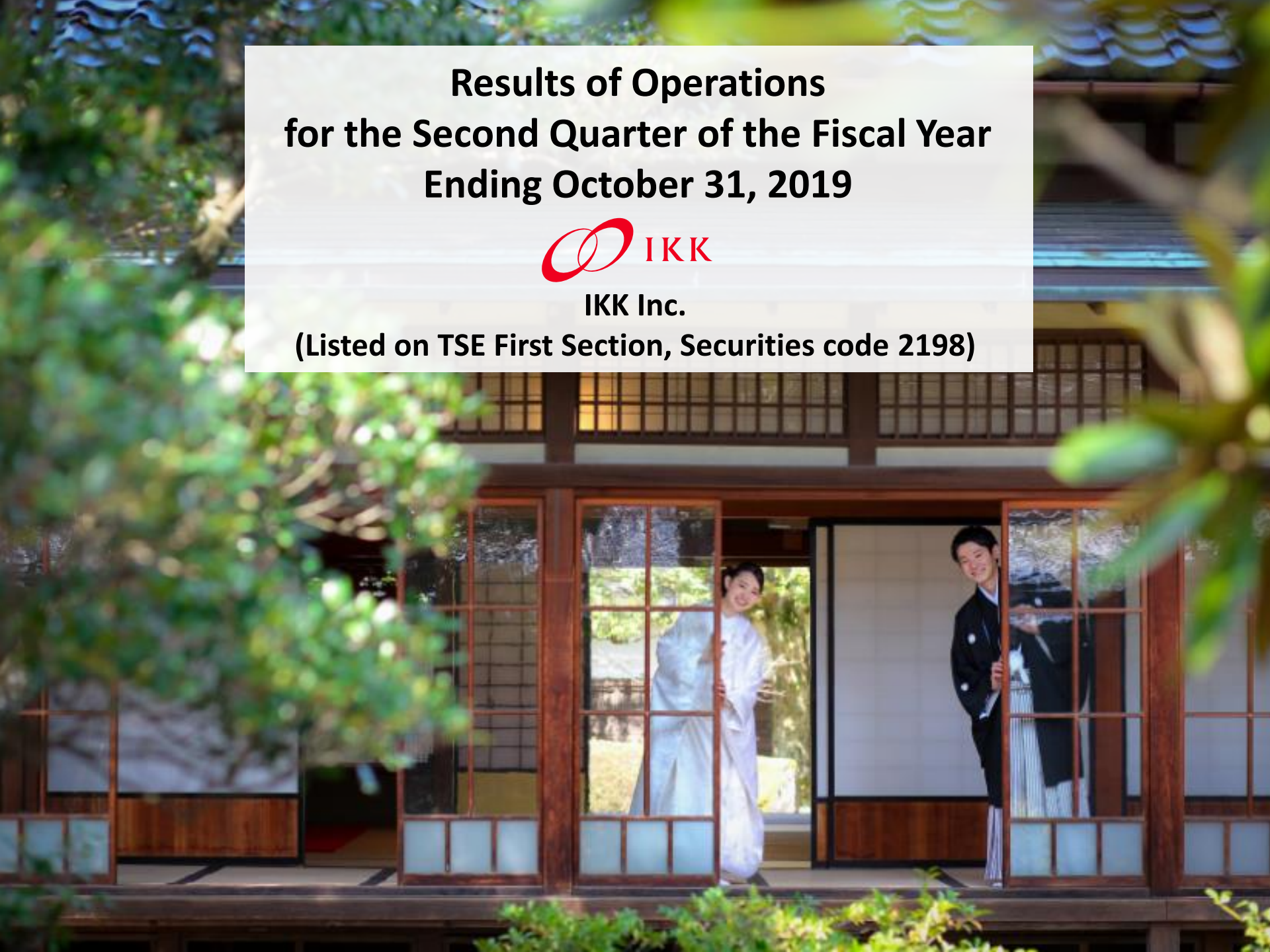


**Results of Operations
for the Second Quarter of the Fiscal Year
Ending October 31, 2019**



IKK Inc.

(Listed on TSE First Section, Securities code 2198)





I. 2Q FY2019 Consolidated Financial Highlights



Sales and earnings down but still above the plan; new branches and overseas operations performed well but the number of weddings at some existing locations decreased.

Net sales : ¥9,031 million (-1.4% YoY, +1.5% vs. plan)

The total number of weddings was down from one year earlier as weddings declined at some existing locations, while there was a contribution from the new Osaka Branch, which was initially planed, and the higher number of weddings at overseas operations.

Average sales per wedding continued to increase to ¥4.06 million.

