Translation

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Summary of Consolidated Financial Results for the Six Months Ended September 30, 2017 (Based on IFRS)

November 10, 2017

Company name Iida Group Holdings Co., Ltd.
Stock Code 3291 Stock exchange listing: Tokyo
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Scheduled Date to Filing Quarterly Securities Report: November 10, 2017
Scheduled Date to Commence Dividend Payments : December 4,2017
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 six months ended September 30, 2017 (From April 1, 2017 to September 30, 2017)

(1) Consolidated Operating Results (Cumulative) (Percentages indicate year-on-year changes)

	Revenue		Operating profit		Profit before income taxes		Net Profit		Profit attributable to owners of the parent company		Comprehensive income for the year	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2017	633,306	7.9	53,544	9.6	52,185	9.3	35,375	9.7	35,314	9.7	35,440	9.8
September 30, 2016	586,969	7.1	59,237	33.1	57,515	33.9	39,163	40.1	39,102	40.0	39,271	39.9

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2017	122.46	-
September 30, 2016	135.59	-

(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	%
September 30, 2017	1,186,986	681,756	680,949	57.4
March 31, 2017	1,168,389	655,276	654,511	56.0

2.Cash dividends

	Annual dividends per share				
	Q1	Q2	Q3	Q4	TOTAL
Year ended	Yen	Yen	Yen	Yen	Yen
March 31, 2017	-	23.00	-	31.00	54.00
March 31, 2018	-	30.00			
Year ending March 31, 2018 (Forecast)			-	30.00	60.00

3.Forecast of consolidated results 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		Net Profit		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
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 finacial results forecast most recently announced : No

Notes

(1) Changes in significant subsidiaries during the six months ended September 30, 2017

(Changes in specified subsidiaries resulting in the change in scope of consolidation): No

(2) Changes in accounting policies and changes in accounting estimates

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 September 30, 2017	294,431,639	shares	As of March 31, 2017	294,431,639	shares
Number of treasury shares at the end of the period	As of September 30, 2017	6,048,902	shares	As of March 31, 2017	6,048,414	shares
Average number of shares during the period (Cumulative from the beginning of the fiscal year)	Six months ended September 30, 2017	288,382,981	shares	Three months ended September 30, 2016	288,384,244	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 six months ended September 30, 2017 is planned to be available on our website on November 10, 2017

Quarterly Consolidated Financial Statements
Consolidated Statement of Financial Position (IFRS)

(Unit: Millions of yen)

	As of March 31, 2017	As of September 30, 2017
Assets		
Current assets		
Cash and cash equivalents	265,586	234,691
Trade and other receivables	3,353	3,192
Inventories	558,853	615,273
Operating loans and operating accounts receivable	36,332	28,819
Other financial assets	1,930	2,110
Other current assets	12,953	9,563
Total current assets	879,009	893,651
Non-Current assets		
Property, plant and equipment	60,691	64,171
Goodwill	198,288	198,283
Intangible assets	1,140	1,261
Other financial assets	21,720	22,450
Deferred tax assets	7,330	6,950
Other non-current assets	208	216
Total non-current assets	289,379	293,334
Total assets	1,168,389	1,186,986

(Unit: Millions of yen)

	As of March 31, 2017	As of September 30, 2017
Liabilities and equity		
Liabilities		
Current liabilities		
Bonds and borrowings	222,092	224,345
Trade and other payable	116,695	115,589
Other financial liabilities	4,107	2,597
Income taxes payable	20,512	17,374
Other current liabilities	17,736	16,213
Total current liabilities	381,144	376,120
Non-current liabilities		
Bonds and borrowings	121,085	117,682
Other financial liabilities	266	297
Retirement benefit liabilities	6,683	6,990
Provisions	3,442	3,572
Deferred tax liabilities	357	359
Other non-current liabilities	133	207
Total non-current liabilities	131,968	129,109
Total liabilities	513,112	505,229
Equity		
Capital stock	10,000	10,000
Capital surplus	418,503	418,503
Retained earnings	237,476	263,851
Treasury stock	△13,198	13,199
Other components of equity	1,729	1,794
Equity attributable to owners of the parent company	654,511	680,949
Non-controlling interests	765	807
Total equity	655,276	681,756
Total liabilities and equity	1,168,389	1,186,986

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

Consolidated Statement of Income (Cumulative) (IFRS)

(Unit: Millions of yen)

	Six Months Ended September 30, 2016	Six Months Ended September 30, 2017
Revenue	586,969	633,306
Cost of sales	480,785	527,805
Gross profit	106,183	105,501
Selling, general and administrative expenses	46,943	52,259
Other income	398	678
Other expenses	401	375
Operating income	59,237	53,544
Finance income	100	146
Finance costs	1,822	1,505
Profit before income taxes	57,515	52,185
Income tax expenses	18,351	16,810
Net Profit	39,163	35,375
Attributable to		
Owners of the parent company	39,102	35,314
Non-controlling interests	60	60
Net Profit	39,163	35,375
Earnings per share		
Basic (Unit: Yen)	135.59	122.46
Diluted (Unit: Yen)	－	―

Consolidated Statements of Comprehensive Income (Cumulative) (IFRS)

