

First Quarter Report
Period Ended June 30, 2018

**Consolidated Financial Statements for The 1st Quarter of FY2018
(April 1, 2018 - June 30, 2018)**

 **FUJI OIL HOLDINGS INC.**

Consolidated Balance Sheets

(Millions of yen)

	FY2017 as of Mar. 31, 2018 Amount	1st Q of FY2018 as of Jun. 30, 2018 Amount	vs. last year Variance Amount
[Assets]			
Current assets	130,805	129,252	(1,553)
Cash and deposits	13,009	12,168	(841)
Notes and accounts receivable-trade	64,031	65,233	1,202
Merchandise and finished goods	23,866	23,071	(795)
Raw materials and supplies	24,474	22,958	(1,516)
Other current assets	5,841	6,225	384
Allowance for bad debt	(419)	(404)	15
Fixed assets	139,925	138,858	(1,067)
Tangible fixed assets	94,883	94,876	(7)
Buildings and structures	35,279	35,268	(11)
Machinery and vehicles	35,856	34,605	(1,251)
Tools and fixtures	2,374	2,386	12
Land	14,734	14,704	(30)
Construction in progress	6,638	7,912	1,274
Intangible fixed assets	22,077	20,961	(1,116)
Goodwill	11,647	10,744	(903)
Other intangible fixed assets	10,430	10,216	(214)
Investments and others	22,964	23,020	56
Investment securities	16,484	16,629	145
Net defined benefit asset	2,076	2,259	183
Deferred income tax assets	642	685	43
Other fixed assets	3,915	3,559	(356)
Allowance for bad debt	(154)	(113)	41
Total assets	270,731	268,111	(2,620)
[Liabilities]			
Current liabilities	67,460	67,589	129
Notes and accounts payable-trade	25,210	24,582	(628)
Short-term borrowings	19,747	15,188	(4,559)
Commercial papers	5,000	10,000	5,000
Income taxes payable	2,263	1,398	(865)
Accrued bonuses for employees	2,415	3,307	892
Accrued bonuses for directors	86	9	(77)
Other current liabilities	12,738	13,102	364
Fixed liabilities	38,372	37,754	(618)
Bonds	10,000	10,000	-
Long-term borrowings	21,865	21,498	(367)
Deferred income tax liabilities	3,221	3,234	13
Net defined benefit liability	2,088	2,073	(15)
Other fixed liabilities	1,196	946	(250)
Total liabilities	105,833	105,343	(490)
[Shareholder's equity]			
Shareholder's equity	156,098	157,436	1,338
Stock	13,208	13,208	-
Capital surplus	15,609	15,609	-
Retained earnings	129,031	130,369	1,338
Treasury stock	(1,750)	(1,751)	(1)
Accumulated other comprehensive income	4,112	803	(3,309)
Valuation variance of securities	5,543	5,721	178
Deferred hedging instruments	(329)	185	514
Translation adjustments	(592)	(4,608)	(4,016)
Remeasurements of defined benefit plans	(509)	(495)	14
Non-controlling interests	4,686	4,527	(159)
Total net assets	164,897	162,767	(2,130)
Total liabilities and net assets	270,731	268,111	(2,620)

Consolidated Income Statements

(Millions of yen)

	Three Months Ended FY2017 Q1 from Apr. 1, 2017 to Jun. 30, 2017	Three Months Ended FY2018 Q1 from Apr. 1, 2018 to Jun. 30, 2018	Variance
Revenue	77,366	76,434	(932)
Cost of sales	61,245	59,713	(1,532)
Gross profit	16,121	16,720	599
Selling, general and administrative expenses	10,709	10,894	185
Operating profit	5,411	5,826	415
Interest income	170	48	(122)
Dividends income	90	67	(23)
Profit from equity method	19	6	(13)
Other non-operating income	162	92	(70)
Total non-operating income	443	214	(229)
Interest expenses	292	117	(175)
Other non-operating expenses	240	189	(51)
Total non-operating expenses	533	306	(227)
Ordinary profit	5,321	5,734	413
Loss on disposal of fixed assets	62	97	35
Loss on disaster	-	460	460
Extraordinary loss	62	558	496
Income before income taxes	5,258	5,175	(83)
Income taxes	1,837	1,681	(156)
Income taxes adjustment	(163)	(253)	(90)
Total Income taxes	1,674	1,427	(247)
Net income	3,583	3,747	164
Net income attributable to non-controlling interests	223	260	37
Net income attributable to owners of parent	3,360	3,486	126

