

# Consolidated Financial Results FY2017 (Apr. 2017-Mar. 2018)

May 11, 2018

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# 1. Consolidated Statement of Income

(Year-on-year)

The General Packaging Industry

(billion yen)

	FY2016	FY2017	YoY	Diff.	FY2017 previous forecast*	A/F	Diff.
<b>Net sales</b>	545.5	605.7	111.0%	60.2	608.0	99.6%	-2.3
<b>Operating income</b>	23.6	17.1	72.3%	-6.5	17.0	100.5%	0.1
<b>Ordinary income</b>	25.2	23.2	91.9%	-2.0	18.5	125.2%	4.7
<b>Extraordinary gain and loss</b>	-1.0	0.2	-	1.2	-	-	-
<b>Profit attributable to owners of the parent</b>	13.9	16.6	119.8%	2.7	10.5	158.3%	6.1

\*Disclosed on October 31, 2017

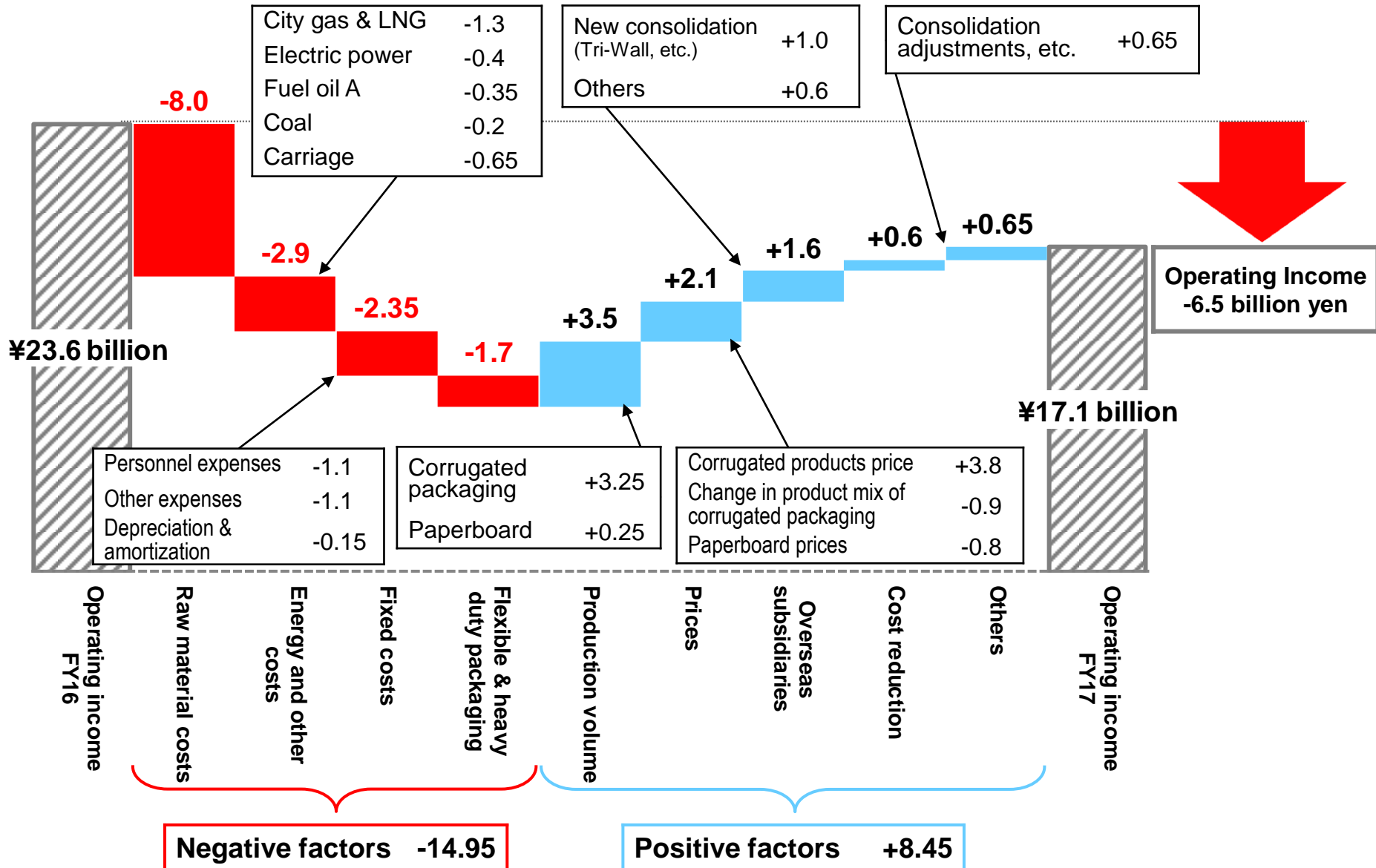
## Main factors underlying extraordinary gain and loss

