

Highlights of Financial Results (Consolidated)
for the Second Quarter of the Fiscal Year Ending July 31, 2020
[Japanese Accounting Standards]

March 2, 2020

Company Name: **General Packer Co., Ltd.**
 Stock code: 6267
 Stock exchange listings: Tokyo (JASDAQ), Nagoya
 URL: <https://www.general-packer.co.jp>
 Representative: Kenji Makino, President

(Rounded down to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter of the Fiscal Year Ending July 31, 2020
(August 1, 2019 to January 31, 2020)

(1) Consolidated operating results (cumulative) (Percentage figures represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended January 31, 2020	5,033	30.8	502	39.3	502	38.5	350	39.2
Six months ended January 31, 2019	3,848	21.7	361	471.5	363	450.2	251	440.7

(Note) Comprehensive income Six months ended October 31, 2020: 350 millions of yen (43.1%)
 Six months ended October 31, 2019: 244 millions of yen (355.7%)

	Net income per share		Diluted net income per share	
	Yen		Yen	
Six months ended January 31, 2020	198.43		—	
Six months ended January 31, 2019	142.53		—	

(2) Consolidated Financial Position

	Total assets		Net assets		Shareholders' equity ratio	
	Millions of yen		Millions of yen		%	
As of January 31, 2020	8,247		4,281		51.9	
As of July 31, 2019	9,402		3,983		42.4	

(Reference) Shareholders' equity As of January 31, 2020: 4,281 millions of yen
 As of July 31, 2019: 3,983 millions of yen

2. Dividends

	Dividend per share				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen				
Fiscal Year Ended July 31, 2019	—	25.00	—	30.00	55.00
Fiscal Year Ending July 31, 2020	—	25.00	—	—	—
Fiscal Year Ending July 31, 2020 (Forecast)	—	—	—	30.00	50.00

(Note) Revisions to the latest dividend forecast: Yes

3. Consolidated Financial Forecasts for Fiscal Year Ending July 31, 2020
(August 1, 2019 to July 31, 2020)

(Percentage figures represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Fiscal year	8,900	6.9	700	(5.6)	700	(6.1)	490	(6.5)	277.38

(Note) Revisions to the latest financial forecasts: Yes

※Notes

(1)Changes in accounting policies; changes in accounting estimates; restatements

- 1) Changes in accounting policies due to amendment of accounting standards: None
- 2) Other changes in accounting policies: None
- 3) Changes in accounting estimates: None
- 4) Restatements: None

(2)Number of shares issued and outstanding (common stock)

1) Number of shares issued and outstanding at the end of the period (including treasury stock)

As of January 31, 2020	1,798,800 shares	As of July 31, 2019	1,798,800 shares
2) Number of treasury stock at the end of the period	As of January 31, 2020	As of July 31, 2019	32,671 shares
3) Average number of shares outstanding during the period	Six months ended January 31, 2020	Six months ended January 31, 2019	1,766,129 shares

※Indication regarding execution of audit procedures

This quarterly financial results report is exempt from the audit producers in accordance with the Financial Instruments and Exchange Act. At the time of disclosure of this quarterly financial results report, the audit procedures for quarterly financial statement in accordance with the Financial Instruments and Exchange Act are incomplete.

※Appropriate use of business forecasts; other special items

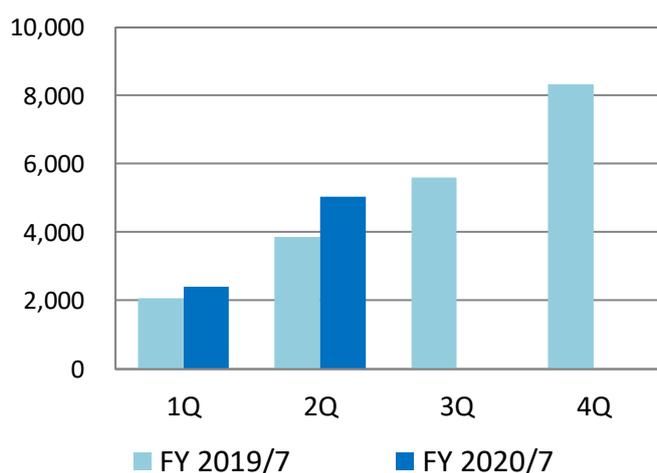
In this document, statements other than historical facts are forward-looking statements that reflect the Company's plans and expectation. These forward-looking statements involve risks, uncertainties and other factors that may cause our actual results and achievements to differ from those anticipated in these statements.

