

First Quarter Report  
Period Ended June 30, 2019

**Consolidated Financial Statements for the First Quarter  
of the Fiscal Year Ended March 31, 2020  
(April 1, 2019 - June 30, 2019)**

 **FUJI OIL HOLDINGS INC.**

**Consolidated Balance Sheets**

	FY2019 as of Mar. 31, 2019 Amount	1st Q of FY2020 as of Jun. 30, 2019 Amount	(Millions of yen) vs. last year Variance Amount
<b>[Assets]</b>			
<b>Current assets</b>	185,410	180,109	(5,301)
Cash and deposits	21,217	15,584	(5,633)
Notes and accounts receivable-trade	71,192	71,472	280
Merchandise and finished goods	31,315	31,574	259
Raw materials and supplies	53,895	53,869	(26)
Other current assets	8,042	7,874	(168)
Allowance for bad debt	(254)	(265)	(11)
<b>Fixed assets</b>	197,979	200,226	2,247
<b>Tangible fixed assets</b>	113,046	117,362	4,316
Buildings and structures, net	38,574	38,628	54
Machinery and vehicles, net	49,671	50,351	680
Land	14,759	14,669	(90)
Construction in progress	7,580	8,411	831
Other Tangible fixed assets, net	2,461	5,301	2,840
<b>Intangible fixed assets</b>	64,311	63,724	(587)
Goodwill	54,086	53,872	(214)
Other intangible fixed assets	10,225	9,852	(373)
<b>Investments and other assets</b>	20,620	19,139	(1,481)
Investment securities	12,388	11,372	(1,016)
Net defined benefit asset	2,707	2,884	177
Deferred tax assets	1,178	1,647	469
Other fixed assets	4,468	3,357	(1,111)
Allowance for bad debt	(123)	(123)	-
<b>Deferred assets</b>	-	287	287
Bond issue expenses	-	287	287
<b>Total assets</b>	383,389	380,623	(2,766)
<b>[Liabilities]</b>			
<b>Current liabilities</b>	168,333	107,473	(60,860)
Notes and accounts payable-trade	31,723	28,354	(3,369)
Short-term borrowings	114,249	49,761	(64,488)
Commercial paper	-	10,000	10,000
Accrued income taxes	1,531	1,432	(99)
Accrued bonuses for employees	2,533	3,454	921
Accrued bonuses for directors	106	4	(102)
Other current liabilities	18,188	14,466	(3,722)
<b>Fixed liabilities</b>	55,828	112,517	56,689
Bonds	10,000	45,000	35,000
Long-term borrowings	36,205	56,032	19,827
Deferred tax liabilities	5,653	5,526	(127)
Net defined benefit liability	1,992	2,012	20
Other fixed liabilities	1,976	3,945	1,969
<b>Total liabilities</b>	224,162	219,991	(4,171)
<b>[Net assets]</b>			
<b>Shareholder's equity</b>	160,249	161,212	963
Common stock	13,208	13,208	-
Capital surplus	12,478	12,478	-
Retained earnings	136,315	137,278	963
Treasury stock	(1,752)	(1,752)	(0)
<b>Accumulated other comprehensive income</b>	(3,829)	(3,482)	347
Unrealized holding gain/(loss) on securities	4,176	3,521	(655)
Unrealized gain/(loss) on hedging instruments	(9)	(345)	(336)
Foreign currency translation adjustment	(7,487)	(6,161)	1,326
Remeasurements of defined benefit plans	(507)	(495)	12
<b>Non-controlling interests</b>	2,806	2,901	95
<b>Total net assets</b>	159,227	160,632	1,405
<b>Total liabilities and net assets</b>	383,389	380,623	(2,766)

**Consolidated Income Statements**

(Millions of yen)

	Three Months Ended <b>FY2019 Q1</b> from Apr. 1, 2018 to Jun. 30, 2018	Three Months Ended <b>FY2020 Q1</b> from Apr. 1, 2019 to Jun. 30, 2019	Variance
Revenue	76,434	94,930	18,496
Cost of sales	59,713	77,760	18,047
Gross profit	16,720	17,170	450
Selling, general and administrative expenses	10,894	13,189	2,295
Operating profit	5,826	3,981	(1,845)
Interest income	48	61	13
Dividend income	67	60	(7)
Profit from equity method	6	21	15
Other non-operating income	92	67	(25)
Total non-operating income	214	210	(4)
Interest expenses	117	480	363
Other non-operating expenses	189	227	38
Total non-operating expenses	306	708	402
Ordinary profit	5,734	3,482	(2,252)
Gain on sales of fixed assets	-	891	891
Total extraordinary gain	-	891	891
Loss on disposal of fixed assets	97	41	(56)
Loss on disaster	460	-	(460)
Total extraordinary loss	558	41	(517)
Income before income taxes	5,175	4,332	(843)
Income taxes	1,681	1,234	(447)
Income taxes adjustment	(253)	(212)	41
Total Income taxes	1,427	1,022	(405)
Net income	3,747	3,310	(437)
Net income attributable to non-controlling interests	260	96	(164)
Net income attributable to owners of parent	3,486	3,213	(273)

