

Consolidated Financial Results

1Q FY2019 (Apr.-June 2019)

July 31, 2019

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1. Consolidated Statement of Income

(Year-on-year)

(billion yen)

	Apr.-June 2018	Apr.-June 2019	YoY	Diff.
Net sales	159.6	168.5	105.6%	8.9
Operating income	9.0	10.9	121.2%	1.9
Ordinary income	9.8	11.8	120.5%	2.0
Extraordinary gain and loss	-0.2	-0.2	-	0.0
Profit attributable to owners of the parent	6.6	8.0	121.6%	1.4

Main factors underlying extraordinary gain and loss

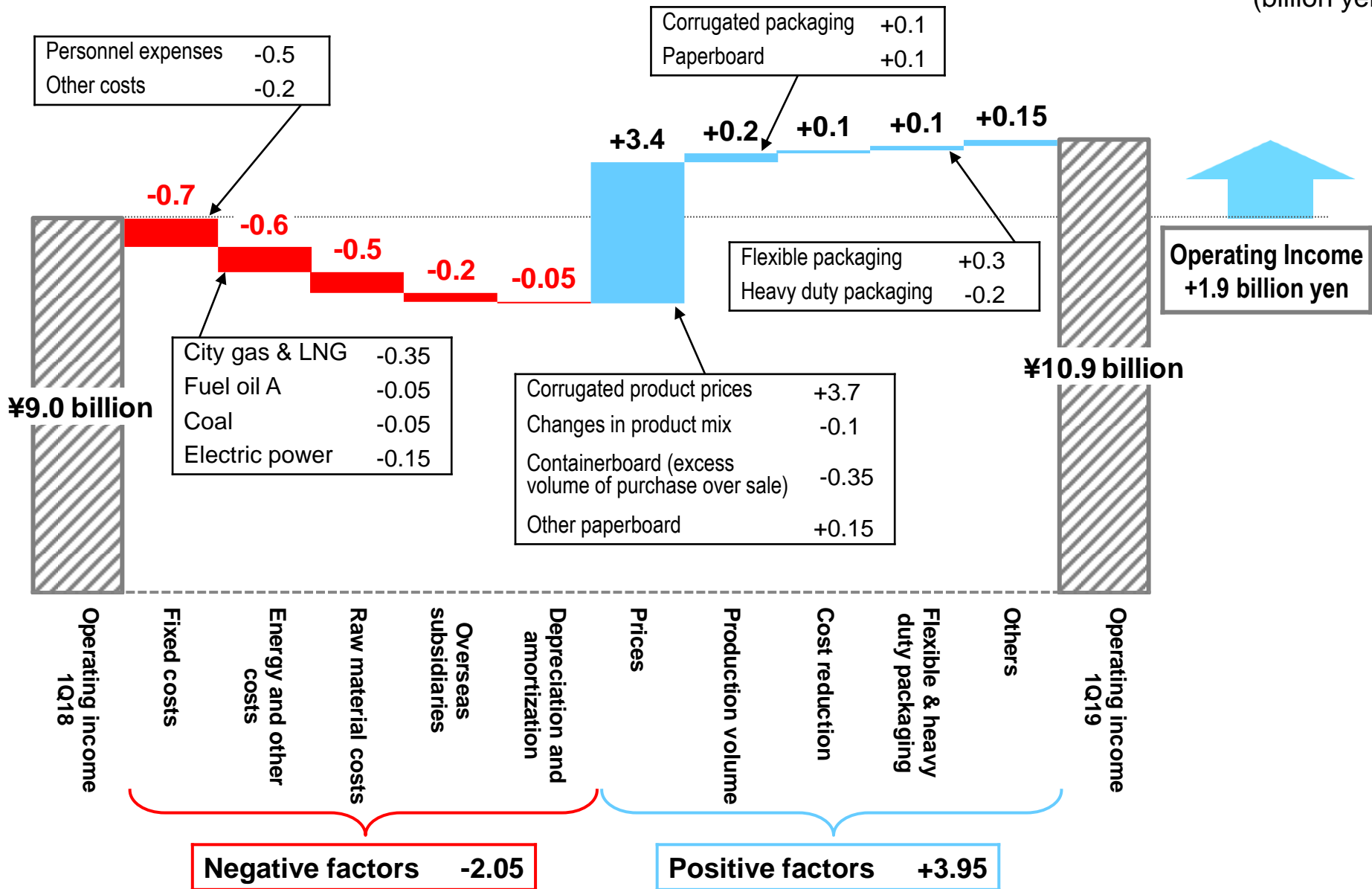
(billion yen)

