

FINANCIAL RELEASE

**FROM APRIL.1,2018
TO MARCH.31,2019**

HOSIDEN CORPORATION

1. Consolidated Results For The Years Ended March.31, 2019 And 2018

(1)Consolidated Operating Results(Years ended March.31,2019 and 2018)

Percentages indicate year - on - year changes

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2019	233,435	(22.0)	11,457	(12.2)	13,357	26.6	10,709	4.7
2018	299,440	99.5	13,043	449.6	10,548	484.5	10,233	398.4

	Net Income Per Share	Diluted Net Income Per Share	Return on Equity	Ordinary Income to Total Assets	Operating Income to Net Sales
	Yen	Yen	%	%	%
2019	180.62	168.70	11.8	9.8	4.9
2018	172.11	165.35	12.5	8.2	4.4

(2)Consolidated Financial Position(As of March.31,2019 and 2018)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Yen
2019	133,470	94,113	70.5	1,609.93
2018	138,192	86,992	63.0	1,463.09

(3)Consolidated Cash Flows(Years ended March.31,2019 and 2018)

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash Flows from Equivalents (FY End)
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
2019	25,593	(5,168)	(4,544)	68,061
2018	3,757	(5,673)	8,832	52,405

2.Dividends(Years ended March.31,2019 and 2018,and the year ending March.31,2020)

	Dividends per Share(Yen)			Dividends in Total (annual)	Dividend Payout Ratio (consolidated)	Dividends on Net Assets
	Interim	Year-End	Annual			
	Yen	Yen	Yen	Millions of yen	%	%
2018	5.00	15.00	20.00	1,189	11.6	1.5
2019	10.00	15.00	25.00	1,471	13.7	1.6
2020 (Projected)	10.00	10.00	20.00		19.5	

3.Consolidated Forecasts for the year ending March.31,2020

	Net Sales		Operating Income		Ordinary Income		Profit attributable to owners of parent		Net Income Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Interim Period	95,000	(30.1)	3,000	(47.5)	3,000	(67.2)	2,200	(68.5)	37.64
Entire Year	245,000	5.0	8,000	(30.2)	8,000	(40.1)	6,000	(44.0)	102.64

(Reference)Non-Consolidated Results

1.Non-Consolidated Results For The Years Ended March.31, 2019 and 2018

(1)Non-Consolidated Operating Results(Years ended March.31,2019 and 2018)

	Net Sales		Operating Income		Ordinary Income		Net Income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
2019	186,942	(22.1)	6,173	(29.5)	8,811	23.4	6,584	(3.0)
2018	239,879	138.4	8,753	928.7	7,143	341.5	6,789	321.9

	Net Income Per Share	Diluted Net Income Per Share
	Yen	Yen
2019	111.05	103.63
2018	114.19	109.66

(2)Non-Consolidated Financial Position(As of March.31,2019 and 2018)

	Total Assets	Net Assets	Shareholders' Equity Ratio	Net Assets Per Share
	Millions of yen	Millions of yen	%	Yen
2019	110,821	68,655	62.0	1,174.45
2018	121,119	64,815	53.5	1,090.09

CONSOLIDATED BALANCE SHEETS

Yen (millions)

ASSETS		
ACCOUNT ITEMS	Mar.31,2018	Mar.31,2019
Current assets		
1. Cash and deposits	45,087	53,863
2. Notes receivable and accounts receivable-trade	30,494	21,687
3. Short-term investment securities	8,100	16,300
4. Inventories	28,869	17,387
5. Accounts receivable from sub-contractors	1,688	1,569
6. Other current assets	3,063	2,068
Allowance for doubtful receivables	(25)	(25)
Total of current assets	117,279	112,851
Fixed assets		
(1) Property plant and equipment		
1. Buildings and structures	4,029	3,961
2. Machinery, equipment and vehicles	4,274	4,559
3. Land	3,496	3,483
4. Construction in progress	48	480
5. Other property plant and equipment	2,150	1,775
Total of property plant and equipment	13,998	14,260
(2) Intangible assets	339	367
(3) Investments and other assets		
1. Investment securities	5,170	4,390
2. Net defined benefit assets	2	79
3. Deferred tax assets	827	925
4. Other investments	928	1,005
Allowance for doubtful receivables	(353)	(410)
Total of investments and other assets	6,575	5,991
Total of fixed assets	20,913	20,619
Total assets	138,192	133,470

Yen (millions)

LIABILITIES		
ACCOUNT ITEMS	Mar.31,2018	Mar.31,2019
Current liabilities		
1. Notes payable and accounts payable-trade	24,390	14,168
2. Short-term debt	5,064	2,768
3. Income tax payable	1,320	1,837
4. Provision for directors' bonuses	100	123
5. Other current liabilities	4,507	4,147
Total of current liabilities	35,383	23,046
Long-term liabilities		
1. Convertible bond-type bonds with subscription rights to shares	10,137	10,116
2. Deferred tax liabilities	412	1,094
3. Net defined benefit liabilities	4,481	4,332
4. Other long-term liabilities	784	767
Total of long-term liabilities	15,816	16,310
Total liabilities	51,199	39,357
SHAREHOLDERS' EQUITY		
Owner's equity		
1. Common stock	13,660	13,660
2. Additional paid-in capital	19,596	19,596
3. Retained earnings	60,658	69,881
4. Treasury stock	(7,750)	(8,660)
Total of owner's equity	86,165	94,477
Accumulated other comprehensive income		
1. Unrealized gains on other securities	2,298	1,950
2. Translation adjustments	(1,703)	(2,548)
3. Remeasurements of defined benefit plans	233	232
Total of accumulated other comprehensive income	827	(364)
Total shareholders' equity	86,992	94,113
Total liabilities and shareholders' equity	138,192	133,470

