

Translation

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**Summary of Consolidated Financial Results
for the Three Months Ended June 30, 2017
(Based on Japanese GAAP)**

August 4, 2017

Company name: YUASA TRADING CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 8074 URL <http://www.yuasa.co.jp>
 Representative: Representative Director, President & CEO Hiroyuki Tamura
 Inquiries: General Manager Finance Dept. Takeshi Maeda TEL (03)6369-1366
 Scheduled date to file Quarterly Securities Report: August 8, 2017
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2017 (from April 1, 2017 to June 30, 2017)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2017	94,337	7.0	1,100	96.2	1,300	83.3	1,032	95.1
Three months ended June 30, 2016	88,203	(5.0)	560	(49.6)	709	(44.3)	529	(43.5)

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2017	46.72	46.07
Three months ended June 30, 2016	24.02	23.66

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2017	193,541	64,948	33.3
As of March 31, 2017	216,984	64,844	29.6

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2017	–	45.00	–	50.00	95.00
Year ending March 31, 2018	–				
Year ending March 31, 2018 (Forecast)		50.00	–	50.00	100.00

3. Forecast of consolidated financial results for the year ending March 31, 2018 (from April 1, 2017 to March 31, 2018)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2017	215,000	5.8	3,870	8.3	4,240	7.3	2,840	5.0	128.64
Full year	465,000	4.2	11,330	3.7	12,000	2.5	8,040	3.4	364.18

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2017
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2017	23,155,882 shares	As of March 31, 2017	23,155,882 shares
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Number of treasury shares at the end of the period

As of June 30, 2017	1,045,886 shares	As of March 31, 2017	1,079,034 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2017	22,110,115 shares	Three months ended June 30, 2016	22,039,644 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2017	As of June 30, 2017
Assets		
Current assets		
Cash and deposits	33,454	29,944
Notes and accounts receivable - trade	114,287	91,645
Electronically recorded monetary claims - operating	10,447	10,990
Inventories	13,448	16,035
Other	4,400	4,065
Allowance for doubtful accounts	(61)	(74)
Total current assets	175,977	152,607
Non-current assets		
Property, plant and equipment	13,878	13,694
Intangible assets		
Goodwill	2,034	1,951
Other	4,551	4,288
Total intangible assets	6,586	6,239
Investments and other assets		
Net defined benefit asset	4,893	4,883
Other	16,259	16,722
Allowance for doubtful accounts	(610)	(606)
Total investments and other assets	20,542	21,000
Total non-current assets	41,007	40,934
Total assets	216,984	193,541

(Millions of yen)

	As of March 31, 2017	As of June 30, 2017
Liabilities		
Current liabilities		
Notes and accounts payable - trade	114,318	94,906
Electronically recorded obligations - operating	16,535	15,075
Short-term loans payable	3,117	3,146
Income taxes payable	2,419	114
Provision for bonuses	2,001	1,003
Provision for directors' bonuses	82	–
Other	7,559	8,096
Total current liabilities	146,034	122,342
Non-current liabilities		
Net defined benefit liability	615	637
Other	5,490	5,612
Total non-current liabilities	6,105	6,249
Total liabilities	152,140	128,592
Net assets		
Shareholders' equity		
Capital stock	20,644	20,644
Capital surplus	6,775	6,779
Retained earnings	32,207	32,136
Treasury shares	(1,284)	(1,245)
Total shareholders' equity	58,341	58,314
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,335	3,655
Deferred gains or losses on hedges	(8)	1
Foreign currency translation adjustment	(70)	(103)
Remeasurements of defined benefit plans	2,645	2,530
Total accumulated other comprehensive income	5,902	6,083
Subscription rights to shares	499	455
Non-controlling interests	100	95
Total net assets	64,844	64,948
Total liabilities and net assets	216,984	193,541

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

	Three months ended June 30, 2016	Three months ended June 30, 2017
Net sales	88,203	94,337
Cost of sales	80,063	85,512
Gross profit	8,140	8,825
Selling, general and administrative expenses	7,579	7,725
Operating profit	560	1,100
Non-operating income		
Interest income	280	299
Dividend income	102	100
Other	121	80
Total non-operating income	504	479
Non-operating expenses		
Interest expenses	231	242
Other	125	37
Total non-operating expenses	356	279
Ordinary profit	709	1,300
Extraordinary income		
Gain on sales of non-current assets	0	0
Gain on extinguishment of tie-in shares	136	27
Total extraordinary income	137	27
Extraordinary losses		
Loss on retirement of non-current assets	0	2
Loss on disaster	11	–
Total extraordinary losses	11	2
Profit before income taxes	835	1,325
Income taxes	305	292
Profit	530	1,033
Profit attributable to non-controlling interests	0	0
Profit attributable to owners of parent	529	1,032

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2016	Three months ended June 30, 2017
Profit	530	1,033
Other comprehensive income		
Valuation difference on available-for-sale securities	(257)	320
Deferred gains or losses on hedges	(19)	9
Foreign currency translation adjustment	(195)	(32)
Remeasurements of defined benefit plans, net of tax	(54)	(115)
Total other comprehensive income	(527)	181
Comprehensive income	2	1,215
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	3	1,214
Comprehensive income attributable to non-controlling interests	(1)	1