



## Consolidated Financial Results for Fiscal Year 2019

(Fiscal Year 2019: Year ended March 31, 2019)

May 9, 2019

Company Name	<b>NORITAKE CO., LIMITED</b>
Stock Exchange Listings	Tokyo, Nagoya
Code Number	5331
Location of the Head Office	Nagoya, Japan
URL	<a href="https://www.noritake.co.jp/eng/">https://www.noritake.co.jp/eng/</a>
Representative	Hiroshi Kato, President
Contact Person	Yoshimasa Nakamura, Group Deputy General Manager of Corporate Administration Group. General Manager of Finance and Accounting Dept. (Tel: +81-52-561-7116)
Date of Payment of Year-end Dividend	June 7, 2019

(Millions of Yen: Amounts less than 1 million yen have been omitted)

### 1. Consolidated Financial Results for Fiscal Year 2019 (April 1, 2018 through March 31, 2019)

#### (1) Operating Results

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2019	125,802	6.7%	7,484	46.8%	9,764	39.6%
FY 2018	117,928	8.4%	5,097	63.4%	6,992	43.8%

  

	Profit Attributable to Owners of Parent		Basic Earnings per Share	Diluted Earnings per Share	Return on Average Shareholders' Equity	Ratio of Ordinary Profit to Average Assets	Ratio of Operating Profit to Net Sales
	Millions of Yen	Change	Yen	Yen	%	%	%
FY 2019	9,707	(27.7%)	675.77	—	9.5	6.3	5.9
FY 2018	13,432	227.0%	935.57	—	14.6	4.7	4.3

(Reference) Share of profit of entities accounted for using equity method: FY2019 935 million yen  
FY2018 810 million yen

#### (2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
FY 2019	151,773	107,349	68.4	7,219.82
FY 2018	156,283	103,026	63.7	6,941.38

(Reference) Shareholders' Equity: FY2019 103,747 million yen, FY2018 99,608 million yen

## (3) Cash Flows

	Net Cash provided by (used in) Operating Activities	Net Cash provided by (used in) Investing Activities	Net Cash provided by (used in) Financing Activities	Cash and Cash Equivalents at end of period
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen
FY 2019	8,237	(2,408)	(10,348)	11,395
FY 2018	9,684	8,468	(11,056)	16,087

## 2. Dividends \*

	Dividends per Share			Total Dividends	Dividend Payout Ratio	Dividend on Equity Ratio
	Interim	Year-end	Total			
	Yen	Yen	Yen	Millions of Yen	%	%
FY 2018	30.00	40.00	70.00	1,022	7.5	1.1
FY 2019	40.00	50.00	90.00	1,314	13.3	1.3
(Forecast) FY 2020	50.00	50.00	100.00	—	26.1	—

## 3. Forecast for Fiscal Year 2020 \*

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2020 Semi-annual	61,000	(1.6%)	2,600	(31.6%)	3,700	(25.4%)
FY 2020	124,000	(1.4%)	5,600	(25.2%)	7,800	(20.1%)

  

	Profit Attributable to Owners of Parent		Basic Earnings per Share
	Millions of Yen	Change	Yen
FY 2020 Semi-annual	2,800	(31.3%)	194.85
FY 2020	5,500	(43.3%)	382.75

## 4. Other Information

- (1) Status changes of specified subsidiaries involving changes in the scope of consolidation : None
- (2) Change in accounting policies, accounting estimates or restatement
- ① Changes in accordance with revision of accounting standards : None
  - ② Other changes in accounting policies : None
  - ③ Changes in accounting estimates : None
  - ④ Restatement : None

## (3) Number of shares outstanding (Common Shares)

	Outstanding shares at end of period (including treasury shares)	Treasury shares at end of period		Average number of shares outstanding over period
FY 2019	14,842,849	473,049	FY 2019	14,365,181
FY 2018	14,842,849	492,950	FY 2018	14,357,179

**【For reference】****1. Non-consolidated Financial Results for Fiscal Year 2019  
(April 1, 2018 through March 31, 2019)**

## (1) Operating Results

	Net Sales		Operating Profit		Ordinary Profit	
	Millions of Yen	Change	Millions of Yen	Change	Millions of Yen	Change
FY 2019	70,482	6.4%	2,434	382.5%	4,974	67.2%
FY 2018	66,240	8.5%	504	—	2,975	163.6%

  

	Profit		Basic Earnings per Share	Diluted Earnings per Share
	Millions of Yen	Change	Yen	Yen
FY 2019	6,676	(34.7%)	464.79	—
FY 2018	10,225	476.5%	712.20	—

## (2) Financial Position

	Total Assets	Net Assets	Ratio of Shareholders' Equity	Shareholders' Equity per Share
	Millions of Yen	Millions of Yen	%	Yen
FY 2019	116,576	75,610	64.9	5,261.73
FY 2018	124,421	72,949	58.6	5,083.59

(Reference) Shareholders' Equity: FY2019 75,610 million yen, FY2018 72,949 million yen

**\* Cautionary Statement**

1.This report is not subject to audit procedures by certified public accountants or auditing firms.

