



JK Holdings Co., Ltd. Corporate Profile 2016

as of July 1, 2016

Message from the President and COO of JK Holdings

Summary of the Mid-term Business Plan of JK Holdings

The current mid-term business plan contains several uncertain factors such as the consequences of the second increase in the consumption tax rate, housing construction starts are forecasted to be roughly at the same levels as the previous mid-term business plan, and with a slogan of “DJ2018 Emerging as the Leading Company Group in the Industry,” the current plan has a business basis to promote the overall and sound growth of the group in terms of quantity and quality and will continue on the road to expanding growth. For this purpose, the following three basic business policies were established, and work has begun to implement them.



Keiichiro Aoki
President and COO of JK Holdings Co., Ltd.

1) Further improvement of profitability:

In addition to strengthening high value-added businesses such as expansion of private brand products, expanding the domain and function of the construction sector, and strengthening the construction function, as well as other areas that are expected to expand in the future will also be actively developed.

2) Strengthening efforts to restructure the industry:

With the reduction in the overall size of the housing market, the overall view of building materials and housing equipment will be expanded, and efforts to restructure the industry will be actively developed. Also regarding the “downstream” portion of the building materials retail industry in which the rapid development of business succession can be expected, the transfer of business areas to companies within the group will be promoted.

3) Strengthening the business structure:

Work will be conducted with focus on the optimization of the organization based on business type, business condition, and business areas. Work has also begun on the reexamination of the positioning of overseas bases, to promote the effective use of assets, to strengthen procurement capabilities while at the same time improving the financial structure. Also, to increase group mobility measures such as promoting a high degree of human resources development and utilization is being used to build a strong, lean business foundation.

Consolidated Targets

(unit: billion yen)

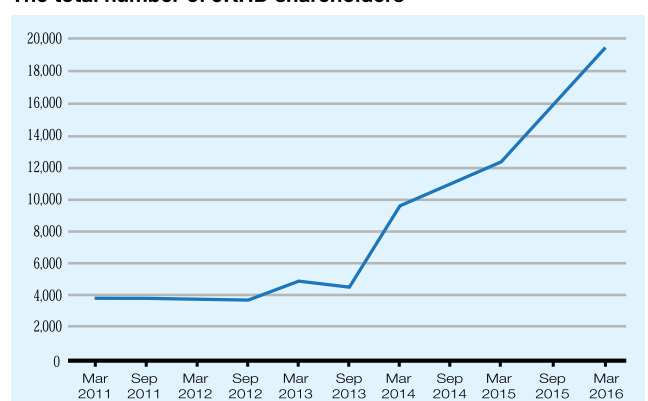
	Net Sales	Operating Profits	Current Profits	Net Profit for the Year
Fiscal 2016	340.0	4.6	4.3	2.5
Fiscal 2017	350.0	4.9	4.5	2.7
Fiscal 2018	360.0	5.3	4.8	2.9

The number of JKHD shareholders has increased greatly

The total number of JKHD shareholders has increased by 7,252 from a year ago to a new total of 19,544 at the end of March 2016.

This increase is made up of mainly “individual / others” by type of owners, and shareholders of one unit (100 to 199 shares) by the number of owning shares. This sector of stock ownership grew by 7,228 from the previous year’s total to 19,139 shareholders.

The total number of JKHD shareholders



For a Fulfilling Life Style

Wholesaling business of general building materials

BUTSURIN Co., Ltd.

Head Office WOOD LAND TOWER 6F 7F, 1-7-22, Shinkiba, Koto-Ku, Tokyo, Japan

Branches 8 branches (Hokkaido Branch, Osaka Branch and others)

Website <http://www.mbr.co.jp>

Representative Katumi Tannaka (president)

Capital 50m Yen

Employees 127

Business Fields Standing trees, logs, lumber and processed wood products. From both domestic and foreign sources. Sales of various building materials, construction of exterior products, and garden components, along with special green construction (rooftop, wall), engineering works and design. Operation and management of construction projects, timber, gardening materials and sales of forestry equipment.



Rooftop greening

TSUSHO Co., Ltd.

Head Office Nakanoshima Dai Building 29F, Nakanoshima 3-3-23, Kita-ku, Osaka, Japan

Branches 13 branches (Osaka first branch and others)

Website <http://www.tsusho.co.jp>

Representative Hirohide Enokiya (president)

Capital 490m Yen

Employees 123

Business Fields Domestic sales and construction of household-related materials such as plywood, lumber, interior and exterior material, household equipments.



Head office

JKI Co., Ltd.

Head office WOOD LAND TOWER 10F, 1-7-22, Shinkiba, Koto-Ku, Tokyo, Japan

Branches Jakarta Office

Representative Takayuki Kitani (president)

Capital 50m Yen

Employees 12

Business Fields Sales of imported plywood



Plywood manufacturing and Wood processing business

KEYTEC Co., Ltd.

Head Office WOOD LAND TOWER 8F, 1-7-22, Shinkiba, Koto-ku, Tokyo, Japan

Plant 15 Mokuzaiko, Kisarazu, Chiba, Japan

Website <http://www.key-tec.co.jp>

Representative Hirokazu Nakanishi (president)

Capital 268m Yen

Employees 186

Business Fields Structural laminated veneer lumber (LVL), manufacturing and sales of various plywood.



KEYLAM

Akita Glulam Co., Ltd.

Head office Ichibanchi, Nanatsudate, Hanaoka-machi, Odate-shi, Akita, Japan

Website <http://www.akita-glulam.net>

Representative Satoshi Hatakeyama (president)

Capital 92m Yen

Employees 43

Business Fields Manufacturing, processing and sales of structural glulam products (Posts, Beams, etc.)



