762)	(363)
Remeasurements of defined benefit plans	(81)	150
Total other comprehensive income	(577)	306
Comprehensive income (loss)	749	1,019
Comprehensive income (loss) attributable to:		
Owners of parent	807	1,055
Non-controlling interests	(58)	(35)

(3) Consolidated Statement of Changes in Shareholders' Equity

For the fiscal year ended December 31, 2016

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of the beginning of the period	16,174	16,602	40,040	(5,149)	67,668
Changes during the period					
Cash dividends			(763)		(763)
Net income attributable to owners of parent			1,381		1,381
Purchase of treasury stock				(0)	(0)
Disposition of treasury stock				2	2
Retirement of treasury stock		(80)	(3,161)	3,241	—
Transfer from revaluation reserve for land					—
Change in treasury shares of parent arising from transactions with non-controlling shareholders		(1)			(1)
Net changes in items other than shareholders' equity					
Total changes during the period	—	(81)	(2,543)	3,243	617
Balance as of the end of the period	16,174	16,520	37,497	(1,905)	68,286

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Unrealized gain (loss) on available-for-sale securities	Revaluation surplus of land	Foreign currency translation adjustments	Defined retirement benefits plans	Total accumulated other comprehensive income		
Balance as of the beginning of the period	1,183	(2,425)	1,802	259	819	421	68,910
Changes during the year							
Cash dividends							(763)
Net income attributable to owners of parent							1,381
Purchase of treasury stock							(0)
Disposition of treasury stock							2
Retirement of treasury stock							—
Transfer from revaluation reserve for land							—
Change in treasury shares of parent arising from transactions with non-controlling shareholders							(1)
Net changes in items other than shareholders' equity	238	27	(758)	(81)	(573)	(88)	(661)
Total changes during the period	238	27	(758)	(81)	(573)	(88)	(44)
Balance as of the end of the period	1,422	(2,397)	1,043	177	246	333	68,865

For the fiscal year ended December 31, 2017

(Unit: million yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of the beginning of the period	16,174	16,520	37,497	(1,905)	68,286
Changes during the period					
Cash dividends			(1,036)		(1,036)
Net income attributable to owners of parent			747		747
Purchase of treasury stock				(0)	(0)
Disposition of treasury stock		0		2	2
Retirement of treasury stock					—
Transfer from revaluation reserve for land			197		197
Change in treasury shares of parent arising from transactions with non-controlling shareholders		(0)			(0)
Net changes in items other than shareholders' equity					
Total changes during the period	—	(0)	(91)	2	(89)
Balance as of the end of the period	16,174	16,519	37,406	(1,903)	68,196

	Accumulated other comprehensive income					Non-controlling interests	Total net assets
	Unrealized gain (loss) on available-for-sale securities	Revaluation surplus of land	Foreign currency translation adjustments	Defined retirement benefits plans	Total accumulated other comprehensive income		
Balance as of the beginning of the period	1,422	(2,397)	1,043	177	246	333	68,865
Changes during the year							
Cash dividends							(1,036)
Net income attributable to owners of parent							747
Purchase of treasury stock							(0)
Disposition of treasury stock							2
Retirement of treasury stock							—
Transfer from revaluation reserve for land							197
Change in treasury shares of parent arising from transactions with non-controlling shareholders							(0)
Net changes in items other than shareholders' equity	519	(197)	(363)	150	109	(55)	54
Total changes during the period	519	(197)	(363)	150	109	(55)	(35)
Balance as of the end of the period	1,942	(2,594)	680	328	356	277	68,830

(4) Consolidated Statement of Cash Flows

(Unit: million yen)

