



October 31, 2018

Corporate Name: I-NET CORP.

Representative: President Mitsuru Sakai

(Code No. 9600 Tokyo Stock Exchange 1st Section)

Contact: Managing Director Naokatsu Uchida

Phone #: +81-(0)45-682-0801

Financial Results of the Second Quarter ended September 30, 2018 (Japanese Accounting Standards)

Scheduled date for submission of the quarterly report – November 9, 2018

Scheduled date for commencement of dividend payment – December 5, 2018

Supplemental material on quarterly results: Yes

Presentation on quarterly results: Yes (for institutional investors and financial analysts)

(Values less than ¥1 million are omitted)

1. Consolidated performance for the first two quarters of the fiscal year ending March 2019 (April 1, 2018- September 30, 2018)

(1) Consolidated business performance (accumulated)

(Percentage figures are changes from the corresponding quarters in the previous fiscal year)

	Net sales		Operating income		Ordinary income		Quarterly profit attributable to owners of parent company	
	¥ mil.	%	¥ mil.	%	¥ mil.	%	¥ mil.	%
2nd Quarter March 2019 term	12,957	3.5	1,007	15.5	1,002	18.0	670	17.3
2nd Quarter March 2018 term	12,518	2.0	872	(5.8)	849	(4.1)	571	(3.0)

Note: Comprehensive income: 2nd Quarter March 2019 term: ¥689 million, 9.9%; 2nd Quarter March 2018 term: ¥627 million, (9.3%)

	Quarterly basic earnings per share	Quarterly diluted earnings per share
		¥ ---
2nd Quarter March 2019 term	42.20	—
2nd Quarter March 2018 term	35.96	—

(2) Consolidated financial conditions

	Total assets	Net assets	Equity-to-asset ratio
		¥ mil.	¥ mil.
2nd Quarter March 2019 term	26,148	13,894	53.1
March 2018 term	26,007	13,507	51.9

(Reference) Equity capital: 2nd Quarter March 2019 term: ¥13,894 million; March 2018 term: ¥13,507 million

2. Dividend position

	Dividend per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual
	¥ ---	¥ ---	¥ ---	¥ ---	¥ ---
March 2018 term	—	19.00	—	19.00	38.00
March 2019 term	—	20.00	—	—	—
March 2019 term (forecast)	—	—	—	20.00	40.00

Note: Revision from most recently announced dividend forecast: No

3. Consolidated performance forecast for the fiscal year ending March 2019 (April 1, 2018 – March 31, 2019)

(Percentage figures for the full fiscal year are changes from the previous fiscal year, and for the 2Q are changes from corresponding quarters in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent company		Basic earnings per share
	¥ mil.	%	¥ mil.	%	¥ mil.	%	¥ mil.	%	¥ ---
Full fiscal year	26,700	4.2	2,190	5.2	2,140	4.3	1,430	4.5	89.94

Note: Revision from most recently announced performance forecast: No

4. Notes

- (1) Significant transfers of subsidiaries during period (transfer of specific subsidiaries that will effect changes to the scope of consolidation) – No
- (2) Application of accounting specific to the preparation of quarterly consolidated financial statements – Yes
- (3) Changes in accounting policies, changes in accounting estimates and restatements
 - 1) Changes in accounting policies due to revisions of accounting standards, etc.: No
 - 2) Changes in accounting policies other than 1): No
 - 3) Changes in accounting estimates: No
 - 4) Restatements: No
- (4) Number of issued shares (common stock)
 - 1) Number of shares issued and outstanding as of the end of period (incl. treasury stock):
2nd Quarter March 2019 term: 16,242,424 shares, March 2018 term: 16,242,424 shares
 - 2) Number of shares of treasury stock as of the end of period:
2nd Quarter March 2019 term: 343,648 shares, March 2018 term: 343,422 shares
 - 3) Average number of shares over period (accumulated to the end of the quarter):
2nd Quarter March 2019 term: 15,898,804 shares, 2nd Quarter March 2018 term: 15,899,430 shares

* Quarterly financial results report is not subject to quarterly review by certified public accountants or audit corporations.

*Notes concerning the appropriate utilization of performance forecasts, other items requiring special attention
Matters concerning the future including performance forecasts that are indicated in this document are derived from judgments based on information available to I-NET CORP. at the time of announcement of this document. Consequent deviation from predicted values may occur due to changes in conditions arising from indeterminable internal or external factors.