Processing Machine

Prefabrication of structural glulam frames Site construction works of structural glulam frames

Miyamori Co., Ltd.

Head Office 195 Okiomote, Ookawa, Ookawa, Gojome, Akita, Japan

Website <http://www.miyamori.co.jp>

Representative Shinetu Ito (president)

Capital 95m Yen

Employees 86

Business Fields Manufacturing and sales of small or medium dimension laminated lumber and ceiling board



Roller Press



Construction Works

JK Home Co., Ltd.

Head Office WOOD LAND TOWER 6F, 1-7-22, Shinkiba, Koto-Ku, Tokyo, Japan

Exhibition Hall 3 sites (Chiba Kita Housing Forum and others)

Website <http://www.jk-h.co.jp>

Representative Akinori Ogawa (president)

Capital 30m Yen

Employees 23

Business Fields Custom-built houses, renovation, management of Bruce Home Group Franchise Chain Headquarters.



Example of Construction

Retailing business of general building materials

House Depot Japan Co., Ltd.

Head Office WOOD LAND TOWER 5F, 1-7-22, Shinkiba, Koto-Ku, Tokyo, Japan

Website <http://www.housedepot.co.jp>

Representative Yasuyuki Kido (president)

Capital 300m Yen

Employees 22

Business Fields Conduct meetings among chief executives of sales outlets (national and regional)
Monthly assessments for sales outlets.
Management support for sales outlets (education and training)
Support system for renovation/remodeling business, (quotation software)
HTS (Heart System) (completion guarantee)
Others: Sales Outlet nationwide by means of House Depot and common logo Depot-based renovation/remodeling business as a franchise project
Implementation of business with DAIKOKU



Our Overseas business Network in 2016

JK Group's overseas business points are in 6 countries and 12 cities as below.

China : Shanghai, Dalian, Hong Kong, Qingdao
 Taiwan : Taichung, Taipei
 USA : Seattle
 Russia : Vladivostok, Novosibirsk
 Malaysia : Miri
 Vietnam : Hanoi, Ho Chi Minh city

We handle timber, plywood, adhesive glue and various construction materials, aiming at realizing more comfortable residential circumstance all over the world.

We also provide financial and technical support to local manufacturers to improve their production.

INTERRA BRONS BUILDING MATERIALS (CHINA) LIMITED



Shanghai



Qingdao



Dalian

Novosibirsk



RUS INTERRA INC



Alaska Pacific Trading Company



INTERRA USA INC



Vietnam OFFICE



Ho Chi Minh City



Hanoi

Malaysia Miri OFFICE



JPG HOUSING MATERIALS CO., LTD started its operation.



Taichung



Taipei



Corporate Name: JK Holdings Co., Ltd
Head Office: WOOD LAND TOWER, 1-7-22, Shinkiba, Koto-Ku, Tokyo, Japan
Telephone: 81-3-5534-3800
Facsimile: 81-3-5534-3835
Website: <http://www.jkhd.co.jp>
Foundation: October 1937
Establishment: February 15, 1949
Employees: 3,320
Board of Directors:
Takashi Yoshida *Chairman and CEO*
Keiichiro Aoki *President and COO*
Akinori Ogawa *Director*
Tomoaki Kaneko *Director*
Tatsuo Koyanagi *Director*
Kazuyuki Tatezaki *Director*
Hiroshi Narita *Director*
Ichiro Yumoto *Director*
Shoichi Watanabe *Full-time Corporate Auditor*
Hiroshi Azuma *Full-time Corporate Auditor*
Koichi Ogawa *Auditor*
Hiroshi Haraguchi *Auditor*
Bank of Account:
Mizuho Bank, Ltd.
Sumitomo Mitsui Banking Corporation
The Shoko Chukin Bank, Ltd.
Resona Bank, Ltd.
HIGASHI-NIPPON BANK Ltd.
Settlement: on March 31
Listed on the Tokyo Stock Exchange
(code:9896)

History:

- 1998.10. -----Japan Kenzai Co., Ltd. created through merge of Maruyoshi Co., Ltd. and Kokoku Housing Co., Ltd.
2003.3. -----The first section of the Tokyo Stock Exchange assigned
2004.3. -----Acquisition of ISO14001 certification.
2004.4. -----TSUSHO Co., Ltd. (Sales of housing material) becomes a subsidiary.
2006.10. -----Becomes pure holding company, corporate name changes from Japan Kenzai Co., Ltd. to JK Holdings Co., Ltd.
2007.3. -----The affiliation of Mitusi & Co. Forestry Ltd., trade name to Butsurin Co., Ltd.
2007.9. -----The completion of new headquarters (WOOD LAND TOWER)
2007.10. -----The Wood & Plywood Museum NPO (Trustee, Shigeru Yoshida) opened.
The museum, JK Holdings Co., Ltd. is supporting is the only museum in the world that focuses on the theme of wood & plywood and earth environment.

2011.10. -----MITOMOKU Co., Ltd. (Sales of housing material) becomes a wholly-owned subsidiary.
2012.10. -----75th anniversary since foundation.
2013.3. -----Meirin Co., Ltd. (Sales of housing material) becomes a subsidiary.
2013.10. -----Miyamori Co., Ltd. (Lumber Processing) becomes a subsidiary.
2016.4. -----TOP-Kenzai Co., Ltd. (Sales of housing material) becomes a subsidiary.

