

Consolidated Financial Results

2Q FY2018 (Apr.-Sept. 2018)

November 2, 2018

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1. Consolidated Statement of Income

(Year-on-year)

(billion yen)

	Apr.-Sept. 2017	Apr.-Sept. 2018	YoY	Diff.
Net sales	295.4	320.5	108.5%	25.1
Operating income	7.1	15.2	214.1%	8.1
Ordinary income	8.0	16.6	207.7%	8.6
Extraordinary gain and loss	-0.9	-0.5	-	0.4
Profit attributable to owners of the parent	4.0	11.1	276.9%	7.1

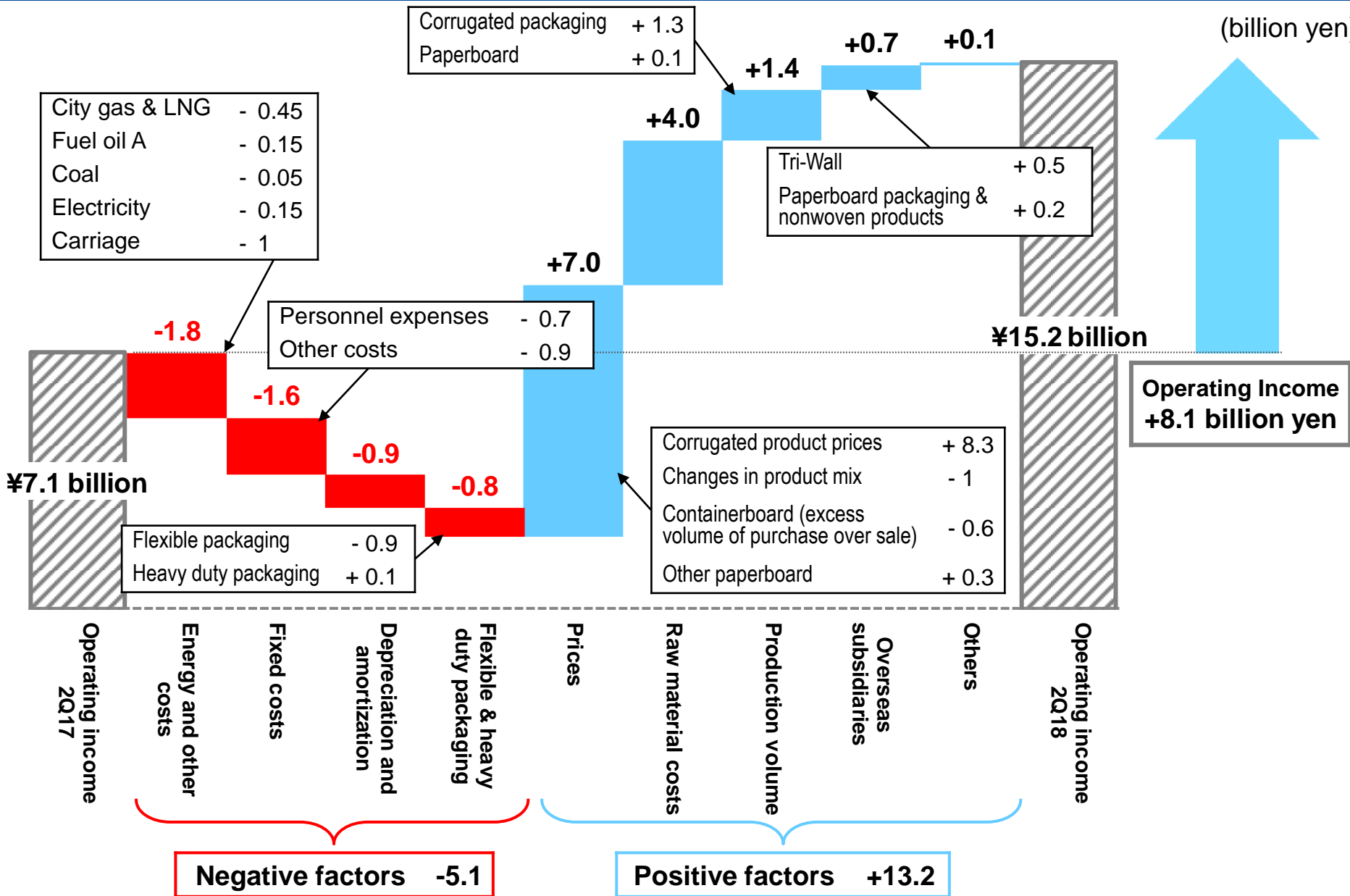
Main factors underlying extraordinary gain and loss

