

The original disclosure in Japanese was released on August 10, 2017 at 16:00 (GMT +9).

Translation

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Summary of Consolidated Financial Results for the Three Months Ended June 30, 2017 (Based on Japanese GAAP)

August 10, 2017

Company name: VT HOLDINGS CO., LTD.
 Stock exchange listing: Tokyo, Nagoya
 Stock code: 7593 URL <http://www.vt-holdings.co.jp>
 Representative: President & CEO Kazuho Takahashi
 Inquiries: Managing Director Ichiro Yamauchi TEL 052-203-9500
 Scheduled date to file Quarterly Securities Report: August 10, 2017
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the three months ended June 30, 2017 (from April 1, 2017 to June 30, 2017)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | |
|----------------------------------|-----------------|-------|------------------|--------|-----------------|--------|---|--------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| Three months ended June 30, 2017 | 46,907 | 47.2 | 1,172 | 21.6 | 1,247 | 39.8 | 651 | 49.2 |
| Three months ended June 30, 2016 | 31,856 | (7.4) | 964 | (30.2) | 892 | (38.2) | 436 | (27.7) |

| | Earnings per share | Diluted earnings per share |
|----------------------------------|--------------------|----------------------------|
| | Yen | Yen |
| Three months ended June 30, 2017 | 5.53 | – |
| Three months ended June 30, 2016 | 3.71 | – |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share |
|----------------------|-----------------|-----------------|--------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| As of June 30, 2017 | 121,805 | 37,694 | 28.5 | 295.34 |
| As of March 31, 2017 | 121,493 | 37,642 | 28.8 | 297.33 |

2. Cash dividends

| | Annual dividends per share | | | | |
|---------------------------------------|----------------------------|-----------------|-----------------|-----------------|-------|
| | 1st quarter-end | 2nd quarter-end | 3rd quarter-end | Fiscal year-end | Total |
| | Yen | Yen | Yen | Yen | Yen |
| Year ended March 31, 2017 | – | 8.00 | – | 9.00 | 17.00 |
| Year ending March 31, 2018 | – | – | – | – | – |
| Year ending March 31, 2018 (Forecast) | – | 9.00 | – | 9.00 | 18.00 |

3. Forecast of consolidated financial results for the year ending March 31, 2018 (from April 1, 2017 to March 31, 2018)

Percentages indicate year-on-year changes

| | Net sales | | Operating profit | | Ordinary profit | | Profit attributable to owners of parent | | Earnings per share |
|--------------------------------------|-----------------|------|------------------|------|-----------------|------|---|------|--------------------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen |
| Six months ending September 30, 2017 | 95,000 | 29.3 | 3,500 | 15.0 | 3,500 | 14.9 | 1,900 | 12.4 | 16.15 |
| Full year | 196,000 | 15.6 | 8,500 | 12.0 | 8,500 | 7.1 | 4,800 | 8.5 | 40.80 |

4. Notes

- (1) Changes in significant subsidiaries during the three months ended June 30, 2017
 (changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements
- Changes in accounting policies due to revisions to accounting standards and other regulations: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

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

| | | | |
|---------------------|--------------------|----------------------|--------------------|
| As of June 30, 2017 | 119,381,034 shares | As of March 31, 2017 | 119,381,034 shares |
|---------------------|--------------------|----------------------|--------------------|

Number of treasury shares at the end of the period

| | | | |
|---------------------|------------------|----------------------|------------------|
| As of June 30, 2017 | 1,726,578 shares | As of March 31, 2017 | 1,726,578 shares |
|---------------------|------------------|----------------------|------------------|

Average number of shares during the period (cumulative from the beginning of the fiscal year)

| | | | |
|----------------------------------|--------------------|----------------------------------|--------------------|
| Three months ended June 30, 2017 | 117,654,456 shares | Three months ended June 30, 2016 | 117,654,456 shares |
|----------------------------------|--------------------|----------------------------------|--------------------|

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

| | As of March 31, 2017 | As of June 30, 2017 |
|--|----------------------|---------------------|
| Assets | | |
| Current assets | | |
| Cash and deposits | 6,490 | 8,507 |
| Notes and accounts receivable - trade | 6,010 | 5,760 |
| Merchandise and finished goods | 23,933 | 22,619 |
| Work in process | 2,687 | 2,720 |
| Raw materials and supplies | 72 | 74 |
| Other | 15,582 | 15,161 |
| Allowance for doubtful accounts | (74) | (62) |
| Total current assets | 54,702 | 54,782 |
| Non-current assets | | |
| Property, plant and equipment | | |
| Buildings and structures | 24,861 | 24,974 |
| Accumulated depreciation | (13,693) | (13,855) |
| Buildings and structures, net | 11,168 | 11,118 |
| Machinery, equipment and vehicles | 6,307 | 6,677 |
| Accumulated depreciation | (2,495) | (2,643) |
| Machinery, equipment and vehicles, net | 3,812 | 4,033 |
| Land | 20,868 | 20,968 |
| Other | 12,686 | 12,763 |
| Accumulated depreciation | (5,162) | (5,188) |
| Other, net | 7,524 | 7,575 |
| Total property, plant and equipment | 43,373 | 43,695 |
| Intangible assets | | |
| Goodwill | 13,324 | 13,044 |
| Other | 616 | 601 |
| Total intangible assets | 13,940 | 13,646 |
| Investments and other assets | | |
| Investment securities | 5,892 | 5,961 |
| Other | 4,499 | 4,634 |
| Allowance for doubtful accounts | (914) | (915) |
| Total investments and other assets | 9,477 | 9,680 |
| Total non-current assets | 66,791 | 67,023 |
| Total assets | 121,493 | 121,805 |