	FY2016 (From January 1, 2016 to December 31, 2016)	FY2017 (From January 1, 2017 to December 31, 2017)
Cash flows from operating activities		
Income before income taxes	1,979	1,242
Depreciation	1,306	1,236
Impairment loss	48	73
Amortization of goodwill	287	238
Increase (decrease) in provision for bonuses	(1)	(72)
Interest and dividend income received	(173)	(206)
Interest expense paid	8	5
Equity in losses (earnings) of affiliates	(29)	(32)
Loss (gain) on sale of investment securities	(15)	(16)
Decrease (increase) in receivables	(6,505)	3,612
Decrease (increase) in inventories	(17)	(350)
Decrease (increase) in payment for uncompleted businesses	409	(465)
Increase (decrease) in payables	806	(1,230)
Increase (decrease) in advances received on uncompleted businesses	397	378
Other	(207)	350
Subtotal	(1,706)	4,765
Interest and dividends income received	188	233
Interest expense paid	(8)	(5)
Income taxes paid	(680)	(1,055)
Refund of income taxes	884	—
Cash flows from operating activities	(1,321)	3,927
Cash flows from investing activities		
Increase in time deposits	(3,551)	(5,609)
Decrease in time deposits	7	4,632
Payment for purchases of marketable securities	(600)	—
Proceeds from sales of marketable securities	1,501	1,199
Payment for purchases of property, plant and equipment and intangible assets	(782)	(1,071)
Proceeds from sale of property, plant and equipment and intangible assets	71	694
Payment for purchases of investment securities	(712)	(702)
Proceeds from sales of investment securities	202	30
Payment for purchases of shares of subsidiaries resulting in change in scope of consolidation	(259)	—
Payments for short-term loans	—	(5)
Payments for long-term loans	(39)	(33)
Proceeds from collection of loans	4	6
Other	100	416
Cash Flows from investing activities	(4,057)	(440)
Cash flows from financing activities		
Repayment of lease obligations	(143)	(105)
Proceeds from sales of treasury stock	—	0
Payment for purchase of treasury stock	(0)	(0)
Cash dividends paid	(763)	(1,036)
Cash dividends paid to non-controlling interests	(3)	(6)
Other	(17)	(13)
Cash Flows from financing activities	(928)	(1,163)
Effect of exchange rate change on cash and cash equivalents	(512)	(151)
Net increase (decrease) in cash and cash equivalents	(6,819)	2,173
Cash and cash equivalents at beginning of period	25,124	18,304
Cash and cash equivalents at end of period	18,304	20,477

Segment Information

Information on net sales, income or loss, assets, liabilities and other items by segment

1. FY2016 (From January 1, 2016 to December 31, 2016)

(Unit: million yen)

	Segment				Adjustment amount	Consolidated
	Geo-engineering and consultation services	Measuring instruments (Japan)	Measuring instruments (Overseas)	Total		
Net sales						
Sales to external customers	39,296	2,909	9,118	51,323	—	51,323
Intersegment sales or transfers	—	848	429	1,277	(1,277)	—
Total	39,296	3,757	9,548	52,601	(1,277)	51,323
Segment income (loss)	1,742	141	(353)	1,531	48	1,579
Segment assets	44,443	5,746	17,030	67,219	18,289	85,509
Other items						
Depreciation	934	138	242	1,315	(9)	1,306
Amortization of goodwill	277	—	9	287	—	287
Equity in earnings (losses) of affiliates	(0)	—	30	29	—	29
Investments in affiliates accounted for under the equity method	49	—	598	647	—	647
Increase in property, plant and equipment and intangible assets	865	75	145	1,085	(6)	1,079

2. FY2017 (From January 1, 2017 to December 31, 2017)

(Unit: million yen)

	Segment				Adjustment amount	Consolidated
	Geo-engineering and consultation services	Measuring instruments (Japan)	Measuring instruments (Overseas)	Total		
Net sales						
Sales to external customers	35,393	2,767	7,795	45,957	—	45,957
Intersegment sales or transfers	—	743	444	1,187	(1,187)	—
Total	35,393	3,510	8,240	47,144	(1,187)	45,957
Segment income (loss)	835	72	(54)	853	2	855
Segment assets	40,558	5,801	16,363	62,724	22,007	84,731
Other items						
Depreciation	910	150	189	1,249	(13)	1,236
Amortization of goodwill	238	—	—	238	—	238
Equity in earnings (losses) of affiliates	10	—	21	32	—	32
Investments in affiliates accounted for under the equity method	60	—	692	752	—	752
Increase in property, plant and equipment and intangible assets	1,034	66	149	1,249	(24)	1,224