(billion yen)

	Apr.-Sept. 2017		Apr.-Sept. 2018
(Extraordinary gain)		(Extraordinary gain)	
Insurance income	0.3		
Gain on sales of noncurrent assets	0.2		
(Extraordinary loss)		(Extraordinary loss)	
Business structure improvement expenses	0.5	Loss on disaster	0.2
Loss on sales/retirement of noncurrent assets	0.4	Loss on sales/retirement of noncurrent assets	0.1
Restructuring loss	0.1	Loss on plant closing	0.1

2. Breakdown of Changes in Consolidated Operating Income (Year-on-year)

(billion yen)

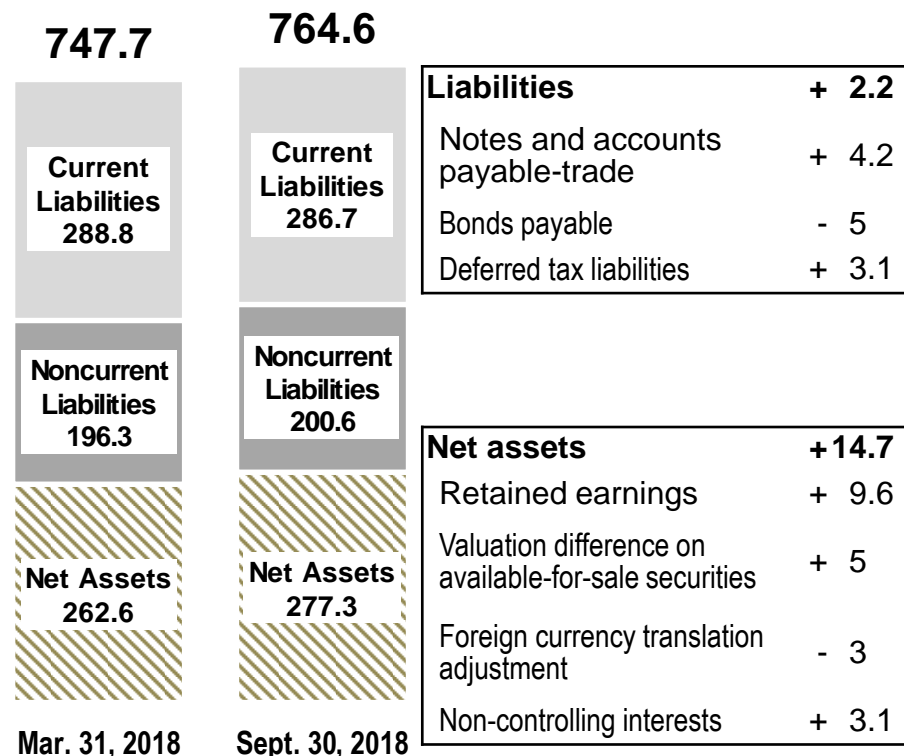
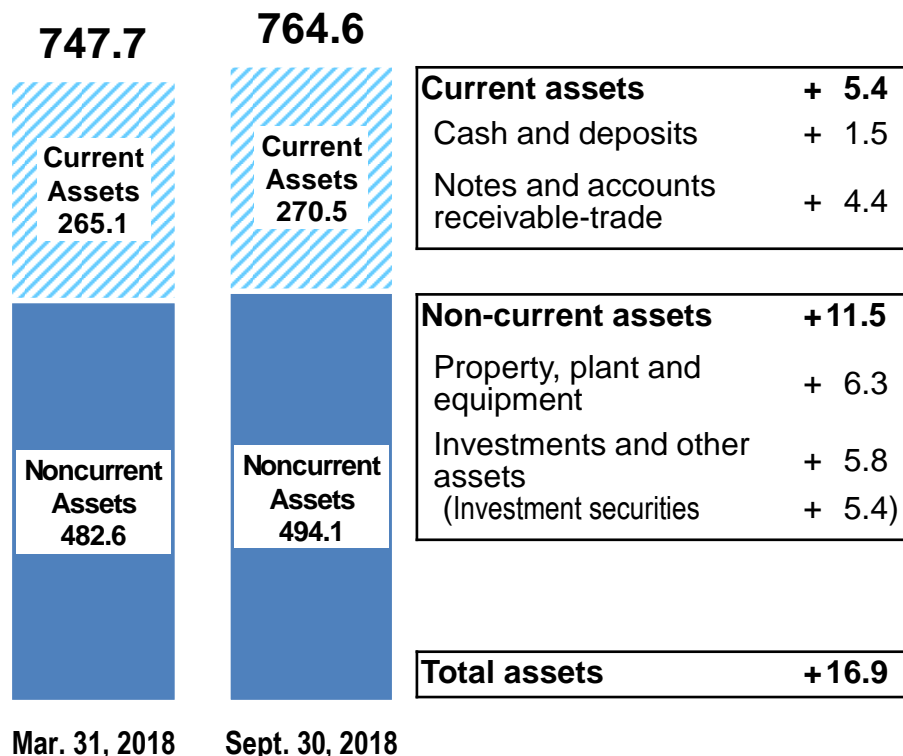


