

October 30, 2017



Consolidated Financial Results for the Second Quarter
of the Fiscal Year Ending March 31, 2018
(under Japanese GAAP)

Company name : **NSD CO., LTD.**
Stock listing : Tokyo Stock Exchange, First Section
Stock code : 9759
URL : <http://www.nsd.co.jp/>

(Amounts are rounded off to the nearest million yen)

**1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending March 31, 2018
(from April 1, 2017 to September 30, 2017)**

(1) Consolidated Results of Operations (cumulative) (Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Second quarter ended								
September 30, 2017	28,765	7.1	3,586	18.4	3,641	19.7	2,313	20.1
September 30, 2016	26,859	8.4	3,028	14.8	3,041	13.9	1,926	23.0

Note: Comprehensive income Second quarter ended September 30, 2017: 2,421million yen (25.6%)
Second quarter ended September 30, 2016: 1,928million yen (27.2%)

	Net income per share	Net income per share(diluted)
Second quarter ended	Yen	Yen
September 30, 2017	54.48	54.47
September 30, 2016	44.83	44.83

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio
As of	Millions of yen	Millions of yen	%
September 30, 2017	51,075	43,111	83.2
March 31, 2017	50,910	43,977	85.2

Reference: Equity As of September 30, 2017: 42,513million yen
As of March 31, 2017: 43,374million yen

2. Dividends

	Annual dividends				
	First quarter end	Second quarter end	Third quarter end	Fiscal year end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2017	-	0.00	-	44.00	44.00
Fiscal year ending March 31, 2018	-	0.00			
Fiscal year ending March 31, 2018 (Forecast)			-	50.00	50.00

Note: Revisions to the forecast of dividends most recently announced: Yes

*Please refer to the "Notice of the Fiscal Year Ending March 31, 2018 Dividend Forecast Revisions (Increase)" announced today (October 30, 2017).

**3. Forecast of Consolidated Financial Results for the Fiscal Year Ending March 31, 2018
(from April 1, 2017 to March 31, 2018)**

(Percentages indicate year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of the parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year ending March 31, 2018	58,270	5.5	7,790	8.6	7,950	8.9	5,220	14.9	123.25

Note: Revisions to the forecast of consolidated financial results most recently announced: Yes

*Please refer to the "Notice of the Fiscal Year Ending March 31, 2018 Forecast Revisions" announced today (October 30, 2017).

***Notes**

- (1) Changes in significant subsidiaries during the period(Changes in specified subsidiaries resulting in the change in scope of consolidation) : None
- (2) Adoption of specific accounting for preparing quarterly consolidated financial statements : Yes
- (3) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements after error corrections
 - a. Changes in accounting policies due to revisions to accounting standards and other regulations : None
 - b. Changes in accounting policies due to other reasons : None
 - c. Changes in accounting estimates : None
 - d. Restatement of prior period financial statements after error corrections : None
- (4) Number of shares issued (common stock)
 - a. Total number of shares issued at the end of the period (including treasury stock)

As of September 30, 2017:	47,172,160 shares
As of March 31, 2017:	48,172,160 shares
 - b. Number of treasury stock at the end of the period

As of September 30, 2017:	4,935,674 shares
As of March 31, 2017:	5,255,654 shares
 - c. Average number of shares during the period (cumulative from the beginning of the fiscal year)

Second quarter ended September 30, 2017:	42,471,348 shares
Second quarter ended September 30, 2016:	42,967,463 shares

Note: Total number of shares issued at the end of the period decreased 1 million shares due to the retirement of treasury shares in accordance with Article 178 of the Companies Act.

***Quarterly financial results reports are not required to be subjected to quarterly reviews.**

***Explanation relating to the appropriate use of results forecasts, and other noteworthy items**

(Notes to forecasts of financial results)

The results forecasts contained in this document are based on information currently available to the Company and on certain assumptions deemed to be reasonable. Consequently, any statements herein do not constitute assurances regarding actual results by the Company. Actual business and other results may differ substantially due to various factors.

(Supplemental material on quarterly results)

Supplemental material on quarterly results will be posted on Company's website on October 31, 2017.