(Unit: Millions of yen)

	Six Months Ended September 30, 2016	Six Months Ended September 30, 2017
Profit	39,163	35,375
Other comprehensive income (loss)		
Items that will not be reclassified subsequently to profit or loss		
Remeasurements of defined benefit pension plans		
Gains or losses on an available-for-sale financial asset	110	61
Cash flow hedges	2	3
Total of items that may be reclassified subsequently to profit or loss	107	64
Other comprehensive income (loss) after income taxes	107	64
Comprehensive income for the year	39,271	35,440
Attributable to		
Owners of the parent company	39,210	35,379
Non-controlling interests	60	60
Comprehensive income	39,271	35,440

Consolidated Statement of Changes in Equity (From April 1, 2016 to September 30, 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, 2016	10,000	418,503	174,000	13,196	48	999
Profit	—	—	39,102	—	—	—
Other comprehensive income (loss)	—	—	—	—	—	110
Comprehensive income	—	—	39,102	—	—	110
Dividends	—	—	6,632	—	—	—
Change of treasury stock	—	—	—	—	—	—
Change of scope of consolidation	—	-	—	0	—	—
Total transactions with owners	—	-	6,632	0	—	—
As of September 30, 2016	10,000	418,503	206,470	13,196	48	1,109

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity		Owners of the parent company	Non-controlling interests	Total equity
	Cash flow hedges	Total			
As of April 1, 2016	0	1,047	590,355	637	590,992
Profit	—	—	39,102	60	39,163
Other comprehensive income (loss)	2	107	107	—	107
Comprehensive income	2	107	39,210	60	39,271
Dividends	—	—	6,632	13	6,646
Change of treasury stock	—	—	0	—	0
Change of scope of consolidation	—	—	—	—	—
Total transactions with owners	—	—	6,633	13	6,647
As of September 30, 2016	3	1,155	622,932	684	623,616

Consolidated Statement of Changes in Equity (From April 1, 2017 to September 30, 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, 2017	10,000	418,503	237,476	13,198	3	1,736
Profit	—	—	35,314	—	—	—
Other comprehensive income (loss)	—	—	—	—	—	61
Comprehensive income	—	—	35,314	—	—	61
Dividends	—	—	8,939	—	—	—
Change of treasury stock	—	—	—	—	—	—
Change of scope of consolidation	—	—	—	0	—	—
Total transactions with owners	—	—	8,939	0	—	—
As of September 30, 2017	10,000	418,503	263,851	13,199	3	1,798

(Unit: Millions of yen)

	Equity attributable to owners of the parent company				
	Other components of equity		Owners of the parent company	Non-controlling interests	Total equity
	Cash flow hedges	Total			
As of April 1, 2017	3	1,729	654,511	765	655,276
Profit	—	—	35,314	60	35,375
Other comprehensive income (loss)	3	64	64	—	64
Comprehensive income	3	64	35,379	60	35,440
Dividends	—	—	8,939	19	8,959
Change of treasury stock	—	—	0	—	0
Change of scope of consolidation	—	—	—	—	—
Total transactions with owners	—	—	8,940	19	8,960
As of September 30, 2017	—	1,794	680,949	807	681,756

Consolidated Statement of Cash flows (IFRS)

(Unit: Millions of yen)

	Six Months ended September 30, 2016	Six Months ended September 30, 2017
Cash flows from operating activities		
Profit before income taxes	57,515	52,185
Depreciation	1,294	1,345
Impairment losses	13	92
Financial incomes	100	146
Financial costs	1,822	1,505
Decrease (increase) in inventories	66,922	56,561
Decrease (increase) in loans and receivables	1,586	7,513
Increase(decrease) in trade payables and other liabilities	11,686	1,208
Other	1,435	128
Subtotal	21,086	4,853
Proceeds from subsidy income	0	33
Interest and dividend income received	99	107
Interest expenses paid	1,349	1,517
Income taxes paid	20,258	21,538
Income taxes refund	2,731	3,205
Net cash provided by (used in) operating activities	39,863	14,856
Cash flows from investing activities		
Payments into time deposits	3,320	8,420
Proceeds from withdrawal of time deposits	2,020	3,320
Purchase of property, plant and equipment	4,634	5,254
Proceeds from sales of property, plant and equipment	324	333
Purchase of intangible assets	98	185
Purchase of investment securities	385	279
Proceeds from sale of investments, redemption	14	133
Payments of loans receivable	925	691
Proceeds from collection of loans	425	234
Other	36	124
Net cash provided by (used in) investing activities	6,617	10,933
Cash flows from financing activities		
Net increase (decrease) in short-term loans payable	7,946	1,280
Proceeds from long-term loans payable	30,220	347
Repayments of long-term loans payable	21,498	2,885
Proceeds from issuance of convertible bond-type bonds with subscription rights to shares	300	—
Cash dividends paid	6,629	8,935
Other	47	13
Net cash provided by (used in) financing activities	9,691	10,206
Effect of exchange rate change on cash and cash equivalents	32	2
Net increase (decrease) in cash and cash equivalents	36,822	35,994
Cash and cash equivalents at beginning of period	229,751	260,745
Cash and cash equivalents at the end of period	192,928	224,751