

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2017 (Based on Japanese GAAP)

July 27, 2017

Company name: Nissui Pharmaceutical Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 4550 URL: <http://www.nissui-pharm.co.jp>
 Representative: President Tokuya Ono
 Inquiries: Board Member, Executive Officer Seiichi Yatsu TEL 03-5846-5611
 Scheduled date to file Quarterly Securities Report: August 9, 2017
 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 June 30, 2017 (from April 1, 2017 to June 30, 2017)

(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 June 30, 2017	3,034	–	343	–	387	–	228	–
Three months ended June 30, 2016	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2017	10.20	–
Three months ended June 30, 2016	–	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2017	35,942	32,443	90.3
As of March 31, 2017	35,478	32,641	92.0

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2017	–	20.00	–	20.00	40.00
Year ending March 31, 2018	–	–	–	–	–
Year ending March 31, 2018 (Forecast)	–	20.00	–	20.00	40.00

3. Forecast of consolidated financial results for the year ending March 31, 2018 (from April 1, 2017 to March 31, 2018)

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 September 30, 2017	6,500	4.2	600	(11.2)	600	(40.2)	420	19.0	18.75
Full year	13,500	5.3	1,600	(5.8)	1,600	(13.0)	1,120	(41.1)	50.01

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2017
 (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 June 30, 2017	22,547,140 shares	As of March 31, 2017	22,547,140 shares
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Number of treasury shares at the end of the period

As of June 30, 2017	151,828 shares	As of March 31, 2017	151,828 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2017	22,395,312 shares	Three months ended June 30, 2016	22,395,598 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2017	As of June 30, 2017
Assets		
Current assets		
Cash and deposits	11,334	12,860
Notes and accounts receivable - trade	3,230	3,062
Securities	300	—
Merchandise and finished goods	1,640	1,760
Work in process	400	378
Raw materials and supplies	788	855
Deferred tax assets	149	64
Advance payments - trade	35	36
Deposit paid in subsidiaries and associates	9,947	9,952
Other	946	254
Allowance for doubtful accounts	(47)	(45)
Total current assets	28,725	29,178
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	1,569	1,539
Machinery, equipment and vehicles, net	372	349
Land	1,933	1,933
Leased assets, net	74	69
Construction in progress	72	58
Other, net	155	183
Total property, plant and equipment	4,177	4,134
Intangible assets		
Software	27	26
Leased assets	58	54
Other	12	12
Total intangible assets	98	93
Investments and other assets		
Investment securities	2,282	2,316
Deferred tax assets	7	6
Other	229	254
Allowance for doubtful accounts	(42)	(41)
Total investments and other assets	2,476	2,536
Total non-current assets	6,752	6,763
Total assets	35,478	35,942

(Millions of yen)

	As of March 31, 2017	As of June 30, 2017
Liabilities		
Current liabilities		
Accounts payable - trade	1,237	1,326
Lease obligations	37	37
Income taxes payable	339	89
Accrued consumption taxes	53	63
Provision for bonuses	226	57
Provision for directors' bonuses	20	8
Provision for rebates	4	13
Advances received	–	857
Other	410	536
Total current liabilities	2,329	2,990
Non-current liabilities		
Net defined benefit liability	2	2
Lease obligations	105	96
Deferred tax liabilities	25	36
Long-term guarantee deposited	373	373
Total non-current liabilities	507	509
Total liabilities	2,836	3,499
Net assets		
Shareholders' equity		
Capital stock	4,449	4,449
Capital surplus	5,378	5,378
Retained earnings	22,791	22,571
Treasury shares	(99)	(99)
Total shareholders' equity	32,520	32,300
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	121	142
Total accumulated other comprehensive income	121	142
Total net assets	32,641	32,443
Total liabilities and net assets	35,478	35,942

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

Consolidated statements of income (cumulative)

	(Millions of yen)
	Three months ended June 30, 2017
Net sales	3,034
Cost of sales	1,531
Gross profit	1,502
Selling, general and administrative expenses	1,159
Operating profit	343
Non-operating income	
Interest income	11
Dividend income	14
Gain on valuation of derivatives	2
Compensation income	10
Other	7
Total non-operating income	44
Non-operating expenses	
Interest expenses	0
Foreign exchange losses	1
Total non-operating expenses	1
Ordinary profit	387
Extraordinary losses	
Loss on disposal of non-current assets	0
Total extraordinary losses	0
Profit before income taxes	386
Income taxes - current	69
Income taxes - deferred	88
Total income taxes	157
Profit	228
Profit attributable to non-controlling interests	-
Profit attributable to owners of parent	228

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2017
Profit	228
Other comprehensive income	
Valuation difference on available-for-sale securities	21
Total other comprehensive income	21
Comprehensive income	249
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	249
Comprehensive income attributable to non-controlling interests	-