Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2017 (Based on IFRS)

May 15, 2017

Company name Iida Group Holdings Co., Ltd.

Stock Code 3291 Stock exchange listing: Tokyo

URL http://www.ighd.co.jp

Representative President, Representative Director Yoichi Nishikawa

Inquiries General Manager Corporate Planning Department Hitoshi Oyama TEL 03(5989)0927

Scheduled Date of Ordinary General Meeting of Shareholders: June 27, 2017

Scheduled Date to Filing Securities Report: June 28, 2017

Scheduled Date to Commence Dividend Payments : June 28, 2017 -

Preparation of supplementary material on quarterly financial results Yes

Holding of quarterly financial results meeting (for institutional investors or analysts) Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the fiscal year ended March 31, 2017 (April 1, 2016 to March31, 2017)

(1) Consolidated Business Results Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before income taxes		Profit for the year	
Fiscal year ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2017	1,232,476	8.5	113,647	20.1	110,878	21.1	76,883	18.3
March 31, 2016	1,136,011	△4.5	94,661	43.3	91,567	46.4	64,994	67.0

	Profit attributable to owners of the parent company		Comprehensive income		Basic earnings per share	Diluted earnings per share
Fiscal year ended	Millions of yen	%	Millions of yen	%	Yen	Yen
March 31, 2017	76,741	18.3	77,565	18.5	266.11	―
March 31, 2016	64,914	67.0	65,457	67.5	225.10	―

	Ratio of net income to equity, attributable to owners of the parent	Profit before income tax to total assets ratio	Operating income to to net sales ratio
Fiscal year ended	%	%	%
March 31, 2017	12.3	10.2	9.2
March 31, 2016	11.5	9.3	8.3

(2) Consolidated financial position

	Total assets	Total equity	Equity attributable to owners of the parent company	Ratio of equity, attributable to owners of the parent company to total assets
As of	Millions of yen	Millions of yen	Millions of yen	%
March 31, 2017	1,168,389	655,276	654,511	56.0
March 31, 2016	1,013,527	590,992	590,355	58.2

	Equity attributable to owners of the parent company per share
As of	Millions of yen
March 31, 2017	2,269.59
March 31, 2016	2,047.11

(3) Consolidated cash flow

	Operating activities	Investing activities	Financing activities	Cash and cash equivalents at the end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2017	△29,616	△13,327	73,956	260,745
March 31, 2016	63,957	△8,149	△9,116	229,751

2. Cash dividends

	Annual dividends per share				
	End of 1st quarter (June 30)	End of 2nd quarter (Sept. 30)	End of 3rd quarter (Dec. 31)	Fiscal year-end (March 31)	Annual
Year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2016	–	19.00	–	23.00	42.00
March 31, 2017	–	23.00	–	31.00	54.00
Year ending March 31,2018 (Forecast)	–	30.00	–	30.00	60.00

	Total Dividends (annual)	Dividend payout ratio (consolidated)	Ratio of dividend to equity, attributable to owners of the parent (consolidated)
Fiscal year ended	Millions of yen	%	%
March 31, 2017	12,226	18.7	2.2
March 31, 2016	15,572	20.3	2.5
		21.8	

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2018 (From April 1, 2017 to March 31, 2018)

Percentages indicate year-on-year changes

	Revenue		Operating profit		Profit before income taxes		Profit for the year		Profit attributable to owners of the parent company		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
1st Half	635,800	8.3	55,400	△6.5	54,400	△5.4	37,800	△3.5	37,750	△3.5	130.90
Full year	1,355,900	10.0	118,400	4.2	115,800	4.4	79,300	3.1	79,200	3.2	274.63

Note: Revisions to the consolidated financial results forecast most recently announced: No

Notes

(1) Changes in significant subsidiaries during the fiscal year ended March 31, 2017 (changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

① Changes in accounting policies due to transitioning to IFRS: No

② Changes in accounting policies due to other reasons: No

③ Changes in accounting estimates: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)	As of March 31, 2017	294,431,639 shares	As of March 31, 2016	294,431,639 shares
Number of treasury shares at the end of the period	As of March 31, 2017	6,048,414 shares	As of March 31, 2016	6,047,274 shares
Average number of shares during the period (cumulative from the beginning of the fiscal year)	Fiscal year ended March 31, 2017	288,383,948 shares	Fiscal year ended March 31, 2016	288,385,409 shares

* This report is unaudited.