(Millions of yen)

| | As of March 31, 2017 | As of June 30, 2017 |
|---|----------------------|---------------------|
| Liabilities | | |
| Current liabilities | | |
| Notes and accounts payable - trade | 23,646 | 18,928 |
| Short-term loans payable | 16,311 | 21,238 |
| Lease obligations | 12,670 | 12,651 |
| Income taxes payable | 746 | 586 |
| Provision for bonuses | 967 | 482 |
| Other | 7,750 | 9,024 |
| Total current liabilities | 62,091 | 62,912 |
| Non-current liabilities | | |
| Bonds payable | 287 | 287 |
| Long-term loans payable | 12,391 | 12,037 |
| Provision for directors' retirement benefits | 748 | 764 |
| Net defined benefit liability | 777 | 776 |
| Asset retirement obligations | 380 | 382 |
| Other | 7,175 | 6,951 |
| Total non-current liabilities | 21,759 | 21,199 |
| Total liabilities | 83,851 | 84,111 |
| Net assets | | |
| Shareholders' equity | | |
| Capital stock | 4,297 | 4,297 |
| Capital surplus | 2,832 | 2,832 |
| Retained earnings | 28,038 | 27,630 |
| Treasury shares | (98) | (98) |
| Total shareholders' equity | 35,069 | 34,661 |
| Accumulated other comprehensive income | | |
| Valuation difference on available-for-sale securities | 430 | 488 |
| Foreign currency translation adjustment | (517) | (401) |
| Total accumulated other comprehensive income | (87) | 86 |
| Subscription rights to shares | 137 | 152 |
| Non-controlling interests | 2,522 | 2,793 |
| Total net assets | 37,642 | 37,694 |
| Total liabilities and net assets | 121,493 | 121,805 |

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2016 | Three months ended June 30, 2017 |
|---|-------------------------------------|-------------------------------------|
| Net sales | 31,856 | 46,907 |
| Cost of sales | 25,601 | 39,321 |
| Gross profit | 6,255 | 7,586 |
| Selling, general and administrative expenses | 5,290 | 6,413 |
| Operating profit | 964 | 1,172 |
| Non-operating income | | |
| Rent income | 18 | 18 |
| Share of profit of entities accounted for using equity method | 85 | 37 |
| Foreign exchange gains | – | 61 |
| Other | 102 | 77 |
| Total non-operating income | 205 | 193 |
| Non-operating expenses | | |
| Interest expenses | 76 | 83 |
| Foreign exchange losses | 165 | – |
| Other | 36 | 35 |
| Total non-operating expenses | 278 | 118 |
| Ordinary profit | 892 | 1,247 |
| Extraordinary income | | |
| Gain on sales of investment securities | 0 | – |
| Total extraordinary income | 0 | – |
| Extraordinary losses | | |
| Loss on retirement of non-current assets | 9 | 1 |
| Loss on removal of non-current assets | 4 | 3 |
| Loss on valuation of investment securities | 11 | – |
| Other | – | 0 |
| Total extraordinary losses | 24 | 5 |
| Profit before income taxes | 868 | 1,242 |
| Income taxes - current | 379 | 532 |
| Income taxes - deferred | 78 | (64) |
| Total income taxes | 458 | 467 |
| Profit | 410 | 774 |
| Profit (loss) attributable to non-controlling interests | (26) | 123 |
| Profit attributable to owners of parent | 436 | 651 |

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

| | Three months ended June 30, 2016 | Three months ended June 30, 2017 |
|--|-------------------------------------|-------------------------------------|
| Profit | 410 | 774 |
| Other comprehensive income | | |
| Valuation difference on available-for-sale securities | (14) | 55 |
| Foreign currency translation adjustment | (286) | 109 |
| Share of other comprehensive income of entities accounted for using equity method | (6) | 0 |
| Total other comprehensive income | (307) | 165 |
| Comprehensive income | 102 | 940 |
| Comprehensive income attributable to | | |
| Comprehensive income attributable to owners of parent | 128 | 824 |
| Comprehensive income attributable to non-controlling interests | (25) | 116 |