Quarterly Highlights (Consolidated)

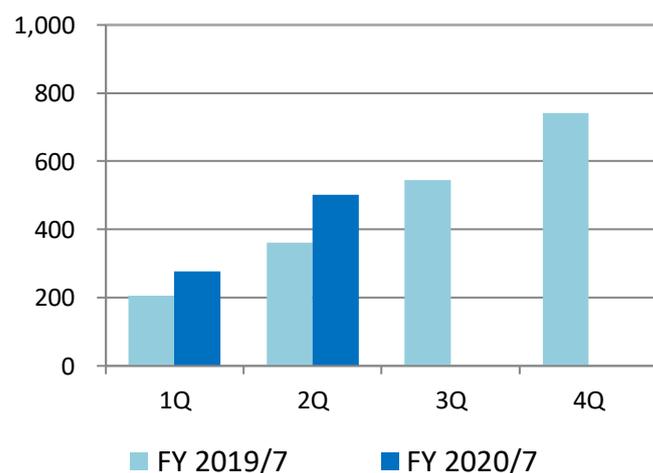
Consolidated Financial Results

		(cumulative)			
		(Millions of yen)			
		1Q	2Q	3Q	4Q
Fiscal Year Ending July 2020	Net sales	2,396	5,033		
	Operating income	277	502		
	Ordinary income	276	502		
	Net income	189	350		
	Total assets	9,224	8,247		
	Net assets	4,119	4,281		
Fiscal Year Ending July 2019	Net sales	2,068	3,848	5,591	8,327
	Operating income	205	361	544	741
	Ordinary income	206	363	547	745
	Net income	139	251	376	524
	Total assets	7,764	7,955	8,835	9,402
	Net assets	3,649	3,759	3,837	3,983

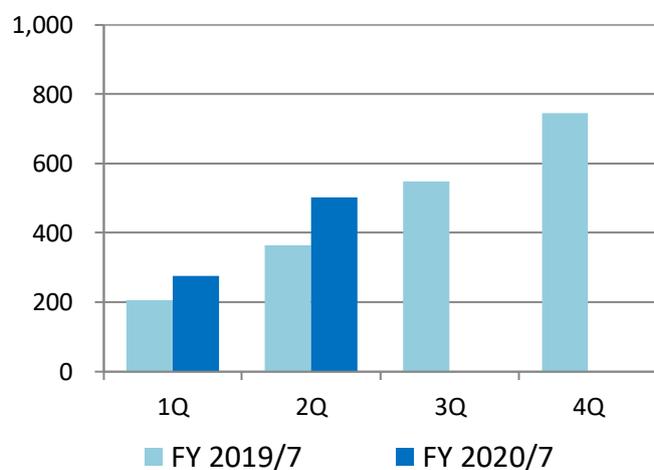
Net sales (Millions of yen)



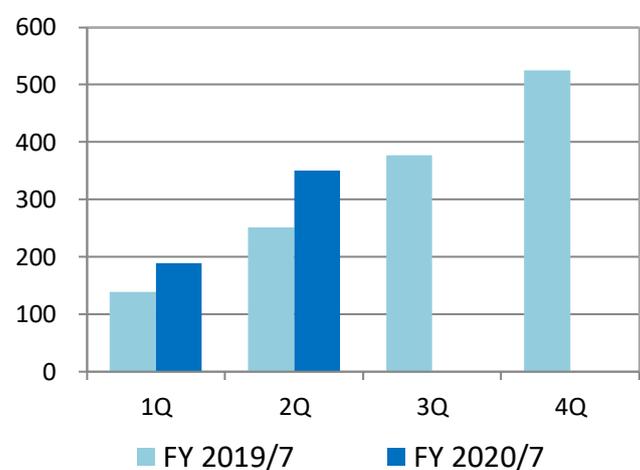
Operating income (Millions of yen)



Ordinary income (Millions of yen)



Net income (Millions of yen)



Quarterly Highlights (Consolidated) : Data

■ Operating Results

◆ Results by Business Segment

(Percentage figures represent year-on-year changes)

First Quarter (cumulative)	Net sales		Operating income	
	Millions of yen	%	Millions of yen	%
Total	5,033	30.8	502	39.3
Pakaging machinery	4,361	44.5	471	51.8
Production machinery	672	(19.1)	31	(38.0)

Sales and profits increased due to strong sales in the packaging machinery business.