CONSOLIDATED STATEMENT OF INCOME

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2018	Year ended Mar.31,2019
Net sales	299,440	233,435
Cost of sales	275,174	211,175
Gross profit	24,266	22,260
Selling, general and administrative expenses	11,223	10,802
Operating income	13,043	11,457
Non-operating income	317	2,048
1. Interest income	99	182
2. Dividend income	81	98
3. Exchange gain	-	1,598
4. Dividends income of insurance	32	36
5. Other	104	132
Non-operating expenses	(2,812)	(148)
1. Interest expenses	(131)	(111)
2. Exchange loss	(2,627)	-
3. Other	(53)	(36)
Ordinary income	10,548	13,357
Extraordinary income	50	251
1. Gain on sales of fixed assets	2	6
2. Gain on liquidation of subsidiaries	-	240
3. Gain on sales of golf memberships	45	4
4. Other	3	0
Extraordinary loss	(215)	(4)
1. Loss on disposal and sales of fixed assets	(1)	(4)
2. Impairment losses on fixed assets	(212)	-
3. Other	(1)	-
Income before income taxes	10,384	13,603
Income taxes	151	2,894
1. Current income taxes	1,330	2,133
2. Deferred income taxes	(1,179)	761
Net income	10,233	10,709
Profit attributable to non-controlling interests	-	-
Profit attributable to owners of parent	10,233	10,709

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2018	Year ended Mar.31,2019
Net income	10,233	10,709
Other comprehensive income		
Net unrealized holding gains on securities	191	(347)
Foreign currency translation adjustments	404	(844)
Remeasurements of defined benefit plans	99	(0)
Total other comprehensive income	695	(1,192)
Comprehensive income	10,928	9,516
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	10,928	9,516
Comprehensive income attributable to non-controlling interests	-	-

CONSOLIDATED STATEMENTS OF CASH FLOWS

Yen (millions)

ACCOUNT ITEMS	Year ended Mar.31,2018	Year ended Mar.31,2019
Operating activities		
1. Profit before income taxes	10,384	13,603
2. Depreciation	3,580	3,233
3. Impairment losses on fixed assets	212	-
4. Increase(Decrease) in allowance for doubtful receivables	(27)	35
5. Increase(Decrease) in net defined benefit liabilities	(426)	(155)
6. Interest and dividends income	(180)	(280)
7. Interest expense	131	111
8. Loss(Gain) on disposal and sales of fixed assets	(0)	(1)
9. Decrease(Increase) in notes and accounts receivables- trade	(2,255)	8,759
10. Decrease(Increase) in inventories	(9,373)	11,935
11. Decrease(Increase) in accounts receivables from sub-contractors	(252)	122
12. Decrease(Increase) in other assets	194	919
13. Increase(Decrease) in notes and accounts payables-trade	2,157	(10,979)
14. Increase (Decrease) in other liabilities	237	(87)
15. Other -net	284	176
Sub-total	4,665	27,392
17. Interest and dividends - received	168	253
18. Interest - paid	(133)	(116)
19. Income taxes- paid	(1,031)	(1,970)
20. Income taxes- refunded	89	34
Net cash provided by operating activities	3,757	25,593

ACCOUNT ITEMS	Yen (millions)	
	Year ended Mar.31,2018	Year ended Mar.31,2019
Investing activities		
1. Decrease(Increase) from deposits	(456)	(1,066)
2. Capital expenditures	(5,305)	(3,999)
3. Proceeds from sales of fix assets	268	202
4. Payments for purchases of investment securities	-	(15)
5. Proceeds from sales of investment securities	32	0
6. Increase from intangible assets	(183)	(150)
7. Other-net	(29)	(140)
Net cash used in investing activities	(5,673)	(5,168)
Financing activities		
1. Increase(Decrease) in short-term debt	(690)	(2,119)
2. Proceeds from issuance of convertible bond-type bonds with subscription rights to shares	10,120	-
3. Purchases of treasury stock	(2)	(910)
4. Dividends paid	(594)	(1,486)
5. Other	(1)	(28)
Net cash used in financing activities	8,832	(4,544)
Effect of exchange rate changes on cash and Cash Equivalents	32	(225)
Net increase (decrease) in cash and cash equivalents	6,948	15,655
Cash and cash equivalents at beginning of year	45,457	52,405
Cash and cash equivalents at end of year	52,405	68,061

SEGMENT INFORMATION

Information Regarding Amount of Sales, Profit or Loss, Asset, And Other Items of Individual Segment Information

The Year Ended March 31, 2019 (From April 1, 2018 to March 31, 2019)

Yen (millions)

	Reportable segments					Adjusted amount or corporate	Amount on consolidated
	Electro-mechanical components	Acoustic components	Display components	Applied equipment and others	Total		
Sales							
Sales to customers	200,308	18,198	9,346	6,367	234,220	(785)	233,435
Inter-segment sales or Transfer	-	18	21	-	39	(39)	-
Total	200,308	18,217	9,367	6,367	234,260	(825)	233,435
Segment profit	8,973	1,207	398	940	11,520	(63)	11,457
Segment asset	42,711	9,043	3,140	3,072	57,967	75,503	133,470
Other items							
Depreciation expense	2,679	666	179	211	3,737	(503)	3,233
Increase in tangible fixed asset and intangible fixed asset	2,527	834	205	289	3,856	72	3,929

NET SALES BY PRODUCTS

Yen (millions)

	Years ended March.31,2019	
	Amount	%
Electro-mechanical components	199,704	85.5
Acoustic components	18,113	7.8
Display components	9,251	4.0
Applied equipment and others	6,366	2.7
Total	233,435	100.0