Consolidated Cash Flow Statements

(Millions of yen)

	Three Months Ended FY2017 Q1 from Apr. 1, 2017 to Jun. 30, 2017	Three Months Ended FY2018 Q1 from Apr. 1, 2018 to Jun. 30, 2018	Variance
I Cash flows from operating activities			
Income before income taxes	5,258	5,175	(83)
Depreciation and amortization	2,602	2,669	67
(Inc)/dec net defined benefit asset	(90)	(182)	(92)
Inc/(dec) net defined benefit liability	47	41	(6)
Interest income and dividend income	(260)	(115)	145
Interest expenses	292	117	(175)
Loss on disaster	-	460	460
(Increase)/decrease in trade receivables	(1,197)	(2,623)	(1,426)
(Increase)/decrease in inventories	2,646	1,262	(1,384)
Increase/(decrease) in trade payables	(1,839)	22	1,861
Other	1,315	934	(381)
Sub-total	8,774	7,763	(1,011)
Interest income and dividend income received	261	115	(146)
Interest expense paid	(306)	(116)	190
Income taxes (paid) refund	(1,755)	(2,046)	(291)
Cash flows from operating activities	6,973	5,715	(1,258)
II Cash flows from investing activities			
Capital expenditures of tangible assets	(3,609)	(4,159)	(550)
Proceeds from sales of investment in subsidiaries resulting in change in scope of consolidation	32	-	(32)
Other	(281)	(407)	(126)
Cash flows from investing activities	(3,858)	(4,567)	(709)
Free cash flow	3,115	1,148	(1,967)
III Cash flows from financing activities			
Increase/(decrease) in short-term borrowings	(3,423)	(3,559)	(136)
Increase/(decrease) in commercial paper	-	5,000	5,000
Repayment of long-term borrowings	(365)	(767)	(402)
Dividend paid	(1,891)	(2,148)	(257)
Dividend paid to non-controlling interests	(20)	(7)	13
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	(30)	-	30
Other	(46)	(35)	11
Cash flows from financing activities	(5,778)	(1,519)	4,259
IV Exchange rate changes on cash and cash equivalents	(120)	(470)	(350)
V Net increase in cash and cash equivalents	(2,783)	(841)	1,942
VI Cash and cash equivalents at beginning of period	12,681	12,999	318
VII Cash and cash equivalents from newly consolidated subsidiaries at beginning of period	197	-	(197)
VIII Cash and cash equivalents at end of period	10,095	12,157	2,062

*Note

Cash and cash equivalents at end of period	10,095	12,157	2,062
Fixed deposits mature over 3 months	28	10	(18)
Cash and bank balances	10,123	12,168	2,045

Consolidated Statements of Comprehensive Income

(Millions of yen)

	Three Months Ended FY2017 Q1 from Apr. 1, 2017 to Jun. 30, 2017	Three Months Ended FY2018 Q1 from Apr. 1, 2018 to Jun. 30, 2018	(Millions of yen) Variance
Net income	3,583	3,747	164
[Other comprehensive income]			
Valuation variance of securities	802	177	(625)
Deferred gain or loss on hedging instruments	43	516	473
Translation adjustments	(1,934)	(4,332)	(2,398)
Remeasurements of defined benefit plans	46	13	(33)
Share of other comprehensive income of associates accounted for using equity method	(30)	(77)	(47)
Total other comprehensive income	(1,071)	(3,702)	(2,631)
Comprehensive income	2,512	44	(2,468)
[Comprehensive income attributable to]			
Comprehensive income attributable to owners of the parent	2,380	177	(2,203)
Comprehensive income attributable to non-controlling interests	132	(133)	(265)
Total comprehensive income	2,512	44	(2,468)