

Summary of Business Results for the Year Ended March 31, 2019

[Japan GAAP] (Consolidated)

May 10, 2019

Company	SWCC SHOWA HOLDINGS CO., LTD.	Listed on the TSE
Stock Code	5805	URL: http://www.swcc.co.jp
Representative Contact	Takayo Hasegawa, President and Representative Director	
	Tetsuo Komata, Manager of Business Planning Dept., Business Strategy Headquarters	T E L : +81-44-223-0520

Expected date of annual shareholders' meeting: June 26, 2019

Expected starting date of dividend payment: June 27, 2019

Expected date of filing of annual securities report: June 26, 2019

Preparation of supplementary financial document: None

Results briefing: None

(Rounded down to million yen)

1. Consolidated business results for the fiscal year ended March 2019

(April 1, 2018 through March 31, 2019)

(1) Consolidated results of operations (% change 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	%
Year ended Mar. 2019	177,174	5.3	6,640	5.8	5,603	14.5	4,569	22.3
Year ended Mar. 2018	168,186	8.3	6,276	48.2	4,892	100.0	3,737	89.1

(Note) Comprehensive income:

Year ended March 2019: 2,314 million yen (-59.6%)

Year ended March 2018: 5,722 million yen (94.7%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended Mar. 2019	153.22	-	13.5	4.5	3.8
Year ended Mar. 2018	123.93	-	12.3	4.0	3.7

(Reference) Investment earnings/loss on equity-method:

Year ended March 2019: -476 million yen

Year ended March 2018: -415 million yen

(Note1) The Company conducted a 1-for-10 reverse stock split effective on October 1, 2017. Net income per share is calculated assuming that the reverse stock split was conducted at the beginning of the previous consolidated fiscal year.

(Note2) The Company has applied the "Partial Revision of Accounting Standard for Tax Effects" (ASBJ Statement No. 28, issued on February 16, 2018) from the beginning of the current fiscal year. The figures for the previous fiscal year have been calculated retrospectively after applying the standard.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 2019	124,165	35,628	28.1	1,171.66
As of Mar. 2018	123,518	33,477	26.6	1,101.71

(Reference) Shareholders' equity:

As of March 2019: 34,943 million yen

As of March 2018: 32,857 million yen

(Note1) The Company conducted a 1-for-10 reverse stock split effective on October 1, 2017. Net assets per share is calculated assuming that the reverse stock split was conducted at the beginning of the previous consolidated fiscal year.

(Note2) The Company has applied the "Partial Revision of Accounting Standard for Tax Effects" (ASBJ Statement No. 28, issued on February 16, 2018) from the beginning of the current fiscal year. The figures for the previous fiscal year have been calculated retrospectively after applying the standard.

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Year ended Mar. 2019	6,901	-3,552	-2,970	4,721
Year ended Mar. 2018	6,804	-4,051	-3,295	4,603

2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Mar. 2018	-	0.00	-	5.00	5.00	149	4.0	0.5
Year ended Mar. 2019	-	0.00	-	7.00	7.00	208	4.6	0.6
Year ending Mar. 2020 (forecast)	-	0.00	-	10.00	10.00		6.6	

3. Forecast of consolidated business results for the fiscal year ending March 2020

(April 1, 2019 through March 31, 2020)

	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
Year ending Mar. 2020	173,000	-2.4	6,500	-2.1	5,800	3.5	4,500	-1.5	150.89

*Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Changes in accounting policies, accounting estimates and restatement

- ① Changes in accounting policies associated with revision of accounting standards: : None
- ② Changes in accounting policies other than ① : None
- ③ Changes in accounting estimates : Yes
- ④ Restatement : None

(3) Shares outstanding (common stock)

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

As of March 2019	30,826,861 shares
As of March 2018	30,826,861 shares

② Treasury stock at the end of period:

As of March 2019	1,003,297 shares
As of March 2018	1,002,411 shares

③ Average number of stock during period

Year ended March 2019	29,824,022 shares
Year ended March 2018	30,155,304 shares

(Note) The Company conducted a 1-for-10 reverse stock split effective on October 1, 2017. Number of shares outstanding at the end of period, number of treasury stock at the end of period, and average number of stock during period are calculated assuming that the reverse stock split was conducted at the beginning of the previous consolidated fiscal year.

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the fiscal year ended March 2019

(April 1, 2018 through March 31, 2019)

(1) Non-consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Mar. 2019	2,273	-14.3	283	-27.3	352	-11.3	370	2.9
Year ended Mar. 2018	2,654	-14.5	389	-29.5	397	-33.7	360	-38.1

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Mar. 2019	12.42	-
Year ended Mar. 2018	11.94	-

(Note1) The Company conducted a 1-for-10 reverse stock split effective on October 1, 2017. Net income per share is calculated assuming that the reverse stock split was conducted at the beginning of the previous consolidated fiscal year.

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 2019	80,740	30,144	37.3	1,010.77
As of Mar. 2018	81,306	29,973	36.9	1,005.01

(Reference) Shareholders' equity:

As of March 2019: 30,144 million yen

As of March 2018: 29,973 million yen

(Note1) The Company conducted a 1-for-10 reverse stock split effective on October 1, 2017. Net assets per share is calculated assuming that the reverse stock split was conducted at the beginning of the previous consolidated fiscal year.

(Note2) The Company has applied the "Partial Revision of Accounting Standard for Tax Effects" (ASBJ Statement No. 28, issued on February 16, 2018) from the beginning of the current fiscal year. The figures for the previous fiscal year have been calculated retrospectively after applying the standard.

***Financial summary is not subject to auditing procedures by certified public accountants or auditing firms.**

***Explanation regarding appropriate use of business forecasts and other special instructions**

Forecasts regarding future performance in this material are based on information currently available to the company and certain assumptions that the company deems to be reasonable at the time this report was prepared. The company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.