Operating profit : ¥418 million (-18.4% YoY, +19.5% vs. plan)

Operating profit was down from one year earlier due to the factors that affected sales as well as up-front expenses for opening the Kobe Branch (about ¥95 million). However, operating profit was higher than the plan for the first half.

Profit attributable to owners of parent: ¥281 million

(-18.7% YoY, +17.2% vs. plan)

Record high

Order backlog (at the end of April 2019): 4,271 weddings (+6.3% YoY)

Orders remained strong at new branches in Osaka and Kobe, and overseas operations



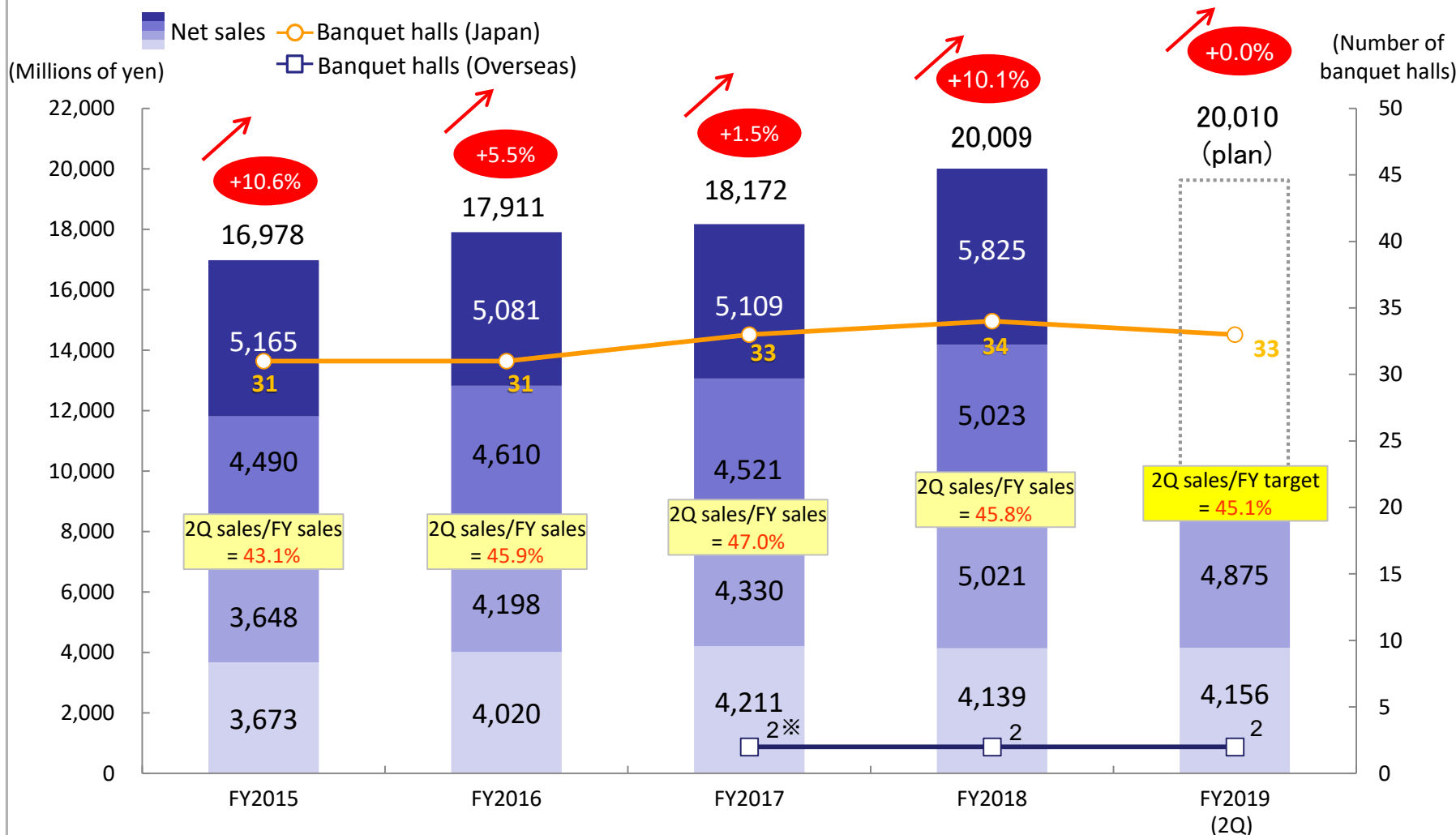
2Q FY2019 Consolidated Financial Highlights

I. FY2019 2Q results

(Millions of yen)