3. Consolidated Balance Sheet (Year-on-year)

Assets

Liabilities & Net Assets

(billion yen)



	Mar. 31, 2018	Sept. 30, 2018	
Interest-bearing debt	¥287.3 bn	¥283.9 bn	(-3.4 billion yen)
Capital adequacy ratio	34.1 %	34.9 %	(+0.8 pts)
D/E Ratio	1.13 times	1.06 times	(-0.07 pts)

4. Detailed Consolidated Performance (Year-on-year)

		No. of companies*		Net sales (billion yen)				Ordinary income (million yen)				Containerboard production (1,000 MT)			Corrugated board production (million sqm.)		
		2Q17	2Q18	2Q17	2Q18	YoY %	Diff.	2Q17	2Q18	YoY %	Diff.	2Q17	2Q18	YoY %	2Q17	2Q18	YoY %
1	Rengo (unconsolidated)	1	1	150.0	160.7	107.1	10.7	2,859	8,947	312.9	6,088	908	912	100.4	1,069	1,106	103.5
2	Paper manufacturing Subs	2	2	12.7	14.2	112.1	1.5	-787	1,513	-	2,300	198	207	104.5			
3	Paperboard packaging Subs	32	32	88.3	94.1	106.6	5.8	2,231	3,060	137.2	829				965	976	101.1
4	Flexible packaging Subs	1	1	28.6	30.4	106.4	1.8	1,845	933	50.6	-912						
5	Heavy duty packaging Subs	1	1	20.8	22.0	105.5	1.2	1,480	1,526	103.1	46						
6	Other Subs	5	5	69.1	75.6	109.5	6.5	949	1,408	148.4	459						
Domestic total (1 to 6)		42	42	369.5	397.1	107.5	27.6	8,577	17,387	202.7	8,810	1,105	1,119	101.3	2,034	2,081	102.3
7	Paperboard packaging & nonwoven products Subs	9	8	10.9	11.2	102.6	0.3	146	463	317.1	317				150	129	86.0
8	Flexible packaging Subs	3	3	4.9	5.5	111.9	0.6	551	358	65.0	-193						
9	Heavy duty packaging Subs	80	88	21.1	29.4	139.2	8.3	1,009	1,901	188.4	892						
Overseas total (7 to 9)		92	99	36.9	46.1	124.8	9.2	1,706	2,722	159.6	1,016	-	-	-	150	129	86.0
10	Companies subject to the equity method	15	15					909	1,270	139.7	361						
Intersegment eliminations				-111.1	-122.7	-	-11.6	-3,183	-4,743	-	-1,560						
Total		149	156	295.4	320.5	108.5	25.1	8,009	16,636	207.7	8,627	1,105	1,119	101.3	2,184	2,211	101.2

* Changes in subsidiaries and affiliates compared to the prior year are as follows.

- One company decreased in the overseas paperboard packaging and nonwoven products subsidiaries (Guangdong Rengo Packaging).
- Eight companies increased in the overseas heavy duty packaging subsidiaries (Tri-Wall Group).
- Rengo Toppan Containers Co., Ltd. is excluded from the above companies because its balance sheet has been only included in the current period.

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The description of the business plan and the financial forecasts is based on the information currently available.
Any forward-looking information is not a guarantee of future performance.