* Explanation of appropriate use of financial results forecast and other remarks

– Financial results forecast and other forward-looking statements contained in this report are based on information available to the company and a certain assumptions judged to be reasonable on the date of this report's announcement, and it does not constitute

the company's intention to promise the accomplishment of the forecasts. In addition, actual results may differ significantly from the forecast due to various factors.

– Supplementary material on financial results for the fiscal year ended March 31, 2017 is planned to be available on our website on May 15, 2017.

Quarterly Consolidated Financial Statements

Consolidated Statement of Financial Position (IFRS)

(Unit: Millions of yen)

	As of March 31, 2016	As of March 31, 2017
Assets		
Current assets		
Cash and cash equivalents	233,316	265,586
Trade and other receivables	2,516	3,353
Inventories	460,794	558,853
Operating loans and operating accounts receivable	25,745	36,332
Other financial assets	1,498	1,930
Other current assets	10,658	12,953
Total current assets	734,529	879,009
Non-Current assets		
Property, plant and equipment	56,032	60,691
Goodwill	198,297	198,288
Intangible assets	1,164	1,140
Other financial assets	15,519	21,720
Deferred tax assets	7,832	7,330
Other non-Current assets	150	208
Total non-current assets	278,997	289,379
Total assets	1,013,527	1,168,389

(Unit: Millions of yen)

	As of March 31, 2016	As of March 31, 2017
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and borrowings	195,409	222,092
Trade and other payable	117,996	116,695
Other financial liabilities	3,268	4,107
Income taxes payable	20,014	20,512
Other current liabilities	15,658	17,736
Total current liabilities	352,347	381,144
Non-current liabilities		
Bonds and borrowings	60,309	121,085
Other financial liabilities	1,012	266
Retirement benefit liabilities	5,350	6,683
Provisions	3,072	3,442
Deferred tax liabilities	331	357
Other non-current liabilities	110	133
Total non-current liabilities	70,186	131,968
Total liabilities	422,534	513,112
Equity		
Capital stock	10,000	10,000
Capital surplus	418,503	418,503
Retained earnings	174,000	237,476
Treasury stock	△13,196	△13,198
Other components of equity	1,047	1,729
Equity attributable to owners of the parent company	590,355	654,511
Non-controlling interests	637	765
Total equity	590,992	655,276
Total liabilities and equity	1,013,527	1,168,389

Consolidated Statement of Income (cumulative) and Consolidated Statements of Comprehensive Income (cumulative)

Consolidated Statement of Income (cumulative) (IFRS)

(Unit: Millions of yen)

	Fiscal Year ended March 31, 2016	Fiscal Year ended March 31, 2017
Revenue	1,136,011	1,232,476
Cost of sales	△949,721	△1,017,793
Gross profit	186,290	214,682
Selling, general and administrative expenses	△91,216	△101,707
Other income	1,924	1,685
Other expenses	△2,336	△1,011
Operating income	94,661	113,647
Finance income	134	244
Finance costs	△3,228	△3,013
Profit before income taxes	91,567	110,878
Income tax expenses	△26,572	△33,995
Profit for the year	64,994	76,883
Attributable to		
Owners of the parent company	64,914	76,741
Non-controlling interests	80	142
Profit	64,994	76,883
Earnings per share		
Basic	225.10	266.11
Diluted	—	—

Consolidated Statements of Comprehensive Income (cumulative) (IFRS)

(Unit: Millions of yen)

	Fiscal Year ended March 31, 2016	Fiscal Year ended March 31, 2017
Profit for the year	64,994	76,883
Other comprehensive income (loss)		
Items that will not be reclassified subsequently to profit or loss		
Remeasurements of defined benefit pension plans	109	△51
Total	109	△51
Items that may be reclassified subsequently to profit or loss		
Gains or losses on an available-for-sale financial asset	352	736
Cash flow hedges	0	△2
Total	353	734
Other comprehensive income (loss) after tax	462	682
Comprehensive income for the year	65,457	77,565
Attributable to		
Owners of the parent company	65,376	77,423
Non-controlling interests	80	142
Comprehensive income	65,457	77,565

Consolidated Statement of Changes in Equity (April 1, 2015 to March 31, 2016) (IFRS)

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					
					Other components of equity	
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Remeasurements of defined benefit pension plans	Gains or losses on an available-for-sale financial asset
As of April 1, 2015	10,000	417,723	120,045	△13,190	△60	646
Profit for the year	—	—	64,914	—	—	—
Other comprehensive income (loss) for the year	—	—	—	—	109	352
Comprehensive income for the year	—	—	64,914	—	109	352
Dividends	—	—	△10,958	—	—	—
Change of treasury stock	—	—	—	△5	—	—
Change of scope of consolidation	—	780	—	—	—	—
Total transactions with owners	—	780	△10,958	△5	—	—
As of March 31, 2016	10,000	418,503	174,000	△13,196	48	999