	2Q FY2018		2Q FY2019				
	Amount	% to sales	Plan	Amount	% to sales	YoY change	
						Amount	%
Net sales	9,160	100.0	8,900	9,031	100.0	(128)	(1.4)
Wedding operations	8,774	95.8	-	8,640	95.7	(134)	(1.5)
Funeral operations	143	1.6	-	140	1.6	(2)	(1.8)
Nursing-care operations	246	2.7	-	254	2.8	8	3.3
Gross profit	4,962	54.2	4,840	4,934	54.6	(28)	(0.6)
SG&A expenses	4,450	48.6	4,490	4,516	50.0	65	1.5
Operating income	512	5.6	350	418	4.6	(94)	(18.4)
Ordinary income	526	5.7	360	429	4.8	(96)	(18.4)
Profit attributable to owners of parent	345	3.8	240	281	3.1	(64)	(18.7)
Net income per share (Yen)	11.74	-	8.10	9.49	-	-	-

Net sales, number of banquet halls

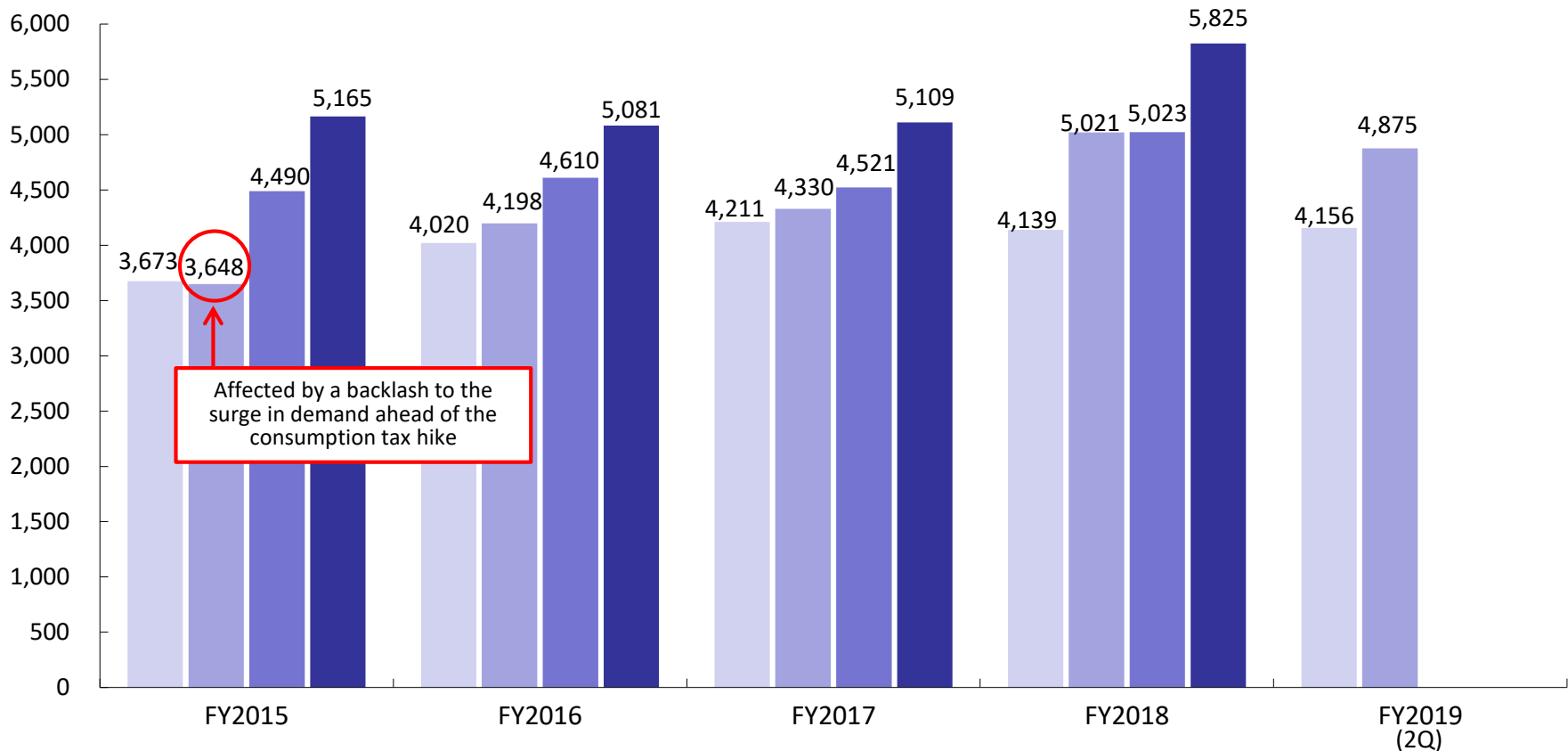


*Overseas wedding operations started in FY2017. However, overseas results have not been consolidated for FY2017.