(billion yen)

	FY2016		FY2017
<b>(Extraordinary gain)</b>		<b>(Extraordinary gain)</b>	
Gain on sales of investment securities	0.7	Gain on sales of noncurrent assets	1.6
Gain on sales of noncurrent assets	0.3	Gain on sales of investment securities	1.3
<b>(Extraordinary loss)</b>		<b>(Extraordinary loss)</b>	
Removal expenses of business offices and plant	0.5	Business structure improvement expenses	1.1
Loss on sales/retirement of noncurrent assets	0.5	Loss on sales/retirement of noncurrent assets	0.7
Amortization of goodwill	0.4		

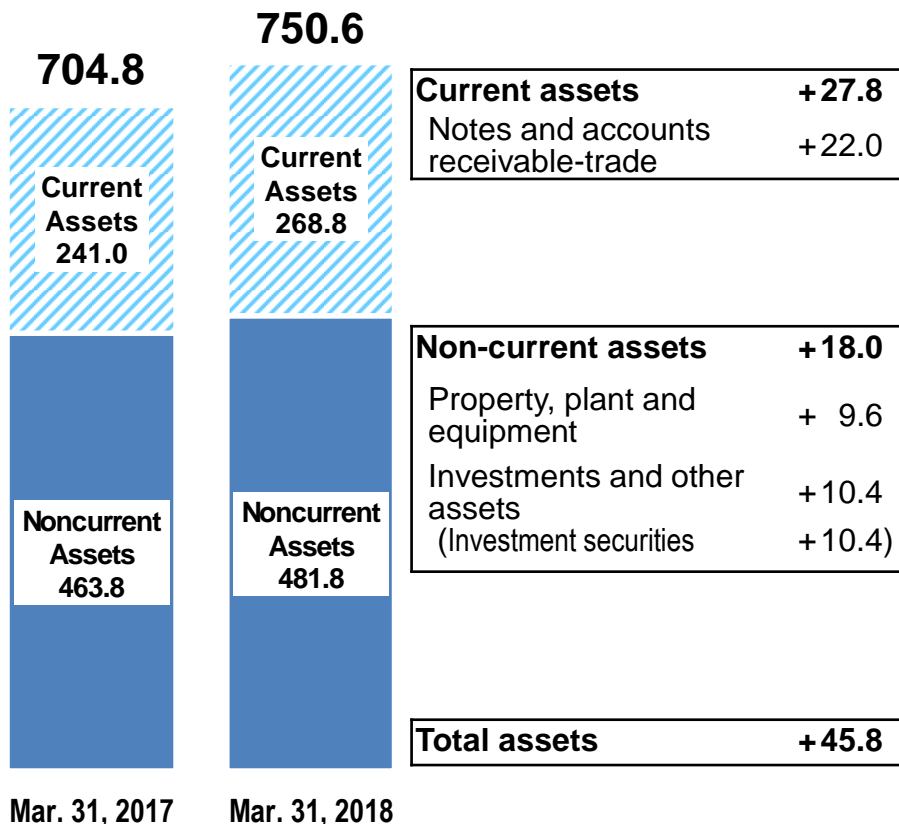
## 2. Breakdown of Changes in Consolidated Operating Income (Year-on-year)

