

# Summary of Consolidated Financial Results for the first quarter of fiscal year 2019

under Japanese GAAP



May 13, 2019

Company Name: ZOOM CORPORATION  
 Listing: Tokyo Stock Exchange-JASDAQ  
 Code No: 6694  
 URL: <https://www.zoom.co.jp/>  
 Representative: Masahiro Iijima, CEO  
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 Scheduled date for filing the quarterly report: May 14, 2019  
 Scheduled date for commencement of dividend payment: -  
 Supplementary briefing material in English: None  
 Briefing session of quarterly results : No

(Amounts of less than one million yen are omitted)

## 1. Consolidated financial results for the first quarter of fiscal year 2019(January 1, 2019 – March 31, 2019)

### (1) Consolidated operating results

(% represents year on year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Three months ended								
March 31, 2019	1,963	27.9	42	38.6	22	(44.0)	13	(50.5)
March 31, 2018	1,535	(0.0)	30	(62.3)	40	(12.0)	27	(2.8)

(Note)Comprehensive income

Three months ended March 31, 2019: 15 million yen (- %)

Three months ended March 31, 2018: (19) million yen (- %)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended				
March 31, 2019	5.99		5.89	
March 31, 2018	12.19		11.86	

### (2) Consolidated financial position

	Total assets	Net assets	Shareholder's equity ratio
	Million yen	Million yen	%
As of March 31, 2019	7,193	4,649	64.6
As of December 31, 2018	7,934	4,732	59.6

(Reference)Shareholder's equity:

As of March 31, 2019: 4,646 million yen

As of December 31, 2018: 4,732 million yen

## 2. Dividends

	Dividend per share				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Annual
	Yen	Yen	Yen	Yen	Yen
FY ending 2018	-	0.00	-	43.00	43.00
FY ending 2019	-				
FY ending 2019 (Forecast)		0.00	-	63.00	63.00

Revisions to recent dividend forecast : None

## 3. Forecast of consolidated financial results for fiscal year 2019(January 1, 2019 – December 31, 2019)

(% represents year on year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parents		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	yen
Full year	8,540	10.8	616	136.6	673	94.4	473	48.5	207.62

Revisions to recent business forecast : None

※Notes

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

(2)Adoption of specific accounting treatments to the preparation of consolidated quarterly financial statements: Yes

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

a. Changes due to revision to accounting standards, etc.:	Yes
b. Changes other than a.:	Yes
c. Changes in accounting estimates:	Yes
d. Restatement:	None

(4)Number of issued shares(common shares)

a. Number of issued shares as of the end of the period(including treasury shares)

As of March 31, 2019	2,297,412
As of December 31, 2018	2,297,412

b. Total number of treasury shares at the end of the period

As of March 31, 2019	17,506
As of December 31, 2018	17,506

c. Average number of shares during the period(cumulative)

Three months ended March 31, 2019	2,279,906
Three months ended March 31, 2018	2,263,164

\*These consolidated quarterly financial results are outside the scope of the quarterly review.

\*Appropriate use of performance forecasts and other noteworthy matters

The forecasted financial information described above are based on information currently available to the company and certain assumption considered to be reasonable.

Actual financial results may differ significantly due to potential risks and uncertainties.

# Contents of the Attached Materials

## 1. Consolidated quarterly financial statements

(1) Consolidated quarterly balance sheets

(2) Consolidated quarterly income statements

(3) Consolidated quarterly comprehensive income statements

# 1. Consolidated quarterly financial statements

## (1) Consolidated quarterly balance sheets

(Million yen)

	As of December 31, 2018	As of March 31, 2019
<b>Assets</b>		
Current assets		
Cash and deposits	2,942	2,185
Accounts receivable-trade	1,161	1,281
Merchandise and finished goods	2,146	2,026
Raw materials and supplies	72	108
Other	607	485
Allowance for doubtful accounts	(32)	(31)
Current assets total	6,899	6,056
Non-currents assets		
Property, plant and equipment	206	341
Intangible assets		
Goodwill	180	172
Other	78	77
Investments and other assets	569	546
Non-current assets total	1,035	1,137
Total assets	7,934	7,193
<b>Liabilities</b>		
Current liabilities		
Accounts payable-trade	1,336	827
Short-term loans payable	1,174	978
Income taxes payable	41	27
Provision for bonuses	22	46
Provision for product warranties	42	42
Other	434	417
Current liabilities total	3,052	2,340
Non-current liabilities		
Long-term loans payable	4	-
Net defined benefit liability	144	130
Other	-	73
Non-Current liabilities total	149	203
Total liabilities	3,201	2,543
<b>Equity</b>		
Shareholder's equity		
Capital stock	212	212
Capital surplus	261	261
Retained earnings	4,275	4,190
Treasury shares	(38)	(38)
Total shareholder's equity	4,710	4,625
Accumulated other comprehensive income		
Foreign currency translation adjustment	25	24
Remeasurements of defined benefit plans	(3)	(3)
Total accumulated other comprehensive income	22	21
Non-controlling interests	-	2
Total equity	4,732	4,649
Liabilities and equities total	7,934	7,193

## (2) Consolidated quarterly income statements – first quarter

(Million yen)

	Three months ended March 31, 2018	Three months ended March 31, 2019
Net sales	1,535	1,963
Cost of sales	1,019	1,293
Gross profit	515	670
Selling, general and administrative expenses	484	627
Operating profit	30	42
Non-operating income		
Interest income	1	1
Equity in earnings	13	5
Insurance premiums refunded cancellation	29	-
Others	0	3
Total of non-operating income	43	9
Non-operating expense		
Interest expense	3	14
Foreign exchange losses	27	6
Tax dues	3	3
Others	-	3
Total of non-operating expense	33	29
Ordinary profit	40	22
Profit before income taxes	40	22
Income taxes-current	13	17
Income taxes-deferred	0	(8)
Total income taxes	13	8
Profit	27	14
Profit attributable to non-controlling interests	-	0
Profit attributable to owners of parent	27	13

(3) Consolidated quarterly comprehensive income statements – first quarter

(Million yen)

	Three months ended March 31, 2018	Three months ended March 31, 2019
Profit	27	14
Other comprehensive income		
Foreign currency translation adjustment	(28)	0
Remeasurements of defined benefit plans	-	0
Accounted for Using Equity Method	(19)	0
Total other comprehensive income	(47)	0
Comprehensive income	(19)	15
Comprehensive income attributed to owners of parent	(19)	12
Comprehensive income attributable to non-controlling interests	-	2