Net sales

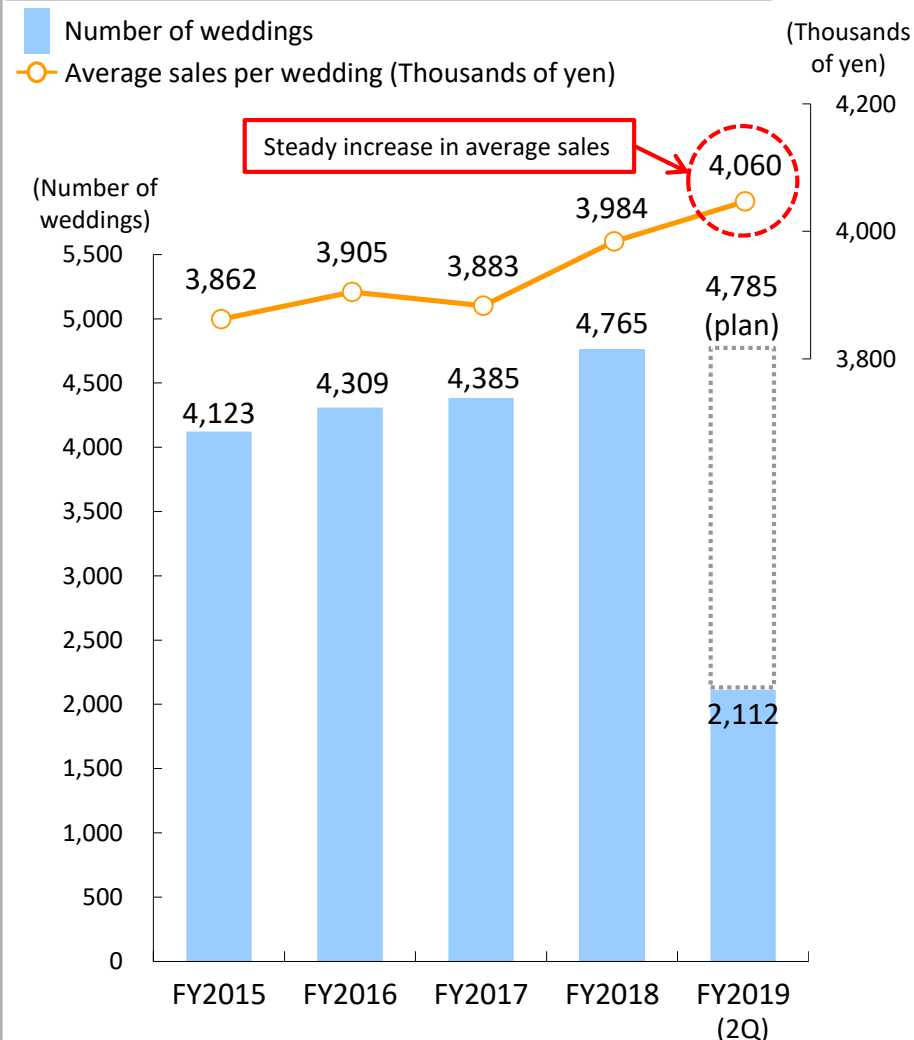
1Q 2Q 3Q 4Q

(Millions of yen)



	2Q FY2018 results	2Q FY2019 results	YoY change	
			Amount	%
Net sales (Millions of yen)	8,774	8,640	(134)	(1.5)
Number of branches in Japan	18	17	(1)	(5.6)
Number of branches overseas	1	1	0	-
Number of weddings	2,157	2,112	(45)	(2.1)
	Japan	2,032	(83)	(3.9)
	Overseas	42	80	90.5
Orders for weddings	2,478	2,664	186	7.5
Order backlog	4,018	4,271	253	6.3
Average sales per wedding* (Thousands of yen)	3,990	4,060	69	1.7

Number of weddings, average sales per wedding



* Number of weddings include results of overseas operations. However, overseas results have not been consolidated for FY2017.

*1 Orders for weddings and order backlog do not include overseas wedding operations.