(billion yen)



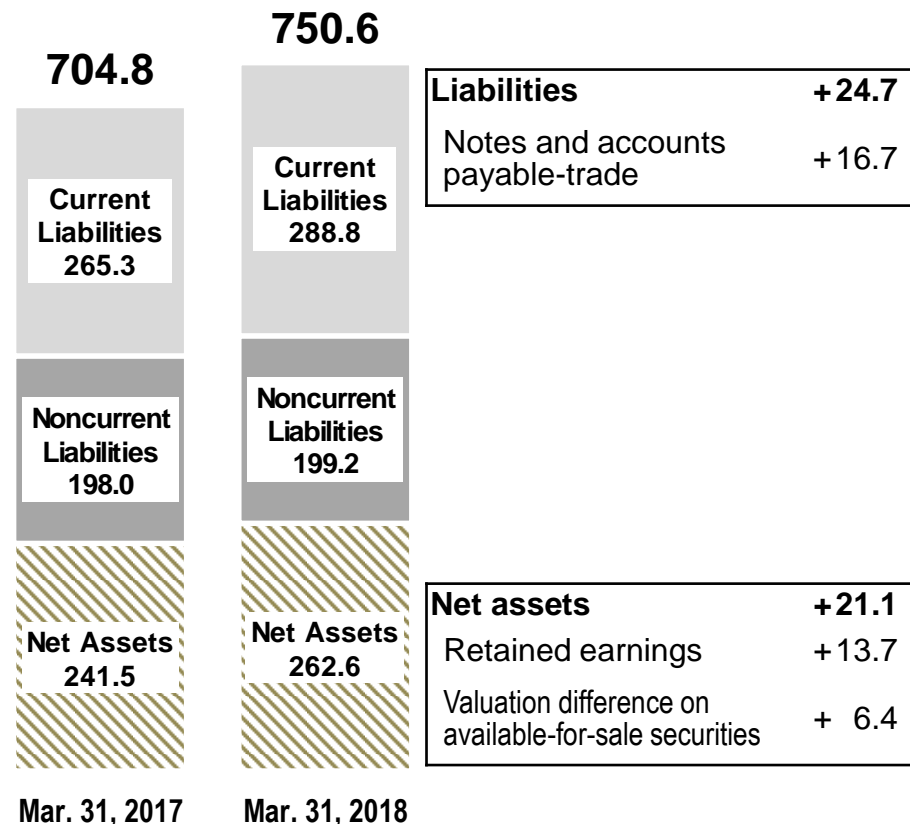
### 3. Consolidated Balance Sheet

#### Assets



#### Liabilities & Net Assets

(billion yen)



	Mar. 31, 2017	Mar. 31, 2018	
Interest-bearing debt	¥283.4 bn	<b>¥287.3 bn</b>	(+3.9 billion yen)
Capital adequacy ratio	33.2 %	<b>34.0 %</b>	(+0.8 pts)
D/E Ratio	1.21 times	<b>1.13 times</b>	(-0.08 pts)
EBITDA	¥54.4 bn	<b>¥49.6 bn</b>	(-4.8 billion yen)