2.Forecast for FY 2020 is based on management's assumptions and beliefs in the light of information currently available. A number of important risks and uncertainties could cause actual results to differ materially from it, therefore Noritake suggests that you should not place undue reliance on it for investment purpose and so forth.

**CONSOLIDATED BALANCE SHEETS**

	FY 2018	FY 2019
	As of March 31, 2018	As of March 31, 2019
	Millions of Yen	Millions of Yen
<b>Assets</b>		
Current assets		
Cash and deposits	18,485	14,076
Notes and accounts receivable - trade	30,382	31,156
Electronically recorded monetary claims - operating	4,377	4,325
Merchandise and finished goods	8,542	9,409
Work in process	5,109	6,536
Raw materials and supplies	4,712	5,503
Other	1,395	1,684
Allowance for doubtful accounts	(18)	(21)
Total current assets	72,987	72,671
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	16,777	16,894
Machinery, equipment and vehicles, net	7,619	8,437
Land	12,782	12,905
Construction in progress	1,521	496
Other, net	2,469	2,856
Total property, plant and equipment	41,170	41,590
Intangible assets	1,105	1,188
Investments and other assets		
Investment securities	36,974	33,336
Retirement benefit asset	2,798	1,759
Deferred tax assets	651	695
Other	718	646
Allowance for doubtful accounts	(123)	(116)
Total investments and other assets	41,019	36,323
Total non-current assets	83,295	79,101
Total assets	156,283	151,773

	FY 2018	FY 2019
	As of March 31, 2018	As of March 31, 2019
	Millions of Yen	Millions of Yen
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	11,775	13,250
Electronically recorded obligations - operating	7,622	8,622
Short-term loans payable	3,597	3,456
Current portion of long-term loans payable	9,196	348
Accrued expenses	3,145	2,911
Income taxes payable	2,597	1,526
Provision for bonuses	1,540	1,619
Notes payable - facilities	390	569
Electronically recorded obligations - non-operating	340	577
Other	2,635	2,137
<b>Total current liabilities</b>	<b>42,842</b>	<b>35,018</b>
<b>Non-current liabilities</b>		
Long-term loans payable	320	975
Deferred tax liabilities	7,103	5,453
Provision for retirement benefits for directors (and other officers)	171	212
Provision for share-based remuneration for directors (and other officers)	201	299
Retirement benefit liability	1,835	1,795
Other	782	668
<b>Total non-current liabilities</b>	<b>10,414</b>	<b>9,405</b>
<b>Total liabilities</b>	<b>53,256</b>	<b>44,424</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Capital stock	15,632	15,632
Capital surplus	18,783	18,751
Retained earnings	52,261	60,800
Treasury shares	(1,228)	(1,190)
<b>Total shareholders' equity</b>	<b>85,448</b>	<b>93,994</b>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	15,012	12,038
Foreign currency translation adjustment	(2,437)	(3,198)
Remeasurements of defined benefit plans	1,584	913
<b>Total accumulated other comprehensive income</b>	<b>14,159</b>	<b>9,753</b>
<b>Non-controlling interests</b>	<b>3,418</b>	<b>3,602</b>
<b>Total net assets</b>	<b>103,026</b>	<b>107,349</b>
<b>Total liabilities and net assets</b>	<b>156,283</b>	<b>151,773</b>