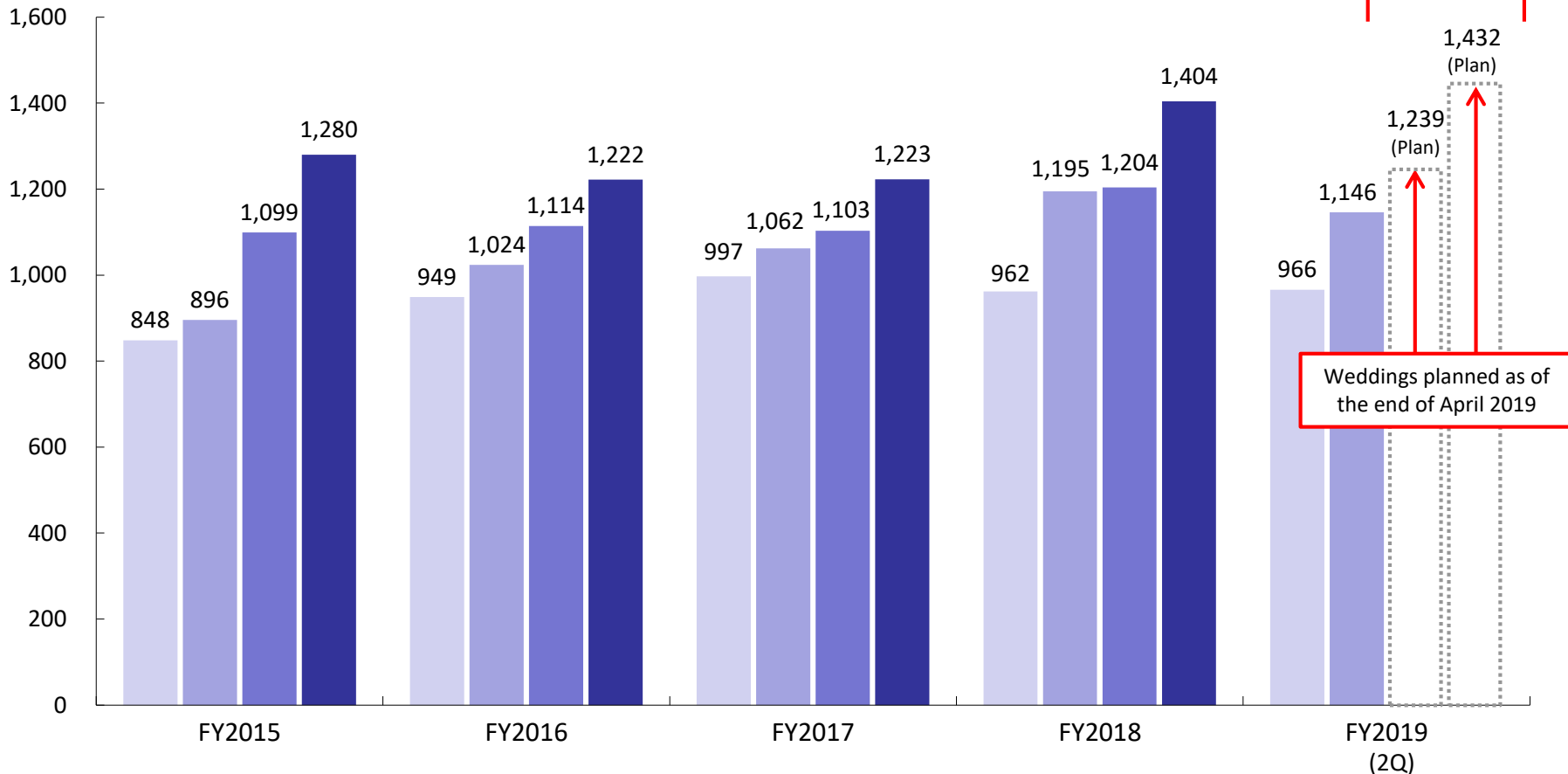
*2 The average sales per wedding does not include ordinary banquets, cancellation fees and overseas wedding operations.

Number of weddings

Number of weddings planned for 3Q and 4Q as of the end of April 2019 is expected to be generally consistent with the business plan. Expect a total of about 4,785 weddings in FY2019.

