

Translation

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Summary of Consolidated Financial Results for the Three Months Ended December 31, 2018 (Based on Japanese GAAP)

February 7, 2019

Company name: Fuji Pharma Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4554 URL <http://www.fujipharma.jp>
 Representative: President & CEO Eiji Takemasa
 Director, Executive Corporate
 Inquiries: Officer, General Manager, Corporate Toyoyuki Kamide TEL 03-3556-3344
 Planning Department
 Scheduled date to file Quarterly Securities Report: February 8, 2019
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended December 31, 2018 (from October 1, 2018 to December 31, 2018)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended December 31, 2018	10,279	3.2	1,605	(7.0)	1,532	(16.0)	1,096	(15.8)
Three months ended December 31, 2017	9,957	11.5	1,725	35.4	1,824	19.9	1,301	20.7

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended December 31, 2018	36.63		–	
Three months ended December 31, 2017	43.48		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of December 31, 2018	52,418	36,061	68.8
As of September 30, 2018	53,117	35,350	66.5

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended September 30, 2018	–	28.00	–	14.00	–
Year ending September 30, 2019	–	–	–	–	–
Year ending September 30, 2019 (Forecast)	–	14.00	–	15.00	29.00

3. Forecast of consolidated financial results for the year ending September 30, 2019 (from October 1, 2018 to September 30, 2019)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending March 31, 2019	18,751	4.4	2,574	13.1	2,611	10.6	1,886	8.2	63.04
Full year	36,815	(2.9)	4,535	3.3	4,506	0.8	3,396	0.7	113.51

4. Notes

- (1) Changes in significant subsidiaries during the three months ended December 31, 2018
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
 - Changes in accounting policies due to other reasons: No
 - Changes in accounting estimates: No
 - Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2018	31,253,800 shares	As of September 30, 2018	31,253,800 shares
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Number of treasury shares at the end of the period

As of December 31, 2018	1,321,026 shares	As of September 30, 2018	1,332,442 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2018	29,924,450 shares	Three months ended December 31, 2017	29,932,385 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of September 30, 2018	As of December 31, 2018
Assets		
Current assets		
Cash and deposits	6,251	3,516
Notes and accounts receivable - trade	16,903	17,434
Merchandise and finished goods	3,169	3,402
Work in process	2,812	2,699
Raw materials and supplies	5,303	5,314
Accounts receivable - other	39	83
Other	453	438
Allowance for doubtful accounts	(6)	(6)
Total current assets	34,927	32,883
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	5,573	5,448
Machinery, equipment and vehicles, net	1,814	1,740
Land	915	905
Leased assets, net	2,860	2,696
Construction in progress	315	515
Other, net	220	209
Total property, plant and equipment	11,700	11,516
Intangible assets		
Goodwill	1,764	1,650
Other	455	1,831
Total intangible assets	2,220	3,482
Investments and other assets		
Investment securities	60	294
Long-term advance payments	2,320	2,651
Deferred tax assets	1,027	747
Other	861	842
Total investments and other assets	4,269	4,536
Total non-current assets	18,189	19,535
Total assets	53,117	52,418

(Millions of yen)

	As of September 30, 2018	As of December 31, 2018
Liabilities		
Current liabilities		
Notes and accounts payable - trade	6,746	6,460
Current portion of long-term loans payable	–	2,000
Lease obligations	537	526
Income taxes payable	373	230
Provision for bonuses	1,161	494
Provision for directors' bonuses	14	1
Provision for sales returns	17	18
Other	2,695	2,568
Total current liabilities	11,546	12,299
Non-current liabilities		
Long-term loans payable	2,000	–
Lease obligations	2,534	2,376
Net defined benefit liability	1,210	1,228
Other	475	451
Total non-current liabilities	6,220	4,057
Total liabilities	17,767	16,357
Net assets		
Shareholders' equity		
Capital stock	3,799	3,799
Capital surplus	5,023	5,023
Retained earnings	27,119	27,796
Treasury shares	(1,504)	(1,486)
Total shareholders' equity	34,438	35,132
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	9	171
Deferred gains or losses on hedges	23	8
Foreign currency translation adjustment	850	719
Remeasurements of defined benefit plans	27	26
Total accumulated other comprehensive income	909	926
Non-controlling interests	2	2
Total net assets	35,350	36,061
Total liabilities and net assets	53,117	52,418

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended December 31, 2017	Three months ended December 31, 2018
Net sales	9,957	10,279
Cost of sales	5,376	5,779
Gross profit	4,581	4,500
Selling, general and administrative expenses	2,855	2,894
Operating profit	1,725	1,605
Non-operating income		
Interest income	0	0
Foreign exchange gains	52	–
Commission fee	0	0
Compensation income	3	3
Subsidy income	30	–
Insurance income	11	29
Other	14	5
Total non-operating income	112	39
Non-operating expenses		
Interest expenses	10	8
Sales discounts	3	2
Foreign exchange losses	–	100
Other	0	0
Total non-operating expenses	13	112
Ordinary profit	1,824	1,532
Extraordinary income		
Gain on sales of non-current assets	2	0
Total extraordinary income	2	0
Extraordinary losses		
Loss on sales of non-current assets	–	0
Loss on retirement of non-current assets	0	0
Total extraordinary losses	0	0
Profit before income taxes	1,827	1,532
Income taxes - current	322	222
Income taxes - deferred	203	213
Total income taxes	525	436
Profit	1,301	1,096
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	1,301	1,096

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended December 31, 2017	Three months ended December 31, 2018
Profit	1,301	1,096
Other comprehensive income		
Valuation difference on available-for-sale securities	2	162
Deferred gains or losses on hedges	0	(14)
Foreign currency translation adjustment	95	(130)
Remeasurements of defined benefit plans, net of tax	(1)	(0)
Total other comprehensive income	97	16
Comprehensive income	1,399	1,112
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	1,399	1,112
Comprehensive income attributable to non-controlling interests	0	0