

\*This document is a translation of the original Japanese document and does not contain all details of it.

\*This document has been prepared for reference only in accordance with accounting principles generally accepted in Japan.

\*If there is any discrepancy between this document and the original Japanese document, the latter shall prevail.

# Summary of Consolidated Financial Statements for the Third Quarter of the Fiscal Year Ending March 31, 2020 [Japan GAAP]

February 3, 2020

Stock Exchange Listing: Tokyo (First Section)

## Company Name: GSI Creos Corporation

Code Number: 8101

URL <http://www.gsi.co.jp>

Representative: Tadaaki Yoshinaga Representative Director, President and CEO

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Scheduled Date of Quarterly Report Filing: February 7, 2020

Scheduled Date of Dividend Payments Commencement: —

Supplementary Documents for Quarterly Financial Statements: Yes

Holding of Quarterly Financial Results Meeting: No

(Note: Amounts less than one million of yen have been rounded down.)

### 1. Consolidated Results for the Third Quarter of the Fiscal Year Ending March 31, 2020 (April 1, 2019 to December 31, 2019)

#### (1) Consolidated Operating Results (Cumulative Total)

(Percentage figures represent changes from the same period of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Third quarter ended December 31, 2019	87,485	(18.7)	978	(32.9)	940	(35.6)	827	(12.5)
Third quarter ended December 31, 2018	107,606	7.5	1,457	1.5	1,460	(2.3)	945	(8.0)

(Note) Comprehensive income  
 Third quarter ended December 31, 2019 : 707 millions of yen 85.9 %  
 Third quarter ended December 31, 2018 : 380 millions of yen (74.6) %

	Net income per share	Diluted net income per share
	Yen	Yen
Third quarter ended December 31, 2019	130.91	—
Third quarter ended December 31, 2018	146.51	—

#### (2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
December 31, 2019	60,005	19,458	32.4
March 31, 2019	61,618	18,991	30.8

(Reference) Equity capital  
 December 31, 2019 : 19,458 millions of yen  
 March 31, 2019 : 18,991 millions of yen

### 2. Dividends

	Annual dividend per share				
	1Q	2Q	3Q	Fiscal year end	Annual
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2019	—	—	—	40.00	40.00
Fiscal year ending March 31, 2020	—	—	—	—	—
Fiscal year ending March 31, 2020 (Forecast)	—	—	—	45.00	45.00

(Note) Revisions to the dividend forecast published most recently : No

### 3. Forecast of Consolidated Results for the Fiscal Year Ending March 31, 2020 (April 1, 2019 to March 31, 2020)

(Percentage figures represent changes from the same period of the previous year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full fiscal year	123,000	(11.2)	1,700	1.0	1,700	2.3	1,200	4.1	189.99

(Note) Revisions to the consolidated results forecasts published most recently : No

**\* Notes**

(1) Changes in Significant Subsidiaries During the Period

(Changes in Specified Subsidiaries Associated with Changes in the Scope of Consolidation) : No

(2) Application of Special Accounting Methods to the Preparation of Quarterly Financial Statements : No

(3) Changes in Accounting Policies and Estimates, and Retrospective Restatement

i Changes in accounting policies due to revisions of accounting standards and other regulations : No

ii Changes in accounting policies other than in ( i ) : No

iii Changes in accounting estimates : No

iv Retrospective restatement : No

(4) Number of Shares Issued and Outstanding (Common Stock)

i Number of shares issued and outstanding at the end of period (including treasury stock)

December 31, 2019	6,464,971 shares	March 31, 2019	6,464,971 shares
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ii Number of treasury stock at the end of period

December 31, 2019	139,520 shares	March 31, 2019	148,875 shares
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iii Average number of shares during the period

Nine months ended December 31, 2019	6,320,755 shares	Nine months ended December 31, 2018	6,451,164 shares
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**\* This quarterly report is out of scope of the quarterly review procedure performed by a certified public accountant or audit corporation.**

**\* Cautionary Statement with Respect to Forecasts of Consolidated Business Results and Special Notes**

Earning forecasts presented in this report are based on information available and assumptions deemed reasonable at the time.

Therefore, they do not constitute a guarantee that they will be realized. Actual results could differ significantly from forecasts

due to a variety of factors.