## 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.)		
		FY16	FY17	FY16	FY17	YoY %	Diff.	FY16	FY17	YoY %	Diff.	FY16	FY17	YoY %	FY16	FY17	YoY %
1	Rengo (unconsolidated)	1	1	286.1	303.4	106.1	17.3	9,398	6,654	70.8	-2,744	1,807	1,814	100.4	2,005	2,094	104.4
2	Paper manufacturing Subs	2	2	22.9	26.3	114.5	3.4	-853	-278	-	575	360	382	106.1			
3	Paperboard packaging Subs	32	32	174.3	181.3	104.0	7.0	7,956	3,281	41.2	-4,675				1,897	1,952	102.9
4	Flexible packaging Subs	1	1	55.5	57.6	103.8	2.1	4,452	3,359	75.4	-1,093						
5	Heavy duty packaging Subs	1	1	40.9	41.7	102.1	0.8	3,291	2,633	80.0	-658						
6	Other Subs	5	5	128.8	142.9	110.9	14.1	2,430	2,189	90.1	-241						
<b>Domestic total (1 to 6)</b>		<b>42</b>	<b>42</b>	<b>708.5</b>	<b>753.1</b>	<b>106.3</b>	<b>44.6</b>	<b>26,674</b>	<b>17,838</b>	<b>66.9</b>	<b>-8,836</b>	<b>2,167</b>	<b>2,196</b>	<b>101.3</b>	<b>3,902</b>	<b>4,045</b>	<b>103.7</b>
7	Paperboard packaging & nonwoven products Subs	9	9	17.7	24.6	138.4	6.9	-323	332	-	655				279	308	110.4
8	Flexible packaging Subs	2	3	7.8	10.2	130.4	2.4	1,352	981	72.6	-371						
9	Heavy duty packaging Subs	3	86	5.9	48.3	823.8	42.4	47	2,636	5608.5	2,589						
<b>Overseas total (7 to 9)</b>		<b>14</b>	<b>98</b>	<b>31.4</b>	<b>83.0</b>	<b>264.4</b>	<b>51.6</b>	<b>1,076</b>	<b>3,949</b>	<b>367.0</b>	<b>2,873</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>279</b>	<b>308</b>	<b>110.4</b>
10	Companies subject to the equity method	9	15					1,656	6,272	378.7	4,616						
<b>Intersegment eliminations</b>				<b>-194.4</b>	<b>-230.4</b>	<b>-</b>	<b>-36.0</b>	<b>-4,192</b>	<b>-4,891</b>	<b>-</b>	<b>-699</b>						
<b>Total</b>		<b>65</b>	<b>155</b>	<b>545.5</b>	<b>605.7</b>	<b>111.0</b>	<b>60.2</b>	<b>25,214</b>	<b>23,168</b>	<b>91.9</b>	<b>-2,046</b>	<b>2,167</b>	<b>2,196</b>	<b>101.3</b>	<b>4,181</b>	<b>4,353</b>	<b>104.1</b>

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

- Sichuan Zhongjin Medicinal Packaging Co., Ltd. has been consolidated as an overseas flexible packaging subsidiary.
- 82 companies of the Tri-Wall Group and Shanghai Matai Trading Co., Ltd. have been consolidated as overseas heavy duty packaging subsidiaries.
- Six companies of the Tri-Wall Group have been included as equity-method affiliates.

cf. Consolidated financial performance of the Tri-Wall Group (after intercompany eliminations): net sales of 29.3 billion yen, ordinary income of 1,982 million yen

## 5. Consolidated Income Statement Forecast for FY2018 (Year-on-year)

(billion yen)

	FY2017	FY2018 Forecasts	YOY (%)	Difference
<b>Net sales</b>	<b>605.7</b>	<b>650.0</b>	<b>107.3%</b>	<b>44.3</b>
<b>Operating income</b>	<b>17.1</b>	<b>30.0</b>	<b>175.6%</b>	<b>12.9</b>
<b>Ordinary income</b>	<b>23.2</b>	<b>32.0</b>	<b>138.1%</b>	<b>8.8</b>
<b>Extraordinary gain and loss</b>	<b>0.2</b>	<b>-1.3</b>	<b>-</b>	<b>-1.5</b>
<b>Profit attributable to owners of the parent</b>	<b>16.6</b>	<b>21.0</b>	<b>126.3%</b>	<b>4.4</b>

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.

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