(Translation)

Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2020 (under Japanese GAAP)

October 31, 2019

Company name: SG Holdings Co., Ltd. Listing: Tokyo Stock Exchange
Securities code: 9143 URL: http://www.sg-hldgs.co.jp/
Representative: Hideo Araki, President and COO
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Planned date of quarterly report submission: November 11, 2019
Planned start date for payment of dividends: November 27, 2019
Preparation of supplemental explanatory material for quarterly results: Yes
Holding of briefing for quarterly results: Yes
(for analysts and institutional investors)

(Note: Amounts less than one million yen are rounded down)

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2020 (April 1, 2019 to September 30, 2019)

(1) Consolidated Operating Results

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended September 30, 2019	587,709	8.3	37,196	13.8	38,920	14.5	21,945	14.8
Six months ended September 30, 2018	542,552	12.7	32,685	12.9	33,994	15.7	19,119	14.8

(Note) Comprehensive income:
Six months ended September 30, 2019 22,907 million yen (down 0.4%)
Six months ended September 30, 2018 23,006 million yen (up 17.4%)

	Basic net income per share	Diluted net income per share
	Yen	Yen
Six months ended September 30, 2019	69.10	—
Six months ended September 30, 2018	60.20	—

(2) Consolidated Financial Position

	Total assets	Total equity	Equity ratio
	Millions of yen	Millions of yen	%
As of September 30, 2019	750,421	402,455	49.1
As of March 31, 2019	762,807	389,427	46.6

(Reference) Equity (Total equity – non-controlling interests):
As of September 30, 2019 368,520 million yen
As of March 31, 2019 355,711 million yen

2. Dividend Status

	Dividend per share				
	1Q-end	2Q-end	3Q-end	4Q-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2019	—	18.00	—	23.00	41.00
Fiscal year ending March 31, 2020	—	22.00			
Fiscal year ending March 31, 2020 (Forecast)			—	22.00	44.00

(Note) Revisions to the dividend forecasts announced most recently: Yes

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2020
(April 1, 2019 to March 31, 2020)

(Percentage figures represent year-on-year changes)

	Operating revenues		Operating income		Ordinary income		Net income attributable to owners of the parent		Basic net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	1,185,000	6.0	75,000	6.6	80,000	7.0	47,000	8.1	147.98

(Notes) 1. Revisions to the earnings forecasts announced most recently: Yes
2. The number of shares issued as of September 30, 2019 (excluding treasury stock) has been used as the average number of shares during the period, which serves as the basis for calculating basic net income per share.

* Notes

(1) Changes in significant subsidiaries during the period
(Changes in specified subsidiaries resulting in changes in scope of consolidation): None

Newly added:	- companies
Excluded:	- companies

(2) Application of special accounting treatment for the preparation of quarterly consolidated financial statements: Yes

(Note) Please refer to the section "2. Quarterly Consolidated Financial Statements and Notes (4) Notes to the Quarterly Consolidated Financial Statements (Application of Special Accounting Treatment for the Preparation of Quarterly Consolidated Financial Statements)" in the Appendix for further information.

(3) Changes in accounting policies, changes in accounting estimates, and restatements

(i) Changes in accounting policies due to revisions to accounting standards:	None
(ii) Changes in accounting policies due to other reasons:	None
(iii) Changes in accounting estimates:	None
(iv) Restatements:	None

(4) Number of shares issued (common stock)

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

As of September 30, 2019	320,197,200 shares
As of March 31, 2019	320,197,200 shares

(ii) Number of treasury stock at the end of the period

As of September 30, 2019	2,584,939 shares
As of March 31, 2019	2,595,111 shares

(iii) Average number of shares during the period

Six months ended September 30, 2019	317,605,544 shares
Six months ended September 30, 2018	317,602,246 shares

* This report is exempt from the quarterly review by certified public accountants or auditing firms.

* Description concerning the appropriate use of earnings forecasts and other remarks

The descriptions concerning earnings forecasts included in this document are based on information currently available to the Company and the certain assumptions reasonably judged to be valid. Actual results may differ substantially from these forecasts due to a variety of factors. For the assumptions on which the earnings forecasts were based and the notes for use of the forecasts, please refer to "1. Qualitative Information on Quarterly Results (3) Explanation of Consolidated Earnings Forecasts and Other Forward-Looking Statements" in the Appendix.

- The Company plans to promptly publish supplemental explanatory material for quarterly results on its website following the financial results announcement.
- The Company plans to hold a results presentation briefing for analysts and institutional investors on November 5, 2019.