Non-consolidated Financial Statements

(1) Balance Sheet

(Unit: million yen)

	FY2016 (as of December 31, 2016)	FY2017 (as of December 31, 2017)
Assets		
Current assets		
Cash and deposits	9,741	12,759
Notes receivable - trade	47	143
Accounts receivable from completed businesses	19,860	15,595
Accounts receivable -trade	235	149
Marketable securities	1,201	1,480
Payments for uncompleted businesses	1,685	2,248
Merchandise and finished goods	301	241
Work in process	42	76
Raw materials and supplies	197	190
Prepaid expenses	139	115
Deferred tax assets	226	242
Other	1,196	1,314
Total current assets	34,873	34,558
Non-current asset		
Property, plant, and equipment		
Buildings	3,779	3,584
Structures	56	48
Machinery and equipment	374	348
Vehicles	25	16
Tools, furniture and fixtures	20	23
Land	5,143	4,584
Leased assets	50	63
Construction in progress	—	22
Total property, plant, and equipment	9,451	8,691
Intangible assets		
Software	201	927
Software in progress	267	14
Other	8	8
Total intangible assets	476	950
Investments and other assets		
Investment securities	6,171	6,624
Shares of subsidiaries and affiliates	12,422	12,430
Long-term loans receivable	349	323
Other	2,153	2,065
Allowance for doubtful accounts	(99)	(127)
Total investments and other assets	20,996	21,316
Total non-current assets	30,924	30,957
Total assets	65,798	65,515

(Unit: million yen)

	FY2016 (as of December 31, 2016)	FY2017 (as of December 31, 2017)
Liabilities		
Current liabilities		
Accounts payable for businesses	2,433	1,331
Accounts payable – trade	49	36
Accounts payable – other	2,001	2,516
Income taxes payable	430	99
Accrued expenses	451	291
Advances received on uncompleted businesses	889	1,267
Deposits received	273	274
Provision for bonuses	168	109
Provision for losses on order received	151	160
Reserve for stock benefits	–	62
Other	44	61
Total current liabilities	6,895	6,210
Non-current liabilities		
Provision for retirement benefits	1,800	1,817
Provision for stock benefits	58	–
Deferred tax liabilities	318	650
Deferred tax liabilities on revaluation surplus of land	503	416
Other	33	46
Total non-current liabilities	2,714	2,930
Total liabilities	9,609	9,141
Net assets		
Shareholders' equity		
Capital stock	16,174	16,174
Capital surplus		
Legal capital surplus	15,905	4,043
Other capital surplus	–	11,862
Total capital surplus	15,905	15,905
Retained earnings		
Legal reserve	488	488
Other retained earnings		
General reserve	23,307	23,307
Retained earnings brought forward	3,198	3,066
Total retained earnings	26,993	26,861
Treasury stock	(1,905)	(1,903)
Total shareholders' equity	57,168	57,038
Valuation and translation adjustments		
Unrealized gain on available-for-sale securities	1,418	1,931
Revaluation surplus of land	(2,397)	(2,594)
Total valuation and translation adjustments	(978)	(663)
Total net assets	56,189	56,374
Total liabilities and net assets	65,798	65,515

(2) Statement of Income

(Unit: million yen)

	FY2016 (From January 1, 2016 to December 31, 2016)	FY2017 (From January 1, 2017 to December 31, 2017)
Net Sales		
Geo-engineering services	29,376	25,690
Measuring instruments	1,299	1,113
Total net sales	30,675	26,803
Cost of sales		
Geo-engineering services	22,393	19,695
Measuring instruments	874	763
Total cost of sales	23,268	20,459
Gross profit	7,407	6,344
Selling and general administrative expenses	5,525	5,998
Operating income	1,881	345
Non-operating income		
Interest and dividend income received	366	310
Insurance income and insurance dividend	84	92
Rent on real estate	104	101
Other	41	47
Total non-operating income	597	551
Non-operating expenses		
Interest expenses	1	1
Provision for doubtful accounts	38	33
Property rental costs	33	48
Other	13	3
Total non-operating expenses	86	87
Ordinary income	2,392	809
Extraordinary income		
Gain on sales of non-current assets	—	167
Gain on sales of investment securities	15	16
Total extraordinary income	15	184
Extraordinary Losses		
Valuation loss on stock of related companies	104	—
Loss on sale of non-current assets	—	88
Total extraordinary losses	104	88
Income before income taxes	2,303	904
Income taxes – current	746	198
Income taxes – deferred	(5)	(0)
Total income taxes	740	197
Net income	1,562	707

