

**Summary of Consolidated Financial Results**  
**for the First Quarter of the Fiscal Year Ending May 31, 2019**  
**(From June 1, 2018 to August 31, 2018)**  
**[Japanese GAAP]**

September 28, 2018

Company Name: ERI Holdings Co., Ltd. Listing Exchanges: First section of the Tokyo Stock Exchange  
 Securities Code: 6083 URL: <http://www.h-eri.co.jp/>  
 Representative: Akiyo Masuda, President and COO  
 For Inquiries, Contact: Shigeru Kato, Executive Officer, Head of Finance and Accounting Group  
 TEL:(03)5770-1520  
 Planned Date for Submission of Quarterly Securities Report: September 28, 2018  
 Planned Starting Date for Dividend Payments: –  
 Supplementary documents for financial results: Yes  
 Financial Results briefing: None

(Amounts are rounded down to the nearest million yen)

1. Consolidated Results for the First Quarter of the Fiscal Year Ending May 31, 2019 (June 1, 2018 – August 31, 2018)

(1) Consolidated Financial Results (Cumulative)

(% indicates year-on-year change)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent	
	million yen	%	million yen	%	million yen	%	millions yen	%
FY 5/2019 Q1	3,523	24.5	125	169.8	138	158.2	72	173.2
FY 5/2018 Q1	2,829	4.7	46	73.2	53	67.9	26	96.3

(Note) Comprehensive Income FY 5/2019 Q1: 73 million yen (185.2%) FY 5/2018 Q1: 25 million yen (96.2%)

	Profit per Share	Diluted Earnings per Share
	yen	yen
FY 5/2019 Q1	9.52	–
FY 5/2018 Q1	3.40	–

(2) Consolidated Financial Position

	Total Assets	Net Assets	Shareholders' Equity Ratio
	million yen	million yen	%
FY 5/2019 Q1	6,177	2,254	36.0
FY 5/2018	6,346	2,296	35.7

(Reference) Shareholders' Equity FY 5/2019 Q1: 2,225 million yen FY 5/2018: 2,267 million yen

2. Dividends

	Dividends per Share				
	End of Q1	End of Q2	End of Q3	Fiscal Year End	Annual
	yen	yen	yen	yen	yen
FY 5/2018	–	15.00	–	15.00	30.00
FY 5/2019	–				
FY 5/2019 (Forecast)		15.00	–	15.00	30.00

(Note) Revisions to dividend forecasts published most recently: None

3. Consolidated Results Forecasts for the Fiscal Year Ending May 31, 2019 (June 1, 2018– May 31, 2019)

(% indicates year-on-year change)

	Net Sales		Operating Profit		Ordinary Profit		Profit Attributable to Owners of Parent		Profit per Share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
FY 5/2019 Q2	7,475	28.5	461	123.0	465	116.8	288	139.0	37.83
FY 5/2019	14,916	13.9	757	9.7	765	9.0	488	13.6	64.01

(Note) Revisions to performance forecasts published most recently: None

\* Notes

(1) Changes in significant subsidiaries during the term under review (changes in subsidiaries via share exchange causing a change in the scope of consolidation): None

(2) Adoption of accounting treatment unique to the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies and changes or restatement of accounting estimates

- (i) Changes in accounting policies associated with the revision of accounting standards, etc.: None
- (ii) Changes in accounting policies other than (i): None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(4) Number of shares issued (common stock)

(i) Shares Outstanding (incl. treasury stock):	FY 5/2019 Q1	7,832,400 shares
	FY 5/2018	7,832,400 shares
(ii) Treasury Stock:	FY 5/2019 Q1	200,083 shares
	FY 5/2018	200,083 shares
(iii) Average Number of Shares Outstanding	FY 5/2019 Q1	7,632,317 shares
	FY 5/2018 Q1	7,832,317 shares

\* This report is not subject to audit by certified public accountant or audit firm.

\* Cautionary statement with respect to forward-looking statements, and other information.

The performance projections in this report are the forecast based on currently available information and significantly includes uncertainty. Actual result may differ materially from these projections due to various reasons.