Pakaging machinery ; Increased sales number of pouch filling-sealing packging machines

Production machinery ; Decreased sales of ancillary equipment related to large-scale plant projects

◆ Consolidated statements of income

(Thousands of yen)

	Six-month period ended January 31, 2019	Six-month period ended January 31, 2020
Net sales	3,848,744	5,033,591
Cost of sales	2,815,916	3,753,227
Gross profit	1,032,828	1,280,364
Selling, general and administrative expenses	671,812	777,563
Operating income	361,015	502,801
Non-opreating income		
Interest income	129	146
Dividends incom	406	416
Purchase discounts	633	1,376
Others	4,126	1,830
Total non-opreating income	5,295	3,770
Non-opreating expenses		
Interest expense	2,860	2,744
Foreign exchange loss	280	882
Others	-	30
Total non-opreating expenses	3,140	3,658
Ordinary income	363,170	502,913
Extraordinary loss	0	643
Incom before incom taxes	363,170	502,270
Incom taxes: Current	100,330	136,816
Deferred	11,105	14,959
Total Incom taxes	111,436	151,775
Net incom	251,734	350,495
Profit attributable to owners of parent	251,734	350,495

◆ Consolidated statements of comprehensive income

(Thousands of yen)

	Six-month period ended January 31, 2019	Six-month period ended January 31, 2020
Net incom	251,734	350,495
Other comprehensive incom		
Valuation difference on available-for-sale securities	(5,158)	143
Foreign currency translation adjustment	(1,604)	(150)
Total other comprehensive incom	(6,763)	(7)
Comprehensive incom	244,971	350,488
(Details)		
Comprehensive incom attributable to owners of the parent	244,971	350,488

Quarterly Highlights (Consolidated) : Data

■ Consolidated balance sheets

(Thousands of yen)

	As of July 31, 2019	As of January 31, 2020
Assets		
Current asstes		
Cash and deposits	2,035,116	1,264,659
Notes and accounts receivable-trade	1,694,127	1,592,768
Electonically recorded monetary claims-operating	103,145	144,126
Work-in-process	2,173,110	1,659,679
Raw materials and supplies	380,226	385,416
Accounts receivable-others	270,149	406,042
Other	98,618	84,384
Total current assets	6,754,494	5,537,077
Noncurrent assets		
Property, plant and equipment		
Buildings and structures (net)	456,026	439,940
Land	646,618	785,645
Other (net)	50,872	50,267
Total property, plant and equipment	1,153,517	1,275,853
Intangible fixed assets		
Goodwill	623,435	605,188
Technical assets	561,898	545,452
Other	127,189	117,791
Total intangible fixed assets	1,312,523	1,268,431
Investments and other assets	181,506	165,846
Total noncurrent assets	2,647,546	2,710,131
Total assets	9,402,041	8,247,209
Liabilities		
Current liabilities		
Notes and accounts payable-trade	1,817,161	1,490,943
Electonically recorded obligations-operating	307,349	293,874
Current portion of long-term loans payable	111,996	111,996
Incom taxes payable	172,889	129,943
Advance received	1,269,656	846,175
Allowance for Directors' Bonuses	26,250	-
Provision for product warranties	39,293	41,368
Other	723,811	189,924
Total current liabilities	4,468,407	3,104,226
Noncurrent liabilities		
Long-term loans payable	522,682	466,684
Allowance for share benefits	17,700	21,175
Net defined benefit liabilities	39,713	37,587
Other	370,253	336,385
Total noncurrent liabilities	950,349	861,831
Total liabilities	5,418,757	3,966,058
Net assets		
Shareholders' equity		
Capital stock	251,577	251,577
Capital surplus	306,392	306,392
Retained earnings	3,484,267	3,780,843
Treasury stock	(67,210)	(65,912)
Total shareholders' equity	3,975,026	4,272,900
Accumulated other comprehensive income		
Valuation difference on available-for sale securities	13,238	13,382
Foreign currency translation adjustment	(4,981)	(5,131)
Total accumulated other comprehensive incom	8,257	8,250
Total net assets	3,983,283	4,281,150
Total liabilities and net assets	9,402,041	8,247,209

Quarterly Highlights (Consolidated) : Data

■ Orders Received by Business Segment

(Percentage figures represent year-on-year changes)

Second Quarter (cumulative)	Machinery Orders Received		Machinery Order Backlog	
	Millions of yen	%	Millions of yen	%
Total	3,055	(2.9)	4,335	(0.9)
Pakaging machinery	2,934	(2.9)	3,707	(1.1)
Production machinery	121	(3.3)	627	(0.0)

■ Orders Received of half-year

(Millions of yen)