**CONSOLIDATED STATEMENTS OF INCOME**

	FY 2018 (April 1, 2017 through March 31, 2018) Millions of Yen	FY 2019 (April 1, 2018 through March 31, 2019) Millions of Yen
Net sales	117,928	125,802
Cost of sales	86,484	91,852
Gross profit	31,443	33,949
Selling, general and administrative expenses		
Selling expenses	17,541	18,043
General and administrative expenses	8,804	8,422
Total selling, general and administrative expenses	26,346	26,465
Operating profit	5,097	7,484
Non-operating income		
Interest income	104	126
Dividend income	676	729
Rent income	420	427
Foreign exchange gains	—	98
Share of profit of entities accounted for using equity method	810	935
Electricity sale income	40	71
Other	123	164
Total non-operating income	2,174	2,554
Non-operating expenses		
Interest expenses	59	33
Foreign exchange losses	14	—
Rent expenses on non-current assets	146	148
Electricity sale expenses	21	34
Other	37	56
Total non-operating expenses	279	273
Ordinary profit	6,992	9,764
Extraordinary income		
Gain on sales of non-current assets	10,624	2,789
Gain on sales of investment securities	155	5
Gain on step acquisitions	—	49
Total extraordinary income	10,779	2,843
Extraordinary losses		
Loss on disposal of non-current assets	740	264
Impairment loss	839	—
Other	3	17
Total extraordinary losses	1,584	281
Profit before income taxes	16,187	12,326
Income taxes - current	3,262	2,405
Income taxes - deferred	(680)	(47)
Total income taxes	2,581	2,358
Profit	13,605	9,968
Profit attributable to non-controlling interests	173	260
Profit attributable to owners of parent	13,432	9,707

**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	FY 2018 (April 1, 2017 through March 31, 2018)	FY 2019 (April 1, 2018 through March 31, 2019)
	Millions of Yen	Millions of Yen
Profit	13,605	9,968
Other comprehensive income		
Valuation difference on available-for-sale securities	2,031	(2,986)
Foreign currency translation adjustment	246	(799)
Remeasurements of defined benefit plans, net of tax	995	(664)
Share of other comprehensive income of entities accounted for using equity method	17	(3)
Total other comprehensive income	3,291	(4,454)
Comprehensive income	16,896	5,513
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	16,604	5,301
Comprehensive income attributable to non-controlling interests	292	212

**CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS**

FY 2018 (April 1, 2017 through March 31, 2018)

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	15,632	18,783	42,417	(3,891)	72,941
Changes of items during period					
Dividends of surplus			(877)		(877)
Profit attributable to owners of parent			13,432		13,432
Disposal of treasury shares		0		12	12
Purchase of treasury shares				(60)	(60)
Retirement of treasury shares		(0)	(2,710)	2,711	—
Net changes of items other than shareholders' equity					
Total changes of items during period	—	—	9,844	2,663	12,507
Balance at end of current period	15,632	18,783	52,261	(1,228)	85,448

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	12,982	(2,590)	594	10,986	3,197	87,125
Changes of items during period						
Dividends of surplus						(877)
Profit attributable to owners of parent						13,432
Disposal of treasury shares						12
Purchase of treasury shares						(60)
Retirement of treasury shares						—
Net changes of items other than shareholders' equity	2,029	153	989	3,172	221	3,394
Total changes of items during period	2,029	153	989	3,172	221	15,901
Balance at end of current period	15,012	(2,437)	1,584	14,159	3,418	103,026



FY 2019 (April 1, 2018 through March 31, 2019)

(Millions of Yen)

	Shareholders' equity				
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of current period	15,632	18,783	52,261	(1,228)	85,448
Changes of items during period					
Dividends of surplus			(1,168)		(1,168)
Profit attributable to owners of parent			9,707		9,707
Disposal of treasury shares		0		49	50
Purchase of treasury shares				(11)	(11)
Capital increase of consolidated subsidiaries		(32)			(32)
Net changes of items other than shareholders' equity					
Total changes of items during period	—	(32)	8,539	38	8,545
Balance at end of current period	15,632	18,751	60,800	(1,190)	93,994

	Accumulated other comprehensive income				Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of current period	15,012	(2,437)	1,584	14,159	3,418	103,026
Changes of items during period						
Dividends of surplus						(1,168)
Profit attributable to owners of parent						9,707
Disposal of treasury shares						50
Purchase of treasury shares						(11)
Capital increase of consolidated subsidiaries						(32)
Net changes of items other than shareholders' equity	(2,974)	(760)	(670)	(4,405)	183	(4,222)
Total changes of items during period	(2,974)	(760)	(670)	(4,405)	183	4,322
Balance at end of current period	12,038	(3,198)	913	9,753	3,602	107,349