Quarterly Consolidated Financial Statements

(1) Quarterly Consolidated Balance Sheets

(Unit: thousand yen)

	Previous fiscal year (As of May 31, 2018)	The first quarter of the reporting fiscal year (As of August 31, 2018)
<b>Assets</b>		
Current assets		
Cash and deposits	2,804,155	2,465,584
Accounts receivable-trade	713,282	749,966
Work in process	446,244	492,492
Other	176,366	239,948
Allowance for doubtful accounts	(92)	(103)
Total current assets	4,139,957	3,947,888
Non-current assets		
Property, plant and equipment	397,030	417,501
Intangible assets		
Goodwill	648,996	630,132
Other	295,251	309,553
Total intangible assets	944,248	939,685
Investments and other assets		
Investment securities	1,647	1,627
Guarantee deposits	441,929	494,521
Deferred tax assets	367,613	320,845
Other	54,525	55,174
Total investments and other assets	865,716	872,169
Total non-current assets	2,206,994	2,229,356
Total assets	6,346,951	6,177,244

Summary of Financial Results for First Quarter of the Fiscal Year Ending May 31, 2019  
ERI Holdings Co., Ltd. (Securities Code 6083)

(Unit: thousand yen)

	Previous fiscal year (As of May 31, 2018)	The first quarter of the reporting fiscal year (As of August 31, 2018)
<b>Liabilities</b>		
<b>Current liabilities</b>		
Short-term loans payable	–	300,000
Current portion of long-term loans payable	137,100	137,100
Accounts payable - other	459,133	302,347
Accrued expenses	819,406	571,101
Income taxes payable	155,580	8,786
Advances received	827,219	903,861
Other	223,703	316,853
<b>Total current liabilities</b>	<b>2,622,143</b>	<b>2,540,051</b>
<b>Non-current liabilities</b>		
Long-term loans payable	1,199,625	1,165,350
Net defined benefit liability	100,077	89,307
Long-term accounts payable - other	90,323	90,323
Other	37,921	37,405
<b>Total non-current liabilities</b>	<b>1,427,946</b>	<b>1,382,385</b>
<b>Total liabilities</b>	<b>4,050,090</b>	<b>3,922,436</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	992,784	992,784
Capital surplus	7,677	7,677
Retained earnings	1,469,004	1,427,191
Treasury shares	(201,870)	(201,870)
<b>Total shareholders' equity</b>	<b>2,267,596</b>	<b>2,225,783</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	(35)	(48)
<b>Total accumulated other comprehensive income</b>	<b>(35)</b>	<b>(48)</b>
Non-controlling interests	29,300	29,072
<b>Total net assets</b>	<b>2,296,861</b>	<b>2,254,808</b>
<b>Total liabilities and net assets</b>	<b>6,346,951</b>	<b>6,177,244</b>

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

(Unit: thousand yen)

	The first quarter of the previous fiscal year (From June 1, 2017 to August 31, 2017)	The first quarter of the reporting fiscal year (From June 1, 2018 to August 31, 2018)
Net sales	2,829,518	3,523,597
Cost of sales	2,054,993	2,526,675
Gross profit	774,524	996,922
Selling, general and administrative expenses	728,022	871,467
Operating profit	46,502	125,455
Non-operating income		
Interest income	10	10
Dividend income of insurance	6,491	9,313
Commission fee	421	399
Rent revenue	-	1,679
Compensation income	-	3,844
Miscellaneous income	988	370
Total non-operating income	7,911	15,618
Non-operating expenses		
Interest expenses	621	2,205
Miscellaneous loss	59	125
Total non-operating expenses	680	2,330
Ordinary profit	53,733	138,743
Profit before income taxes	53,733	138,743
Income taxes - current	9,788	18,023
Income taxes - deferred	18,019	46,774
Total income taxes	27,808	64,798
Profit	25,924	73,944
Profit (loss) attributable to non-controlling interests	(675)	1,273
Profit attributable to owners of parent	26,600	72,671

Quarterly Consolidated Statements of Comprehensive Income

(Unit: thousand yen)

	The first quarter of the previous fiscal year (From June 1, 2017 to August 31, 2017)	The first quarter of the reporting fiscal year (From June 1, 2018 to August 31, 2018)
Profit	25,924	73,944
Other comprehensive income		
Valuation difference on available-for-sale securities	–	(12)
Total other comprehensive income	–	(12)
Comprehensive income	25,924	73,931
Comprehensive income attributable to:		
Comprehensive income attributable to owners of parent	26,600	72,659
Comprehensive income attributable to non-controlling interests	(675)	1,272