(Number of weddings)

1Q 2Q 3Q 4Q

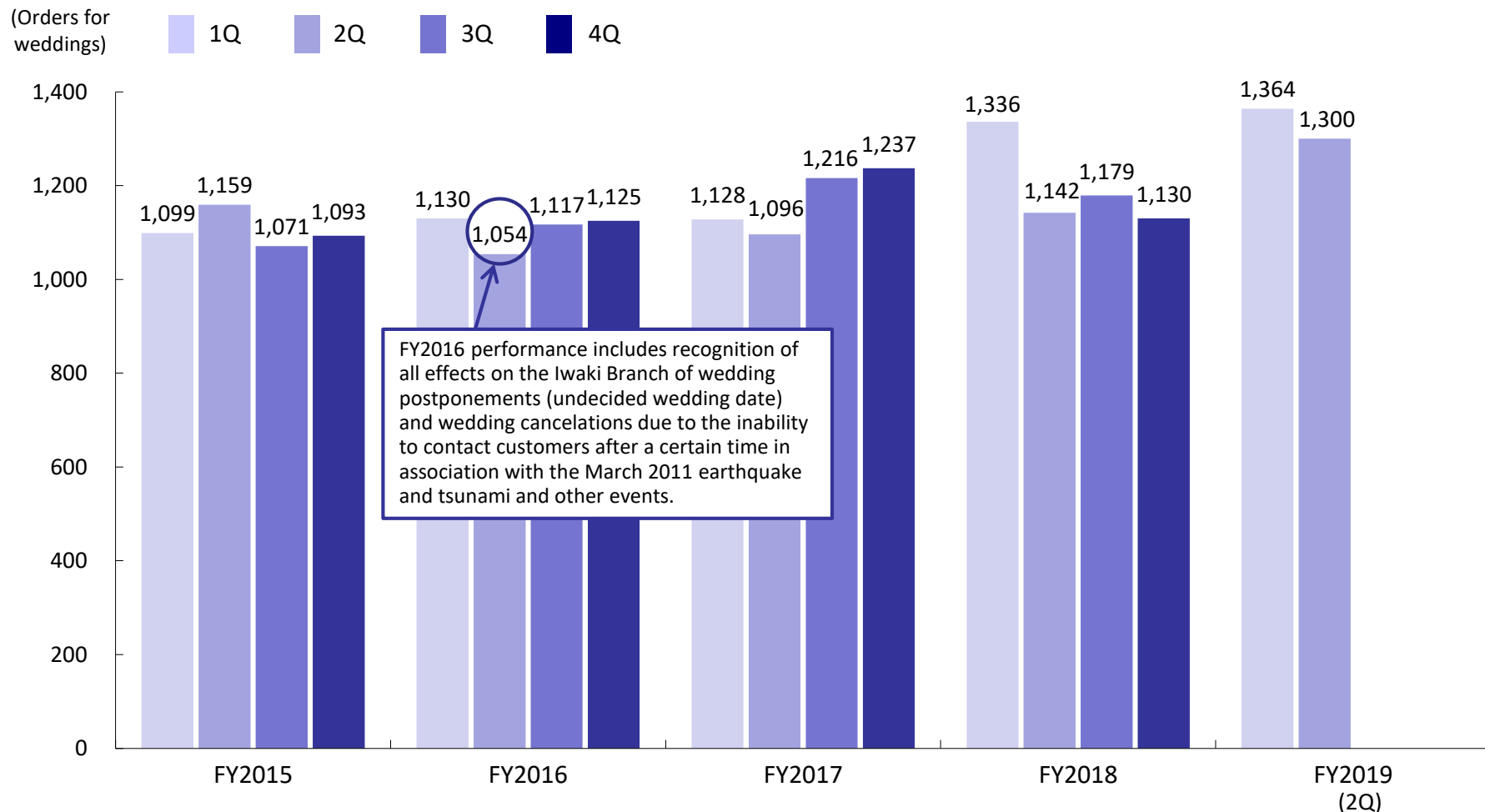


Weddings planned as of the end of April 2019

Weddings planned for 3Q and 4Q

