

Translation

Consolidated Financial Results for the Fiscal Year Ended December 31, 2019 (Japanese GAAP)

February 6, 2020

Company name: DAITRON CO., LTD.
 Stock exchange listing: 1st Section of the Tokyo Stock Exchange
 Code Number: 7609
 URL: <https://www.daitron.co.jp/>
 Representative: Isayuki Mae, President and COO
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Scheduled date of General Shareholders Meeting: March 30, 2020
 Scheduled date of commencing dividend payment: March 31, 2020
 Scheduled date of filing securities report: March 31, 2020
 Support explanatory material for financial results: Yes
 Explanatory meeting for financial results: Yes (for institutional investors and analysts)

(Figures less than a million yen are rounded down.)

1. Consolidated financial results for the fiscal year 2019 (January 1, 2019 to December 31, 2019)

(1) Consolidated Operating Results

(Percent figures are the year-on-year rates.)

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
Fiscal 2019	61,621	3.3	3,205	(9.6)	3,220	(10.4)
Fiscal 2018	59,662	15.4	3,546	40.6	3,592	39.1

	Net income attributable to owners of parent		Net income per share	Diluted net income per share
	Million yen	%	Yen	Yen
Fiscal 2019	2,171	(4.5)	195.86	—
Fiscal 2018	2,274	21.8	205.25	—

(Note) Comprehensive income: Fiscal 2019: 2,450million yen / 21.3% Fiscal 2018: 2,019 million yen / (1.7%)

	Return on equity (%)	Ordinary income to total assets (%)	Operating income to net sales (%)
	%	%	%
Fiscal 2019	12.2	7.2	5.2
Fiscal 2018	14.0	9.2	5.9

(Reference) Equity in earnings(losses) of affiliates: Fiscal 2019: —million yen Fiscal 2018: —million yen

(Note) The diluted net income per share is not presented because there were no potential shares.

(2) Consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
Fiscal 2019	45,757	18,765	41.0	1,691.87
Fiscal 2018	43,114	16,977	39.4	1,530.94

(Reference) Shareholder's equity: Fiscal 2019 18,762 million yen Fiscal 2018 16,973 million yen

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Period-end cash and cash equivalents
	Million yen	Million yen	Million yen	Million yen
Fiscal 2019	2,377	(313)	(816)	10,150
Fiscal 2018	5,502	(876)	(758)	8,923

2. Dividends

	Annual dividends				
	1Q end	2Q end	3Q end	Fiscal end	Total
	yen	yen	yen	yen	yen
Fiscal 2018	—	20.00	—	35.00	55.00
Fiscal 2019	—	25.00	—	35.00	60.00
Fiscal 2020 (forecast)	—	25.00	—	35.00	60.00

	Total dividends	Payout ratio (consolidated)	Dividends to net assets (consolidated)
	Million yen	%	%
Fiscal 2018	609	26.8	3.6
Fiscal 2019	665	30.6	3.7
Fiscal 2020 (forecast)		30.4	

3. Consolidated Forecasts for FY2019 (January 1, 2020 to December 31, 2020)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
2Q (accum.)	31,000	5.2	1,380	11.3	1,400	12.9	920	14.1	82.96
Full year	63,000	2.2	3,250	1.4	3,270	1.6	2,190	0.9	197.48

* Notes

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

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

- ① Changes in accounting policies associated with the revisions of accounting standards, etc: None
- ② Changes in accounting policies other than above ①: None
- ③ Changes in accounting estimates: None
- ④ Restatement: None

(3) Number of outstanding shares (common shares)

- ① Number of outstanding shares at the end of period (including treasury shares)

Fiscal 2019 : 11,155,979 shares

Fiscal 2018 : 11,155,979 shares

- ② Number of treasury shares at the end of period

Fiscal 2019 : 66,183 shares

Fiscal 2018 : 68,719 shares

- ③ Average number of shares during the period

Fiscal 2019 : 11,088,617 shares

Fiscal 2018 : 11,083,787 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year 2019 (Jan. 1, 2019 to Dec. 31, 2019)

(1) Non-consolidated Operating Results

(Percent figures are the year-on-year rates.)

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
FY 2019	57,340	4.8	2,793	(7.4)	2,945	(8.4)
FY 2018	54,710	17.1	3,017	55.5	3,214	55.6

	Net income		Net income per share	Diluted net income per share
	Million yen	%	Yen	Yen
FY 2019	2,004	(0.4)	180.77	—
FY 2018	2,012	(50.0)	181.60	—

(Note) - The diluted net income per share is not presented because there were no potential shares.

(2) Non-consolidated Financial Position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY 2019	43,191	17,798	40.9	1,604.92
FY 2018	40,960	16,168	39.5	1,458.30

(Reference) Shareholders' equity: FY 2019 : 17,798 million yen FY 2018 : 16,168 million yen

※ Financial result reports are exempt from audit conducted by certified public accountants or an audit corporation.

※ Explanations on appropriate use of the forecasts and other special comments

[Note for statements concerning the future, etc.]

The business forecasts and any other statements concerning the future included in this Report are made based on certain information currently available to and judged reasonable by the Company, but not what the Company is committed to attaining. The actual results may differ greatly depending on various factors.