

Business Summary Fiscal Year ended March 31, 2018

April 26, 2018

Listed Company Name: Showa Aircraft Industry Co., Ltd. Tokyo Stock Exchange 2nd Section
Code Number : 7404 URL <http://www.showa-aircraft.co.jp/>

Representative: Representative Director Chiaki Tanuma
Officer in Charge: Accounting & Finance Manager Takahisa Kinoshita Phone (042)541-2111
Ordinary Shareholders Meeting to be held: June 26, 2018
Dividend Payment (Expected) starting: June 27, 2018
Financial Statements to be submitted: June 26, 2018

(Amounts are rounded down to nearest million yen)

1. Consolidated Business Results of FY 2018 (from April 1, 2017, to March 31, 2018)

(1) Consolidated Operating Results

(% figures represent the rates of change from the figures of the previous FY term.)

	Sales		Operating Income		Recurring Profit		Net Income	
	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%
FY 2018	24,260	3.5	2,167	14.5	1,836	9.0	1,066	△1.2
FY 2017	23,430	△0.9	1,892	38.7	1,684	55.1	1,079	56.9

Note: Comprehensive income FY 2018: 1,086 million yen (34.8%) FY 2017: 806 million yen (-%)

	Net Income per Share	Net Income per Share after Latent Share adjustment	Net Income to Net Worth Ratio	Recurring Profit to Total Asset Ratio	Operating Income to Sales Ratio
	Yen	Yen	%	%	%
FY 2018	32.71	-	3.2	2.9	8.9
FY 2017	33.09	-	3.3	2.6	8.1

(2) Consolidated Financial Position

	Gross Asset	Net Asset	Equity Ratio	Net Asset per Share
	¥ Mil.	¥ Mil.	%	Yen
FY 2018	63,629	34,043	53.5	1,043.82
FY 2017	65,212	33,218	50.9	1,018.50

(Ref.) Shareholders' Equity: End March, 2018 ¥34,043 Mil. End March, 2017 ¥33,218 Mil.

(3) Consolidated Cash Flow Position

	Cash Flows from Operating Activities	Cash Flows from Investing Activities	Cash Flows from Financing Activities	Cash and Cash Equivalents at Term End
	¥ Mil.	¥ Mil.	¥ Mil.	¥ Mil.
FY 2018	3,444	△239	△1,679	9,961
FY 2017	2,980	△864	103	8,431

2. Dividend Position

(Record Date)	Dividend per Share					Total Dividend for the Year	Consolidated Dividend Ratio	Consolidated Dividend Net worth Ratio
	End 1 st Q.	End 2 nd Q.	End 3 rd Q.	Fiscal Year-end	Full Year			
End March 2017	Yen Sen -	Yen Sen 4.00	Yen Sen -	Yen Sen 4.00	Yen Sen 8.00	¥ Mil. 260	% 24.2	% 0.8
End March 2018	Yen Sen -	Yen Sen 4.00	Yen Sen -	Yen Sen 6.00	Yen Sen 10.00	¥ Mil. 326	% 30.6	% 1.0
End March 2019 (Projected)	Yen Sen -	Yen Sen 5.00	Yen Sen -	Yen Sen 5.00	Yen Sen 10.00		% 32.6	

Note: Year-End Dividend for Fiscal year ended March 31, 2018 includes a Commemorative Dividend of ¥2.00.

3. Earnings Forecast for FY 2019 (from April 1, 2018 to March 31, 2019)

(% figures indicate the rates of change from the figures of previous corresponding periods)

	Sales		Operating Income		Recurring Profit		Net Income		Net Income per Share
	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%	Yen
Half Year	11,000	△3.7	950	△2.2	800	△4.7	500	△12.8	15.33
Full Year	25,000	3.0	2,200	1.5	1,900	3.5	1,000	△6.3	30.66

4. Others

(1) Changes in subsidiaries (that will result in changes in consolidated accounting): None

(2) Changes in accounting principles, procedures, etc. (that will result in changes in important matters of financial statements)

a) Changes necessitated by changes in accounting standards, etc.: None

b) Changes other than by a): None

c) Changes in accounting estimates: None

d) Restatement: None

(3) Outstanding Shares (Common Share)

a) Outstanding shares at the term end (incl. treasury stock):

End FY 2018	33,606,132 shares	End FY 2017	33,606,132 shares
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b) Treasury Stocks at the term end:

End FY 2018	991,378 shares	End FY 2017	991,181 shares
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c) Average Outstanding shares for the term:

End FY 2018	32,614,876 shares	End FY 2017	32,615,195 shares
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(Ref.) Outline of Individual Business Results of Showa Aircraft Industry Co., Ltd.

1. FY 2018 (From April 1, 2017 to March 31, 2018)

(1) Individual Operating Results

(% figures represent the rates of change from the figures of the previous FY term.)

	Sales		Operating Income		Recurring Profit		Net Income	
	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%
FY 2018	20,310	3.4	1,982	15.6	1,966	39.4	1,275	51.3
FY 2017	19,634	17.5	1,714	40.7	1,410	54.0	842	41.7
	Net Income per Share		Net Income per Share after Latent Share adjustment					
	Yen		Yen					
FY 2018	39.10		-					
FY 2017	25.84		-					

(2) Individual Financial Position

	Gross Asset	Net Asset	Equity Ratio	Net Asset per Share
	¥ Mil.	¥ Mil.	%	Yen
FY 2018	61,615	33,919	55.1	1,040.01
FY 2017	63,051	33,112	52.5	1,015.24

(Ref.) Shareholders' Equity FY 2018 ¥33,919 Mil. FY 2017 ¥33,112 Mil.

2. (Individual) Earnings Forecast for FY 2019 (from April 1, 2018 to March 31, 2019)

(% figures indicate the rates of change from the figures of previous corresponding periods)

	Sales		Operating Income		Recurring Profit		Net Income		Net Income per Share
	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%	¥ Mil.	%	Yen
Half Year	10,000	3.0	950	△0.3	800	△30.5	500	△45.2	15.33
Full Year	21,000	3.4	2,000	0.9	1,650	△16.1	800	△37.3	24.53

* Notice concerning status of audit procedures

This Business Summary is not subject to audit procedures based on the Financial Instrument and Exchange Act and audit procedures based on the Financial Instrument and Exchange Act are being performed when the Business Summary is announced.

* Reference for appropriate utilization of the above forecast, etc.

Above forecast is based on the information available to us at this time, and, accordingly, may be affected by various factors surrounding our business during the term, resulting in different actual showing.