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

	FY 2018 (April 1, 2017 through March 31, 2018) Millions of Yen	FY 2019 (April 1, 2018 through March 31, 2019) Millions of Yen
<b>Cash flows from operating activities</b>		
Profit before income taxes	16,187	12,326
Depreciation	4,030	4,057
Impairment loss	839	—
Loss (gain) on step acquisitions	—	(49)
Increase (decrease) in allowance for doubtful accounts	(6)	(3)
Increase (decrease) in net defined benefit liability and asset	482	81
Increase (decrease) in provision for retirement benefits for directors (and other officers)	(34)	(22)
Increase (decrease) in provision for share-based remuneration for directors (and other officers)	135	98
Interest and dividend income	(780)	(855)
Interest expenses	59	33
Share of loss (profit) of entities accounted for using equity method	(810)	(935)
Loss (gain) on sales of short-term and long-term investment securities	(155)	3
Loss (gain) on sales and retirement of property, plant and equipment and intangible assets	(9,883)	(2,524)
Decrease (increase) in notes and accounts receivable - trade	(4,326)	(200)
Decrease (increase) in inventories	(1,275)	(3,015)
Increase (decrease) in notes and accounts payable - trade	4,739	1,790
Other, net	549	(8)
Subtotal	9,751	10,776
Interest and dividend income received	1,043	1,125
Interest expenses paid	(59)	(41)
Income taxes paid	(1,050)	(3,622)
Net cash provided by (used in) operating activities	9,684	8,237
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment and intangible assets	(4,349)	(5,329)
Proceeds from sales of property, plant and equipment and intangible assets	12,921	3,508
Purchase of investment securities	(20)	(21)
Proceeds from sales of investment securities	267	109
Payments of loans receivable	(268)	(287)
Collection of loans receivable	123	273
Purchase of shares of subsidiaries resulting in change in scope of consolidation	—	(17)
Payments into time deposits	(1,808)	(3,273)
Proceeds from withdrawal of time deposits	1,709	3,166
Other, net	(105)	(537)
Net cash provided by (used in) investing activities	8,468	(2,408)
<b>Cash flows from financing activities</b>		
Net increase (decrease) in short-term loans payable	(6,101)	(754)
Proceeds from long-term loans payable	—	900
Repayments of long-term loans payable	(3,946)	(9,252)
Proceeds from sales of treasury shares	0	0
Purchase of treasury shares	(60)	(11)
Cash dividends paid	(877)	(1,168)
Other, net	(70)	(61)
Net cash provided by (used in) financing activities	(11,056)	(10,348)
Effect of exchange rate change on cash and cash equivalents	81	(173)
Net increase (decrease) in cash and cash equivalents	7,177	(4,692)
Cash and cash equivalents at beginning of period	8,910	16,087
Cash and cash equivalents at end of period	16,087	11,395

## SEGMENT INFORMATION

FY 2018 (April 1, 2017 through March 31, 2018) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total	Adjustments	Consolidated
Net sales:							
External customers	59,404	31,740	18,018	8,765	117,928	—	117,928
Segment profit (loss)	1,739	2,651	1,522	(817)	5,097	—	5,097
Segment assets	48,944	33,883	9,375	7,672	99,875	56,407	156,283
Other items:							
Intersegment sales and transfers	16	63	249	265	594	(594)	—
Depreciation	2,466	930	253	379	4,030	—	4,030
Investments in equity-method associates	338	3,802	—	96	4,237	—	4,237
Increases in tangible and intangible fixed assets	1,372	1,600	88	276	3,338	1,013	4,352

FY 2019 (April 1, 2018 through March 31, 2019) (Millions of Yen)

	Industrial Products	Ceramics & Materials	Engineering	Tabletop	Total	Adjustments	Consolidated
Net sales:							
External customers	63,171	34,832	19,326	8,472	125,802	—	125,802
Segment profit (loss)	2,333	3,690	2,231	(771)	7,484	—	7,484
Segment assets	51,269	37,405	10,073	7,014	105,762	46,010	151,773
Other items:							
Intersegment sales and transfers	10	70	465	260	807	(807)	—
Depreciation	2,335	1,095	256	371	4,057	—	4,057
Investments in equity-method associates	351	4,458	—	90	4,900	—	4,900
Increases in tangible and intangible fixed assets	1,697	2,290	154	249	4,392	907	5,299

Notes: (1) Adjustments column in "Segment assets" denotes unallocated general corporate items which were not assigned to specific segments such as cash, short-term and long-term investments in securities and general managed property.

(2) Adjustments column in "Other items: Intersegment sales and transfers" denotes eliminations of intersegment transactions.

(3) Adjustments column in "Other items: Increases in tangible and intangible fixed assets" denotes capital expenditures of administrative department which were not assigned to specific segments.