

Consolidated Financial Results
for the Fiscal Year Ended June 20, 2019
[Japanese GAAP]



July 19, 2019

Company name: Genky DrugStores Co., Ltd.
 Stock exchange listing: Tokyo Stock Exchange
 Code number: 9267

URL: <http://www.genkydrugstores.co.jp>

Representative: Kenichi Fujinaga, President

Contact: Takeshi Tsunemi, Treasurer and Manager, IR Public Relations Office

Phone: +81-776-67-5240

Scheduled date of convention of ordinary general meeting of shareholders: September 6, 2019

Scheduled date of commencing dividend payments: September 9, 2019

Scheduled date of filing annual securities report: September 9, 2019

Availability of supplementary briefing material on annual financial results: Available

Schedule of annual financial results briefing session: Scheduled (for institutional investors and analysts)

(Amounts of less than one million yen are rounded down.)

1. Consolidated Financial Results for the Fiscal Year Ended June 20, 2019 (June 21, 2018 to June 20, 2019)

(1) Consolidated Operating Results (% indicates changes from the previous corresponding period.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal 2018	103,897	9.5	4,046	(2.0)	4,305	(1.7)	2,697	(13.5)
Fiscal 2017	94,869	—	4,128	—	4,377	—	3,118	—

(Note) Comprehensive income: Fiscal 2018: ¥2,679 million ((15.1)%)

Fiscal 2017: ¥3,157 million (—%)

	Net income per share	Diluted net income per share	Net income to shareholders' equity ratio	Ordinary income to total assets ratio	Operating income to net sales ratio
	Yen	Yen	%	%	%
Fiscal 2018	174.70	—	11.0	6.7	3.9
Fiscal 2017	206.55	—	16.0	7.8	4.4

(Reference): Equity in earnings of affiliates: Fiscal 2018: ¥— million

Fiscal 2017: ¥— million

(Note) The Company was established on December 21, 2017 through the sole transfer of Genky Stores, Inc.'s shares. Therefore, there were no percentages of changes from the previous fiscal year for the fiscal year ended June 20, 2018.

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of June 20, 2019	67,855	25,309	37.3	1,667.60
As of June 20, 2018	60,043	23,805	39.7	1,538.05

(Reference) Equity: As of June 20, 2019: ¥25,309 million

As of June 20, 2018: ¥23,805 million

(3) Consolidated Cash Flows

	Cash flow from operating activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at the end of the fiscal year
	Million yen	Million yen	Million yen	Million yen
Fiscal 2018	4,300	(10,946)	6,866	2,443
Fiscal 2017	5,365	(5,443)	190	2,227

2. Dividends

	Annual dividends					Total annual dividends	Dividend payout ratio (consolidated)	Dividend on equity ratio (consolidated)
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal 2017	—	—	—	12.50	12.50	193	6.1	1.0
Fiscal 2018	—	12.50	—	12.50	25.00	383	14.3	1.6
Fiscal 2019 (Forecast)	—	12.50	—	12.50	25.00		12.7	

The Company was established on December 21, 2017 through the sole transfer of Genky Stores, Inc.'s shares. Therefore, there were no figures for the first and second quarters of the fiscal year ended June 20, 2018.

3. Consolidated Financial Results Forecast for the Fiscal Year Ending June 20, 2020 (June 21, 2019 to June 20, 2020)

(% indicates changes from the previous fiscal year.)

	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
First half	56,500	8.8	1,550	(22.2)	1,730	(19.4)	1,200	(18.7)	79.07
Full year	115,000	10.7	4,050	0.1	4,350	1.0	3,000	11.2	197.66

Notes:

(1) Changes in significant subsidiaries during the period under review (changes in specified subsidiaries resulting in changes in scope of consolidation): No
Newly consolidated: None (Company Name); Removed from consolidation: None (Company Name)

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

1) Changes in accounting policies due to the revision of accounting standards: No

2) Changes in accounting policies other than 1) above: No

3) Changes in accounting estimates: No

4) Retrospective restatement: No

(3) Total number of issued shares (common stock)

1) Total number of issued shares at the end of the period (including treasury stock):

As of June 20, 2019: 15,477,484 shares

As of June 20, 2018: 15,477,484 shares

2) Total number of treasury stock at the end of the period:

As of June 20, 2019: 300,109 shares

As of June 20, 2018: 107 shares

- 3) Average number of shares during the period:
 Year ended June 20, 2019: 15,441,061 shares
 Year ended June 20, 2018: 15,097,413 shares

(Reference) Summary of Non-Consolidated Financial Results

Non-Consolidated Financial Results for the Fiscal Year Ended June 20, 2019 (June 21, 2018 to June 20, 2019)

(1) Non-Consolidated Operating Results (% indicates changes from the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal 2018	244	100.0	8	(76.8)	31	(15.9)	6	(99.3)
Fiscal 2017	122	—	37	—	37	—	927	—

	Net income per share		Diluted net income per share	
	Yen		Yen	
Fiscal 2018	0.44		—	
Fiscal 2017	61.40		—	

(2) Non-Consolidated Financial Position

	Total assets		Net assets		Equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
As of June 20, 2019	23,101		21,918		94.9		1,444.14	
As of June 20, 2018	23,156		23,086		99.7		1,491.64	

(Reference) Equity: As of June 20, 2019: ¥21,918 million
 As of June 20, 2018: ¥23,086 million

* These financial results are outside the scope of audit by a certified public accountant or an audit corporation.

* Explanation of the proper use of financial results forecast and other notes

The forecasts above are prepared based on information that is available as of the date of publication of this document, and the Company does not in any way guarantee the achievements of projections. Actual results may differ from the forecasts due to a wide range of factors.