	Apr.-June 2018
(Extraordinary loss)	
Loss on plant closing	0.1

	Apr.-June 2019
(Extraordinary loss)	
Loss on sales/retirement of noncurrent assets	0.1

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

(billion yen)



3. Consolidated Balance Sheet

Assets

Liabilities & Net Assets

(billion yen)

769.4



**Noncurrent Assets
489.2**

Mar. 31, 2019

766.5



**Noncurrent Assets
484.5**

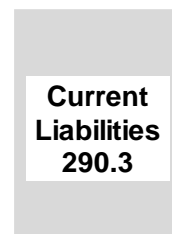
June 30, 2019

Current assets	+ 1.8
Cash and deposits	- 3.5
Notes and accounts receivable-trade	+ 3.3
Inventories	+ 1.6

Non-current assets	- 4.7
Property, plant and equipment	+ 4.2
Investments and other assets (Investment securities)	- 7.6 (- 5.3)

Total assets	- 2.9
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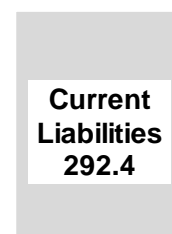
769.4



**Net Assets
274.7**

Mar. 31, 2019

766.5



**Net Assets
278.1**

June 30, 2019

Liabilities	- 6.3
Notes and accounts payable-trade	- 5.2
Long-term and short-term loans payable	+ 2.5
Accrued expenses	- 3.4

Net assets	+ 3.4
Retained earnings	+ 5.8
Valuation difference on available-for-sale securities	- 3.7
Foreign currency translation adjustment	+ 0.8
Minority interests	+ 0.5

	Mar. 31, 2019	June 30, 2019	
Interest-bearing debt	¥283.1 bn	¥287.1 bn	(+4.0 billion yen)
Capital adequacy ratio	34.3 %	34.8 %	(+0.5 pts)
D/E Ratio	1.07 times	1.08 times	(+0.01 pts)

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

		Number of companies*		Net sales (billion yen)				Ordinary income (million yen)				Containerboard production (1,000 MT)			Corrugated board production (million sqm.)		
		1Q18	1Q19	1Q18	1Q19	YoY %	Diff.	1Q18	1Q19	YoY %	Diff.	1Q18	1Q19	YoY %	1Q18	1Q19	YoY %
1	Rengo (unconsolidated)	1	1	80.9	84.0	103.8	3.1	7,663	8,978	117.2	1,315	460	465	101.1	558	558	100.0
2	Paper manufacturing subsidiaries	2	2	7.3	7.9	108.1	0.6	991	1,291	130.3	300	109	115	105.5			
3	Paperboard packaging subsidiaries	32	33	46.5	53.0	113.9	6.5	905	1,365	150.8	460				492	527	107.1
4	Flexible packaging subsidiaries	1	1	15.3	15.8	103.6	0.5	563	692	122.9	129						
5	Heavy duty packaging subsidiaries	1	1	11.0	10.4	94.6	-0.6	1,052	822	78.1	-230						
6	Other subsidiaries	5	5	38.2	41.6	109.0	3.4	843	776	92.1	-67						
Domestic total (1 to 6)		42	43	199.1	212.6	106.8	13.5	12,017	13,924	115.9	1,907	568	580	102.1	1,049	1,085	103.4
7	Paperboard packaging & nonwoven products Subs.	8	9	5.5	5.5	100.7	0.0	256	145	56.6	-111				62	70	112.9
8	Flexible packaging subsidiaries	3	3	2.8	2.9	103.5	0.1	202	244	120.8	42						
9	Heavy duty packaging subsidiaries	85	95	13.7	15.0	109.3	1.3	777	856	110.2	79						
Overseas total (7 to 9)		96	107	22.0	23.4	106.4	1.4	1,235	1,245	100.8	10	-	-	-	62	70	112.9
10	Companies subject to the equity method	15	16					381	406	106.6	25						
Intersegment eliminations				-61.5	-67.5	-	-6.0	-3,870	-3,807	-	63						
Total		153	166	159.6	168.5	105.6	8.9	9,763	11,768	120.5	2,005	568	580	102.1	1,111	1,155	104.0

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

- One company increased in the domestic paperboard packaging subsidiaries (Rengo Toppan Containers Co., Ltd.).
- One company increased in the overseas paperboard packaging and nonwoven products subsidiaries (Settsu Carton Vietnam Corporation).
- 10 companies increased in the overseas heavy duty packaging subsidiaries (each of them belongs to the Tri-Wall Group).
- One company, an affiliate in the Tri-Wall Group, increased in the companies subject to the equity method.

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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.