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity				
	Cash flow hedges	Total	Owners of the parent company	Non-controlling interests	Total equity
As of April 1, 2015	△1	584	535,162	569	535,732
Profit for the year	—	—	64,914	80	64,994
Other comprehensive income (loss)	0	462	462	—	462
Comprehensive income for the year	0	462	65,376	80	65,457
Dividends	—	—	△10,958	△12	△10,971
Change of treasury stock	—	—	△5	—	△5
Change of scope of consolidation	—	—	780	—	780
Total transactions with owners	—	—	△10,184	△12	△10,196
As of March 31, 2016	△0	1,047	590,355	637	590,992

Consolidated Statement of Changes in Equity (April 1, 2016 to March 31, 2017) (IFRS)

(Unit: Millions of yen)

	Equity attributable to owners of the parent company					
					Other components of equity	
	Capital stock	Capital surplus	Retained earnings	Treasury stock	Remeasurements of defined benefit pension plans	Gains or losses on an available-for-sale financial asset
As of April 1, 2016	10,000	418,503	174,000	△13,196	48	999
Profit for the year	—	—	76,741	—	—	—
Other comprehensive income (loss)	—	—	—	—	△51	736
Comprehensive income for the year	—	—	76,741	—	△51	736
Dividends	—	—	△13,265	—	—	—
Change of treasury stock	—	—	—	△2	—	—
Total transactions with owners	—	—	—	—	—	—
As of March 31, 2017	10,000	418,503	237,476	△13,198	△3	1,736

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity				
	Cash flow hedges	Total	Owners of the parent company	Non-controlling interests	Total equity
As of April 1, 2016	△0	1,047	590,355	637	590,992
Profit for the year	—	—	76,741	142	76,883
Other comprehensive income (loss)	△2	682	682	—	682
Comprehensive income for the year	△2	682	77,423	142	77,565
Dividends	—	—	△13,265	△13	△13,279
Change of treasury stock	—	—	△2	—	△2
Total transactions with owners	—	—	△13,268	△13	△13,282
As of March 31, 2017	△3	1,729	654,511	765	655,276

Consolidated Statement of Cash flows (IFRS)

(Unit: Millions of yen)

	Fiscal Year ended March 31, 2016	Fiscal Year ended March 31, 2017
Cash flows from operating activities		
Profit before income taxes	91,567	110,878
Depreciation	2,697	2,550
Impairment losses	997	391
Financial incomes	△134	△244
Financial costs	3,228	3,013
Decrease (increase) in inventories	△2,264	△97,917
Decrease (increase) in loans and receivables	△2,778	△10,620
Other	△1,845	△437
Subtotal	91,466	7,614
Proceeds from subsidy income	1,223	0
Interest and dividend income received	120	162
Interest expenses paid	△2,905	△2,730
Income taxes paid	△28,485	△37,394
Income taxes refund	2,537	2,731
Net cash provided by (used in) operating activities	63,957	△29,616
Cash flows from investing activities		
Payments into time deposits	△2,795	△6,760
Proceeds from withdrawal of time deposits	4,320	5,485
Purchase of property, plant and equipment	△5,892	△9,161
Proceeds from sales of property, plant and equipment	148	2,444
Purchase of intangible assets	△391	△229
Purchase of investment securities	△1,186	△3,120
Proceeds from sale of investments, redemption	20	14
Payments of loans receivable	△2,460	△2,322
Proceeds from collection of loans	214	567
Other	△126	△245
Net cash provided by (used in) investing activities	△8,149	△13,327
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	△22,171	39,524
Proceeds from long-term loans payable	32,917	122,666
Repayments of long-term loans payable	△38,893	△74,581
Proceeds from issuance of convertible bond-type bonds with subscription rights to shares	30,094	―
Redemption of bonds	―	△300
Cash dividends paid	△10,953	△13,259
Other	△110	△94
Net cash provided by (used in) financing activities	△9,116	73,956
Effect of exchange rate change on cash and cash equivalents	177	△17
Net increase (decrease) in cash and cash equivalents	46,869	30,994
Cash and cash equivalents at beginning of period	182,881	229,751
Cash and cash equivalents at the end of period	229,751	260,745