(3) Statement of Changes in Shareholders' Equity

For the fiscal year ended December 31, 2016

(Unit: million yen)

	Shareholders' equity							
	Capital stock	Capital surplus			Legal reserve	Retained earnings		Total retained earnings
		Legal capital surplus	Other capital surplus	Total capital surplus		General reserve	Retained earnings brought forward	
Balance as of the beginning of the period	16,174	15,905	80	15,985	488	23,307	5,561	29,356
Change during the period								
Cash dividends							(763)	(763)
Net income							1,562	1,562
Purchase of treasury stock								
Disposal of treasury stock								
Retirement of treasury stock			(80)	(80)			(3,161)	(3,161)
Transfer from revaluation Reserve for land								
Transfer from legal capital surplus								
Net changes in items other than shareholders' equity								
Total changes during the period	—	—	(80)	(80)	—	—	(2,362)	(2,362)
Balance as of the end of the period	16,174	15,905	—	15,905	488	23,307	3,198	26,993

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total shareholders' equity	Unrealized gain (loss) on available-for-sale securities	Revaluation surplus of land	Total valuation and translation adjustments	
Balance as of the beginning of the period	(5,149)	56,367	1,178	(2,425)	(1,246)	55,121
Change during the period						
Cash dividends		(763)				(763)
Net income		1,562				1,562
Purchase of treasury stock	(0)	(0)				(0)
Disposal of treasury stock	2	2				2
Retirement of treasury stock	3,241	—				—
Transfer from revaluation Reserve for land		—				—
Transfer from legal capital surplus		—				—
Net changes in items other than shareholders' equity			239	27	267	267
Total changes during the period	3,243	800	239	27	267	1,067
Balance as of the end of the period	(1,905)	57,168	1,418	(2,397)	(978)	56,189

For the fiscal year ended December 31, 2017

(Unit: million yen)

	Shareholders' equity							
	Capital stock	Capital surplus			Legal reserve	Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surplus		General reserve	Retained earnings brought forward	Total retained earnings
Balance as of the beginning of the period	16,174	15,905	—	15,905	488	23,307	3,198	26,993
Change during the period								
Cash dividends							(1,036)	(1,036)
Net income							707	707
Purchase of treasury stock								
Disposal of treasury stock			0	0				
Retirement of treasury stock								
Transfer from revaluation Reserve for land							197	197
Transfer from legal capital surplus		(11,862)	11,862					
Net changes in items other than shareholders' equity								
Total changes during the period	—	(11,862)	11,862	0	—	—	(131)	(131)
Balance as of the end of the period	16,174	4,043	11,862	15,905	488	23,307	3,066	26,861

	Shareholders' equity		Valuation and translation adjustments			Total net assets
	Treasury stock	Total shareholders' equity	Unrealized gain (loss) on available-for-sale securities	Revaluation surplus of land	Total valuation and translation adjustments	
Balance as of the beginning of the period	(1,905)	57,168	1,418	(2,397)	(978)	56,189
Change during the period						
Cash dividends		(1,036)				(1,036)
Net income		707				707
Purchase of treasury stock	(0)	(0)				(0)
Disposal of treasury stock	2	2				2
Retirement of treasury stock		—				—
Transfer from revaluation Reserve for land		197				197
Transfer from legal capital surplus		—				—
Net changes in items other than shareholders' equity			512	(197)	314	314
Total changes during the period	2	(129)	512	(197)	314	185
Balance as of the end of the period	(1,903)	57,038	1,931	(2,594)	(663)	56,374