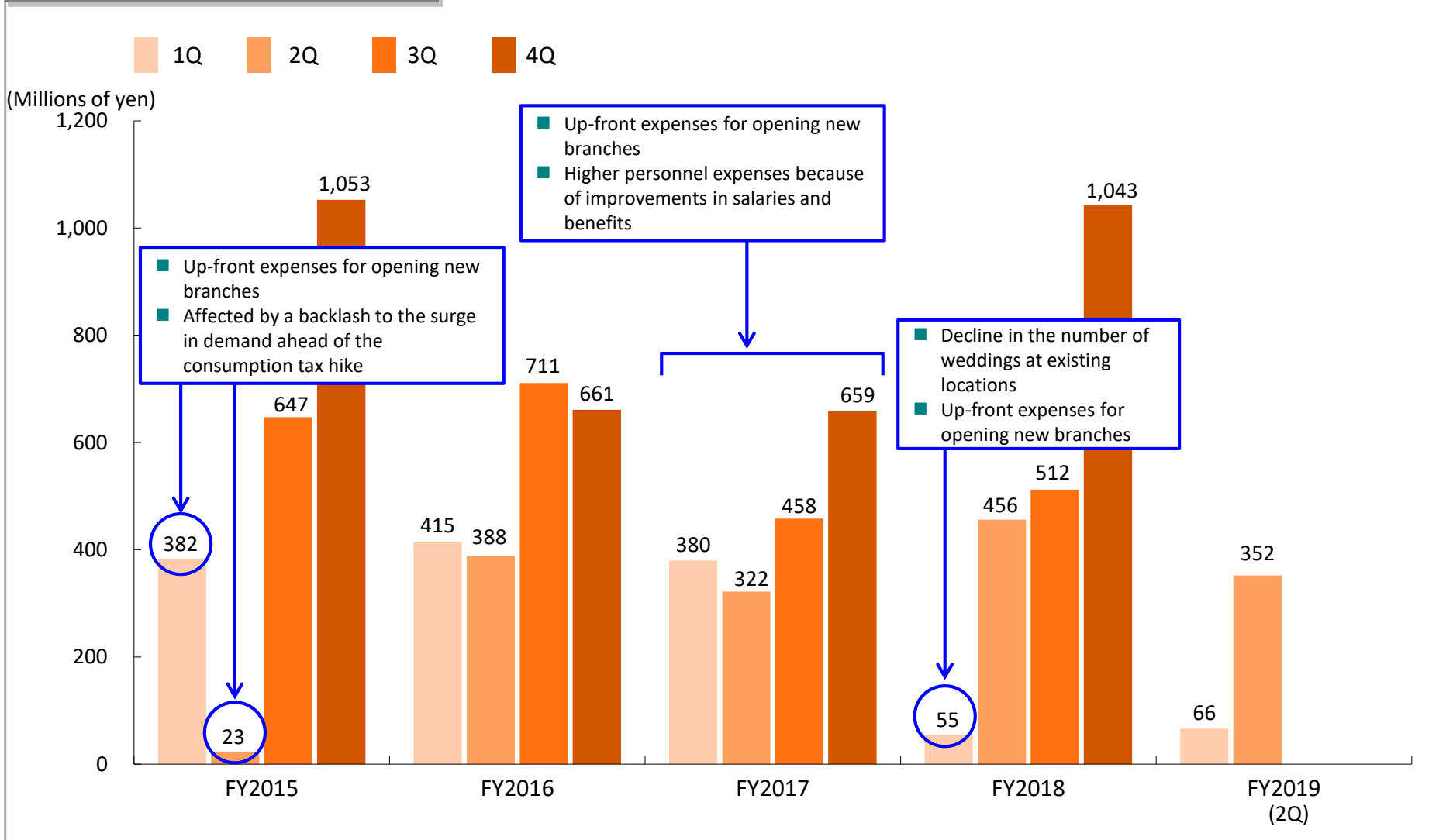
* Number of weddings include results of overseas operations. However, overseas results have not been consolidated for FY2017.

