

Daito Trust Construction Co., Ltd.

Consolidated Financial Highlights for the Year ended March 31, 2018

Tokyo, April 23, 2018 --- Daito Trust Construction Co., Ltd. (code No.1878), a leading supplier of apartments in Japan, reported today its consolidated financial results for the year ended March 31, 2018.

1. Operating Results (millions of yen)

	<u>For the Year ended Mar. 31</u>			<u>For the year ending Mar. 31</u>	
	<u>2018</u>	<u>2017</u>	<u>Change (%)</u>	<u>2019</u>	<u>Change (%)</u>
Net Sales	1,557,017	1,497,104	+4.0	1,640,000	+5.3
Construction	627,631	623,910	+0.6	663,000	+5.6
Real Estate	871,388	824,642	+5.7	920,000	+5.6
Other	57,997	48,551	+19.5	57,000	-1.7
Gross Profit	297,046	285,588	+4.0	303,200	+2.1
Construction	197,510	197,645	-0.1	197,300	-0.1
Real Estate	79,077	72,701	+8.8	83,500	+5.6
Other	20,458	15,240	+34.2	22,400	+9.5
S&GA Expenses	170,677	165,426	+3.2	175,200	+2.6
Operating Income	126,369	120,162	+5.2	128,000	+1.3
Ordinary Income	131,533	124,509	+5.6	133,000	+1.1
Net Income	87,829	82,168	+6.9	90,000	+2.5

2. Financial Conditions (millions of yen)

	<u>As of Mar. 31</u>		<u>Change</u>
	<u>2018</u>	<u>2017</u>	
Total Assets	842,978	781,431	+61,547
Current Assets	530,182	509,778	+20,404
Noncurrent Assets	312,795	271,653	+41,142
Current Liabilities	296,238	337,990	-41,752
Noncurrent Liabilities	249,700	167,955	+81,745
Net Assets	297,039	275,485	+21,554
Equity/Assets (%)	35.6	35.3	+0.3points
BPS (yen)	4,002.51	3,630.59	+371.92

3. Cash Flows (millions of yen)

	<u>For the Year ended Mar. 31</u>	
	<u>2018</u>	<u>2017</u>
Operating Activities	62,559	124,097
Investing Activities	-22,946	-33,407
Financing Activities	-25,336	-72,286
Cash and Cash Equivalents at End	213,714	200,180

4. Remarks

We have achieved the increase in both sales and profit for ten straight FY. And sales and profits recorded their historical high. The volume of orders received decreased 0.6% on the previous FY to reach 651.0 billion yen. We have maintained high occupancy rate both in residential use (97.2% +0.3 point Y on Y) and in commercial use (98.4% +0.1% Y on Y) under our management as of the end of March 2018.

We are planning to implement annual dividend amounting to 583 yen (+47yen on previous FY). We are planning to acquire treasury stock, continuously as previous FY. We are planning to acquire treasury stock up to 26.4 billion yen and 1.43 million shares which corresponds to 30% of Net Profit and retire the said treasury stock at the end of March 2019. As a result, regarding shareholders return, we are forecasting total return ratio 80.0% comprising of payout ratio (50%) and acquirement and retirement of treasury stock (30%).

Next FY, we are forecasting the increase in both sales and profit for eleven straight FY and planning to implement dividend amounting to 595 yen.