

# Financial Results for the Third Quarter Ended November 2013

JAN. 14, 2014

S K Japan Co.,Ltd.Osaka Tel: 06-6765-0670  
 Stock Code: 7608 (URL <http://www.sk-japan.co.jp>)  
 Stock Exchange listing: TSE first section  
 Contact: Satoshi Kubo,CEO  
 Masaru Kawakami,Director of Administrative Manager

Date of the filing of the quarterly consolidated financial statements:JAN. 14, 2014  
 US Accounting system not adopted

## 1.Business Result for the third quarter ended in February 2014.(From March 1, 2013 to November 30,2013)

### (1) Consolidated Results of Operation

( Figures are rounded to million yen.)

	Sales		Operating Income		Ordinary Income		Net Income	
	¥mn	%	¥mn	%	¥mn	%	¥mn	%
November 2013	5,006	△19.8	△164	—	△164	—	△166	—
November 2012	6,242	△5.1	138	△29.3	138	△27.3	73	△44.2

	Earnings per share	Fully Diluted Earnings per share
	Yen	Yen
November 2013	△20.21	—
November 2012	8.99	—

### (2)Fiscal situation,consolidated

	Total Assets	Net Assets	Ratio of equity to Total assets
	¥mn	¥mn	%
November 2013	4,046	1,778	43.1
February 2013	3,580	2,024	55.7

## 2.Dividend Payment

	Annual dividend per share		
	Interim	Term end	annual
	Yen	Yen	Yen
February 2013	6.00	6.00	12.00
February 2014	6.00	—	—
February 2014(Forecast)	—	6.00	12.00

## 3.Expectation of Consolidated Financial Results ( March 1, 2013 to February 28, 2014 )

	Estimated sales		Operating Income		Ordinary Income		Net Income		Earnings per share
	¥mn	%	¥mn	%	¥mn	%	¥mn	%	Yen
Full term	6,700	△19.1	△110	—	△100	—	△118	—	△14.35

\* %—an increase and decrease rate to the previous term

**Consolidated(Interim)Balance Sheet**

(Unit: thousand yen)

<div> <div>Term</div> <div>Item</div> </div>	As of February 28, 2013		As of November 30, 2013	
	Amount		Amount	
<b>( Assets )</b>				
<b>I.Current assets</b>				
Cash and deposits	694,987		751,769	
Notes and accounts receivable	1,000,741		1,213,693	
Electronically Recorded Monetary Instruments	40,891		79,216	
Inventories	358,765		494,869	
Deferred tax assets	21,194		24,512	
Other	62,793		97,324	
allowance for doubtful accounts	(6,618)		(7,946)	
Total Current assets	2,172,756		2,653,439	
<b>II .Fixed assets</b>				
Tangible fixed assets				
Buildings and structures	354,031		342,224	
Land	539,494		539,494	
Other	20,328		28,167	
Total Tangible fixed assets	913,853		909,885	
Total Intangible fixed assets	77,811		117,841	
Investments and other assets				
Investment in securities	58,775		72,729	
Deferred tax assets	7,327		3,685	
Other	359,553		298,059	
Allowance for doubtful accounts	(9,162)		(9,242)	
Total investments and other assets	416,493		365,232	
<b>Total Fixed assets</b>	1,408,159		1,392,960	
<b>Total Assets</b>	3,580,916		4,046,400	

(Figures are rounded to thousand yen.)

## Consolidated(Interim)Balance Sheet

(Unit: thousand yen)

Term Item	As of February 28, 2013		As of November 30, 2013	
	Amount		Amount	
<b>( Liabilities )</b>				
<b>I. Current liabilities</b>				
Trade accounts payable	597,536		894,552	
Short-term loans payable	600,000		950,000	
Accrued income taxes	35,111		468	
Reserve for bonuses	34,141		62,496	
Other	147,645		209,892	
Total Current liabilities	1,414,435		2,117,410	
<b>II. Long-term liabilities</b>				
Reserve for retirement benefits	4,280		8,088	
The reserve for retirement benefits for directors and corporate auditors	137,214		142,600	
Other	218		218	
Total Long-term liabilities	141,713		150,907	
Total liabilities	1,556,148		2,268,317	
<b>(Net assets)</b>				
<b>I. Owners' equity</b>				
Paid-in capital	440,948		440,948	
Capital surplus	471,887		471,887	
Earned surplus	1,123,995		859,101	
Treasury stock	(51,203)		(51,244)	
Total Owners' equity	1,985,628		1,720,693	
<b>II. Valuation and translation adjustments</b>				
Valuation difference on available-for-sale securities	12,065		20,049	
Postponement hedge profit and loss	(120)		5,140	
Exchange conversion adjustment calculation	(2,077)		(2,206)	
The other amount sum totals of of the comprehensive income tota	9,867		22,983	
<b>III. Equity warrant</b>	29,271		34,405	
<b>Total net assets</b>	2,024,767		1,778,082	
<b>Total liabilities and net assets</b>	3,580,916		4,046,400	

(Figures are rounded to thousand yen.)

**Comparative Profit & Loss Statements**

(thousand of yen)

<div> <div>Term</div> <div>Item</div> </div>	From March 1 to November 30 2012		From March 1 to November 30 2013	
	Amount		Amount	
I Sales	6,242,495		5,006,098	
II Cost of sales	4,471,279		3,761,280	
Gross profit	1,771,216		1,244,818	
III Selling, general & administrative expenses	1,633,138		1,409,344	
Operating income	138,077		(164,526)	
IV Non-operating income	15,586		11,720	
V Non-operating expenses	15,650		11,256	
Ordinary income	138,013		(164,061)	
VI Extraordinary gains	47,851		1,076	
VII Extraordinary losses	66,629		—	
Pretax net income for the current term	119,236		(162,985)	
Income taxes	39,055		1,752	
Income taxes deferred	6,198		1,452	
Net Income /losses	73,982		(166,191)	

( Figures are rounded to thousand yen.)