**Quarterly Consolidated Financial Statements**  
**(1) Quarterly Consolidated Balance Sheets**

(Millions of yen)

	Previous fiscal year (March 31, 2019)	Third quarter, current fiscal year (December 31, 2019)
<b>Assets</b>		
Current assets		
Cash and deposits	12,437	13,602
Notes and accounts receivable-trade	28,675	24,940
Merchandise	9,195	9,894
Goods in transit	339	49
Other	1,138	1,182
Allowance for doubtful accounts	(209)	(191)
<b>Total current assets</b>	<b>51,577</b>	<b>49,476</b>
Non-current assets		
Property, plant and equipment	4,466	4,410
Intangible assets	520	491
Investments and other assets	5,054	5,626
<b>Total non-current assets</b>	<b>10,041</b>	<b>10,528</b>
<b>Total assets</b>	<b>61,618</b>	<b>60,005</b>
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable-trade	24,283	22,209
Short-term loans payable	13,777	14,099
Current portion of long-term loans payable	232	173
Income taxes payable	247	102
Provision	488	262
Other	2,805	2,929
<b>Total current liabilities</b>	<b>41,834</b>	<b>39,776</b>
Non-current liabilities		
Long-term loans payable	217	205
Retirement benefit liability	130	128
Other	443	436
<b>Total non-current liabilities</b>	<b>791</b>	<b>769</b>
<b>Total liabilities</b>	<b>42,626</b>	<b>40,546</b>
<b>Net assets</b>		
Shareholders' equity		
Capital stock	7,186	7,186
Capital surplus	855	855
Retained earnings	10,998	11,572
Treasury stock	(177)	(166)
<b>Total shareholders' equity</b>	<b>18,862</b>	<b>19,448</b>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	66	141
Deferred gains or losses on hedges	(13)	3
Foreign currency translation adjustment	(3)	(207)
Remeasurements of defined benefit plans	80	72
<b>Total accumulated other comprehensive income</b>	<b>129</b>	<b>9</b>
<b>Total net assets</b>	<b>18,991</b>	<b>19,458</b>
<b>Total liabilities and net assets</b>	<b>61,618</b>	<b>60,005</b>

(2) Quarterly Consolidated Statements of Income and Quarterly Consolidated Statements of Comprehensive Income  
(Quarterly Consolidated Statements of Income)  
(Cumulative Third Quarter)

(Millions of yen)

	Cumulative third quarter, previous fiscal year (April 1, 2018- December 31, 2018)	Cumulative third quarter, current fiscal year (April 1, 2019- December 31, 2019)
Net sales	107,606	87,485
Cost of sales	97,660	78,149
Gross profit	9,946	9,335
Selling, general and administrative expenses	8,488	8,357
Operating profit	1,457	978
Non-operating income		
Interest income	42	90
Dividends income	51	57
Other	88	66
Total non-operating income	183	214
Non-operating expenses		
Interest expenses	130	138
Foreign exchange losses	15	32
Other	34	81
Total non-operating expenses	181	252
Ordinary profit	1,460	940
Extraordinary income		
Gain on sales of non-current assets	0	0
Gain on sales of investments in capital	—	30
Total extraordinary income	0	31
Extraordinary losses		
Loss on retirement of non-current assets	2	0
Loss on sales of golf club memberships	4	—
Loss on valuation of investments in capital	79	—
Total extraordinary losses	85	0
Income before income taxes	1,374	970
Income taxes-current	414	272
Income taxes-deferred	15	(129)
Total income taxes	429	143
Profit	945	827
Profit attributable to owners of parent	945	827

**(Quarterly Consolidated Statements of Comprehensive Income)**  
**(Cumulative Third Quarter)**

(Millions of yen)

	Cumulative third quarter, previous fiscal year (April 1, 2018- December 31, 2018)	Cumulative third quarter, current fiscal year (April 1, 2019- December 31, 2019)
Profit	945	827
Other comprehensive income		
Valuation difference on available-for-sale securities	(524)	75
Deferred gains or losses on hedges	12	17
Foreign currency translation adjustment	(57)	(204)
Remeasurements of defined benefit plans, net of tax	5	(8)
Total other comprehensive income	(564)	(119)
Comprehensive income	380	707
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	380	707