## Consolidated Cash Flow Statements

(Millions of yen)

	Three Months Ended FY2019 Q1 from Apr. 1, 2018 to Jun. 30, 2018	Three Months Ended FY2020 Q1 from Apr. 1, 2019 to Jun. 30, 2019	Variance
<b>I Cash flows from operating activities</b>			
Income before income taxes	5,175	4,332	(843)
Depreciation and amortization	2,669	3,218	549
Amortization of goodwill	171	920	749
(Inc)/dec in net defined benefit asset	(182)	(176)	6
Inc/(dec) in net defined benefit liability	41	43	2
Interest income and dividend income	(115)	(121)	(6)
Interest expenses	117	480	363
Loss on disaster	460	-	(460)
Investment loss/(profit) on equity method	(6)	(21)	(15)
Loss/(gain) on disposal of fixed assets	97	(849)	(946)
(Inc)/dec in notes and accounts receivable-trade	(2,623)	(18)	2,605
(Inc)/dec in inventories	1,262	623	(639)
Inc/(dec) in notes and accounts payable-trade	22	(3,772)	(3,794)
Other cash flows from operating activities	672	(426)	(1,098)
Sub-total	7,763	4,232	(3,531)
Interest income and dividend income received	115	126	11
Interest expense paid	(116)	(440)	(324)
Income taxes (paid) refunded	(2,046)	(2,043)	3
<b>Cash flows from operating activities</b>	<b>5,715</b>	<b>1,874</b>	<b>(3,841)</b>
<b>II Cash flows from investing activities</b>			
Payments for purchases of tangible fixed assets	(4,159)	(5,049)	(890)
Proceeds from sales of tangible fixed assets	21	905	884
Payments for purchases of intangible fixed assets	(467)	(324)	143
Payments for purchases of investment securities	(2)	(2)	-
Other cash flows from investing activities	41	232	191
<b>Cash flows from investing activities</b>	<b>(4,567)</b>	<b>(4,239)</b>	<b>328</b>
<b>Free cash flow</b>	<b>1,148</b>	<b>(2,365)</b>	<b>(3,513)</b>
<b>III Cash flows from financing activities</b>			
Net inc/(dec) in short-term borrowings	(3,559)	(65,335)	(61,776)
Net inc/(dec) in commercial papers	5,000	10,000	5,000
Proceeds from long-term borrowings	-	20,000	20,000
Repayment of long-term borrowings	(767)	(646)	121
Proceeds from issuance of bonds	-	34,707	34,707
Cash dividends paid	(2,148)	(2,148)	-
Dividends paid to non-controlling interests	(7)	(9)	(2)
Payments from changes in ownership interests in subsidiaries that do not result in change in scope of consolidation	-	(110)	(110)
Other cash flows from financing activities	(35)	(129)	(94)
<b>Cash flows from financing activities</b>	<b>(1,519)</b>	<b>(3,672)</b>	<b>(2,153)</b>
<b>IV Effect of exchange rate changes on cash and cash equivalents</b>	<b>(470)</b>	<b>285</b>	<b>755</b>
<b>V Net increase/(decrease) in cash and cash equivalents</b>	<b>(841)</b>	<b>(5,753)</b>	<b>(4,912)</b>
<b>VI Cash and cash equivalents at beginning of period</b>	<b>12,999</b>	<b>21,207</b>	<b>8,208</b>
<b>VII Increase in cash and cash equivalents from newly consolidated subsidiary</b>	<b>-</b>	<b>119</b>	<b>119</b>
<b>VIII Cash and cash equivalents at end of period</b>	<b>12,157</b>	<b>15,573</b>	<b>3,416</b>

\*Note

Cash and cash equivalents at end of period	12,157	15,573	3,416
Fixed deposits mature over 3 months	10	10	-
Cash and bank balances	12,168	15,584	3,416

**Consolidated Statements of Comprehensive Income**

(Millions of yen)

	Three Months Ended <b>FY2019 Q1</b> from Apr. 1, 2018 to Jun. 30, 2018	Three Months Ended <b>FY2020 Q1</b> from Apr. 1, 2019 to Jun. 30, 2019	Variance
<b>Net income</b>	3,747	3,310	(437)
[Other comprehensive income]			
Unrealized holding gain/(loss) on securities	177	(654)	(831)
Deferred gain/(loss) on hedging instruments	516	(346)	(862)
Translation adjustments	(4,332)	1,341	5,673
Remeasurements of defined benefit plans	13	12	(1)
Share of other comprehensive income of affiliates accounted for using equity method	(77)	19	96
Total other comprehensive income	(3,702)	371	4,073
<b>Comprehensive income</b>	44	3,682	3,638
[Com Profit from equity method]			-
Comprehensive income attributable to owners of parent	177	3,560	3,383
Comprehensive income attributable to non-controlling interests	(133)	121	254
<b>Total comprehensive income</b>	44	3,682	3,638