

To all related parties:

Name of the Company: TOMY Company, Ltd.
Name of the Representative: Kazuhiro Kojima
Representative Director, President & COO
(Code No. 7867; The First Section of the Tokyo Stock Exchange)
Further Inquiries: Hiroya Kutsuzawa
Board Director,
Senior Managing Officer & CFO
Head of Corporate Administrations
(TEL: 03-5654-1548)

**Notice Concerning Recording of Loss on Valuation of Shares of Subsidiaries and Associates
(Non-Consolidated Basis) and Differences Between Non-Consolidated Results
for the Fiscal Year Ended March 31, 2019 and the Previous Fiscal Years**

TOMY Company, Ltd. (hereinafter “Tomy”) hereby provides notification that it has recorded a loss on valuation of shares of subsidiaries and associates (non-consolidated basis) in relation to a consolidated subsidiary overseas for the fiscal year ended March 31, 2019. In addition, Tomy hereby announces differences between its non-consolidated results for the fiscal year ended March 31, 2019 and the previous fiscal years, as follows. The loss on valuation of shares of subsidiaries and associates is subject to elimination with respect to the consolidated financial statements given that the subsidiary in question is a consolidated subsidiary.

1. Description of loss on valuation of shares of subsidiaries and associates (non-consolidated basis) in relation to an overseas consolidated subsidiary

In its non-consolidated financial results for the fiscal year ended March 31, 2019, Tomy has recorded a loss on valuation of shares of subsidiaries and associates of 15,670 million yen under extraordinary losses, upon having accounted for an impairment loss on the shares of a consolidated subsidiary overseas whose fair value decreased significantly, from among the shares of subsidiaries and associates held by Tomy.

The aforementioned loss on valuation of shares of subsidiaries and associates is subject to elimination with respect to the consolidated financial statements because the subsidiary in question is a consolidated subsidiary.

2. Differences between non-consolidated results for the fiscal year ended March 31, 2019 (April 1, 2018 to March 31, 2019) and the previous fiscal year

	Net sales	Operating profit	Ordinary profit	Profit (loss)	Basic earnings (loss) per share
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	Yen
Results for the fiscal year ended March 31, 2018 (A)	86,824	6,617	6,574	3,937	41.91
Results for the fiscal year ended March 31, 2019 (B)	90,403	9,073	10,456	(8,472)	(88.91)
Increase (Decrease) (B-A)	3,579	2,455	3,882	(12,409)	—
Increase (Decrease) percentage (%)	4.1	37.1	59.1	—	—

(Reasons for the differences)

In the long-standing PLARAIL brand, products related to SHINKALION, a TV animation series were rolled out in earnest, and enjoyed strong sales. In addition, in the LICCA doll brand, dolls including AQUA CURL MISAKI-CHAN and dresses were well received. Overseas-bound exports of BEYBLADE BURST also increased, while the trading card game DUEL MASTERS recorded strong sales due to positive effects from enhancement of its product appeal. Moreover, L.O.L. SURPRISE!, which was launched last summer, later expanded into a series product, and gained popularity. Consequently, net sales increased while operating profit and ordinary profit exceeded results of the previous fiscal year.

Meanwhile, the loss for the fiscal year ended March 31, 2019 is a result of Tomy having recorded the aforementioned loss on valuation of shares of subsidiaries and associates under extraordinary losses.

End of notice