Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Consolidated Financial Results for the Three Months Ended June 30, 2019 (Based on Japanese GAAP)

July 31, 2019

Company name: Toshiba Plant Systems & Services Corporation
Stock exchange listing: Tokyo
Stock code: 1983 URL https://www.toshiba-tpsc.co.jp
Representative: President and Chief Executive Officer, Representative Director — Koichi Harazono
Inquiries: Senior Manager, Administration Department — Kengo Tanabe — TEL 045-500-7012
Scheduled date to file Quarterly Securities Report: August 5, 2019
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, 2019 (from April 1, 2019 to June 30, 2019)

(1) Consolidated operating results (cumulative) — Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2019	52,657	19.6	2,138	(26.6)	2,007	(51.3)	726	(72.2)
Three months ended June 30, 2018	44,035	10.3	2,913	225.1	4,125	240.9	2,608	297.5

	Earnings per share	Diluted earnings per share
	Yen	Yen
Three months ended June 30, 2019	7.45	–
Three months ended June 30, 2018	26.77	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of June 30, 2019	263,569	155,519	58.9
As of March 31, 2019	274,290	156,852	57.1

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, 2019	–	21.00	–	21.00	42.00
Year ending March 31, 2020	–				
Year ending March 31, 2020 (Forecast)		26.00	–	26.00	52.00

3. Forecast of consolidated financial results for the year ending March 31, 2020 (from April 1, 2019 to March 31, 2020)

Percentages indicate year-on-year changes

	Net sales		Operating income		Ordinary income		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, 2019	111,000	2.8	6,800	(23.0)	7,000	(35.5)	4,700	(33.3)	48.25
Full year	230,000	(5.8)	18,500	(9.1)	19,000	(14.9)	12,800	(10.8)	131.40

4. Notes

(1) Changes in significant subsidiaries during the three months ended June 30, 2019 (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, 2019	97,656,888 shares	As of March 31, 2019	97,656,888 shares

Number of treasury shares at the end of the period

As of June 30, 2019	245,099 shares	As of March 31, 2019	245,099 shares

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

Three months ended June 30, 2019	97,411,789 shares	Three months ended June 30, 2018	97,412,092 shares

Quarterly consolidated financial statements
Consolidated balance sheets

(Millions of yen)

	As of March 31, 2019	As of June 30, 2019
ASSETS		
Current assets:		
Cash and deposits	20,545	19,377
Group finance deposits	83,885	85,428
Trade notes and accounts receivable	112,551	95,709
Electronically recorded monetary claims - operating	1,783	2,751
Inventories	26,607	28,013
Other current assets	7,164	9,062
Less: allowance for doubtful accounts	(251)	(239)
Total current assets	252,287	240,102
Long-term assets		
Property, plant and equipment, at cost	6,915	7,158
Intangible assets	197	189
Investments and other assets		
Other	15,172	16,397
Allowance for doubtful accounts	(282)	(279)
Total investments and other assets	14,890	16,117
Total non-current assets	22,003	23,466
Total assets	274,290	263,569
LIABILITIES AND NET ASSETS		
Current liabilities:		
Trade notes and accounts payable	57,687	48,739
Accrued income taxes	4,671	1,965
Advances received on construction contracts in progress	24,831	23,652
Allowance for bonuses to directors and statutory auditors	99	126
Completed work compensation reserve	708	630
Provision for loss on construction contracts	450	557
Other current liabilities	12,272	16,809
Total current liabilities	100,721	92,481
Long-term liabilities:		
Accrued directors' retirement benefits	27	13
Liability for retirement benefit	16,260	15,113
Asset retirement obligations	397	412
Other long-term liabilities	30	30
Total long-term liabilities	16,715	15,569
Total liabilities	117,437	108,050

(Millions of yen)

	As of March 31, 2019	As of June 30, 2019
Net assets:		
Shareholders' equity:		
Common stock	11,876	11,876
Capital surplus	20,910	20,910
Retained earnings	124,568	123,248
Treasury stock, at cost	(168)	(168)
Total shareholders' equity	157,186	155,867
Accumulated other comprehensive income		
Unrealized gains or losses on securities	41	69
Deferred gains or losses on hedges	86	48
Currency translation adjustments	317	211
Retirement benefits liability adjustments	(1,148)	(1,075)
Total accumulated other comprehensive income	(703)	(746)
Non-controlling interests	369	398
Total net assets	156,852	155,519
Total liabilities and net assets	274,290	263,569

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, 2018	Three months ended June 30, 2019
Net sales	44,035	52,657
Cost of sales	38,072	47,432
Gross profit	5,962	5,225
Selling, general and administrative expenses	3,048	3,086
Operating income	2,913	2,138
Other income		
Interest income	749	100
Dividends income	11	17
Equity in income of affiliates	2	0
Foreign exchange gains	426	–
Other	23	46
Total Other income	1,212	165
Other expenses:		
Foreign exchange losses	–	250
Other	0	45
Total Other expenses	0	296
Ordinary profit	4,125	2,007
Profit before income taxes	4,125	2,007
Income taxes:		
Current	1,937	1,700
Deferred	(417)	(424)
Total income taxes	1,520	1,275
Profit	2,605	731
Profit attributable to non-controlling interests	(3)	5
Profit attributable to owners of parent	2,608	726

Consolidated statements of comprehensive income (cumulative)

(Millions of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Profit	2,605	731
Other comprehensive income		
Unrealized gains or losses on securities	8	27
Deferred gains or losses on hedges	165	(37)
Currency translation adjustments	(118)	(104)
Retirement benefits liability adjustments	187	73
Other comprehensive income	242	(41)
Total comprehensive income	2,847	689
Comprehensive income attributable to		
Owners of parent	2,857	682
Non-controlling interests	(9)	6