Orders for weddings

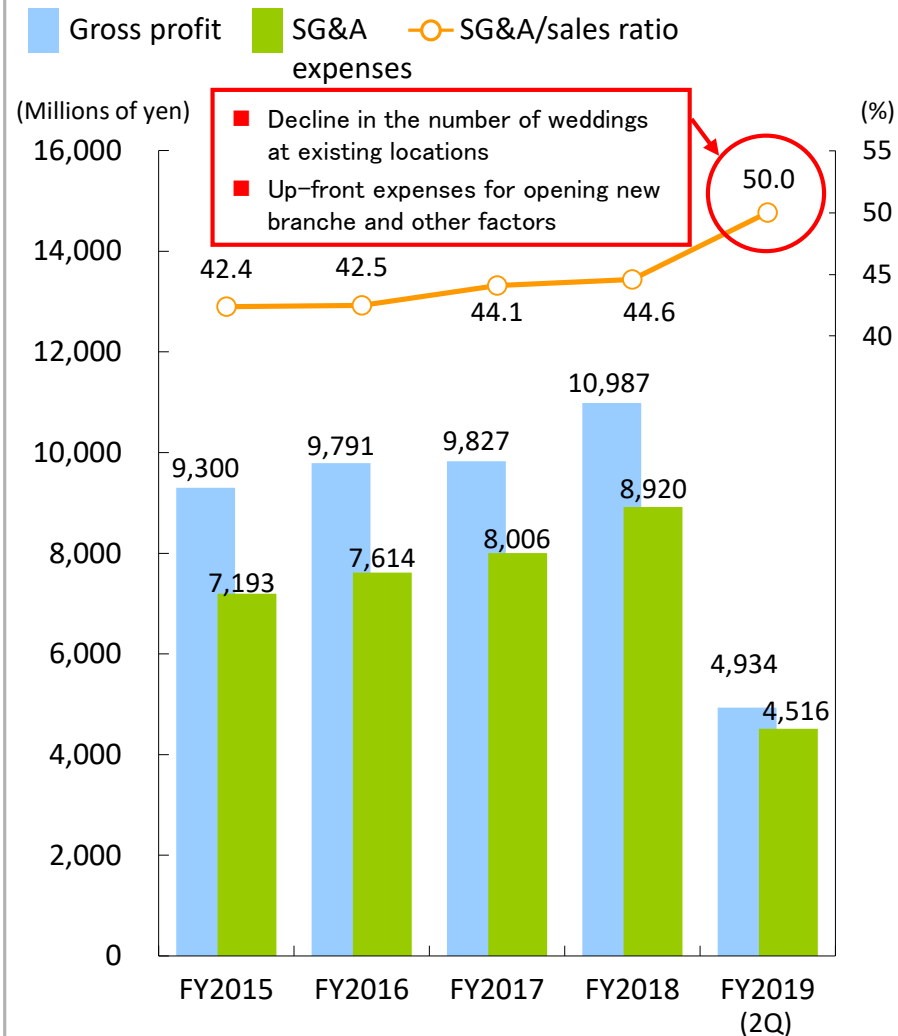


* Orders for weddings include results of overseas operations.

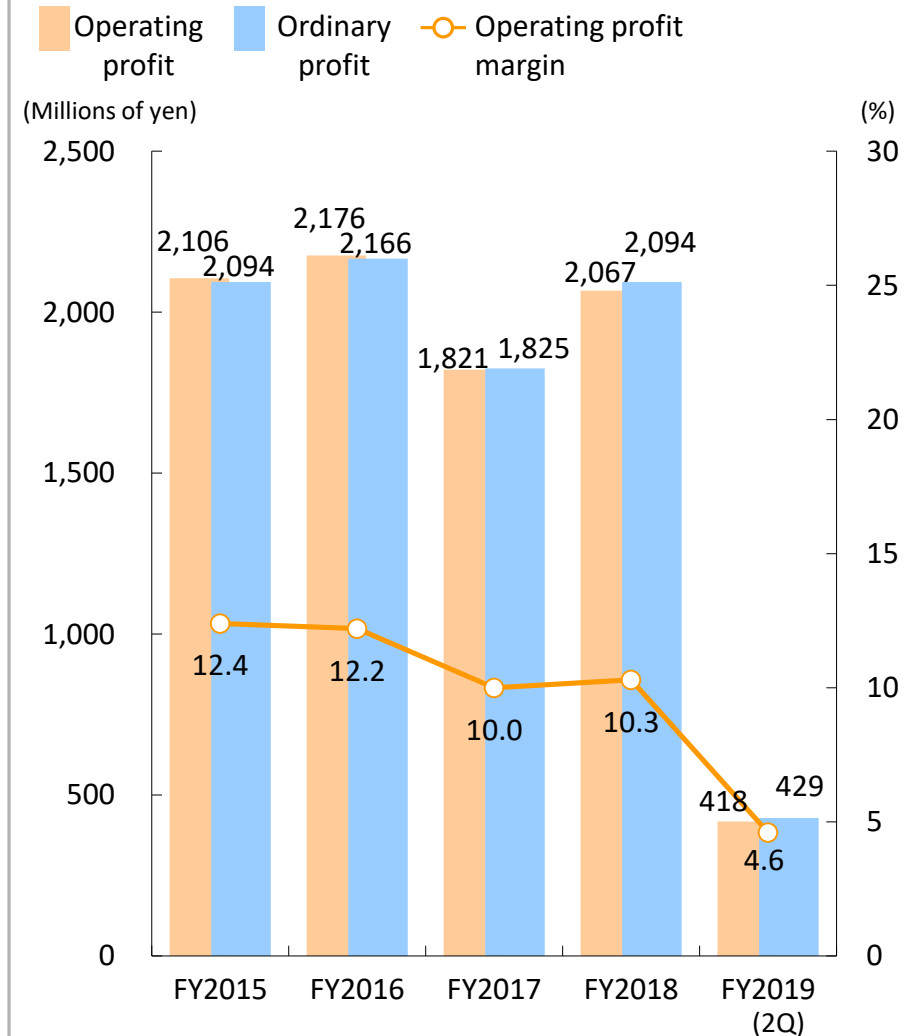
Operating profit



Gross profit, SG&A expenses



Operating profit, ordinary profit



Consolidated Balance Sheet

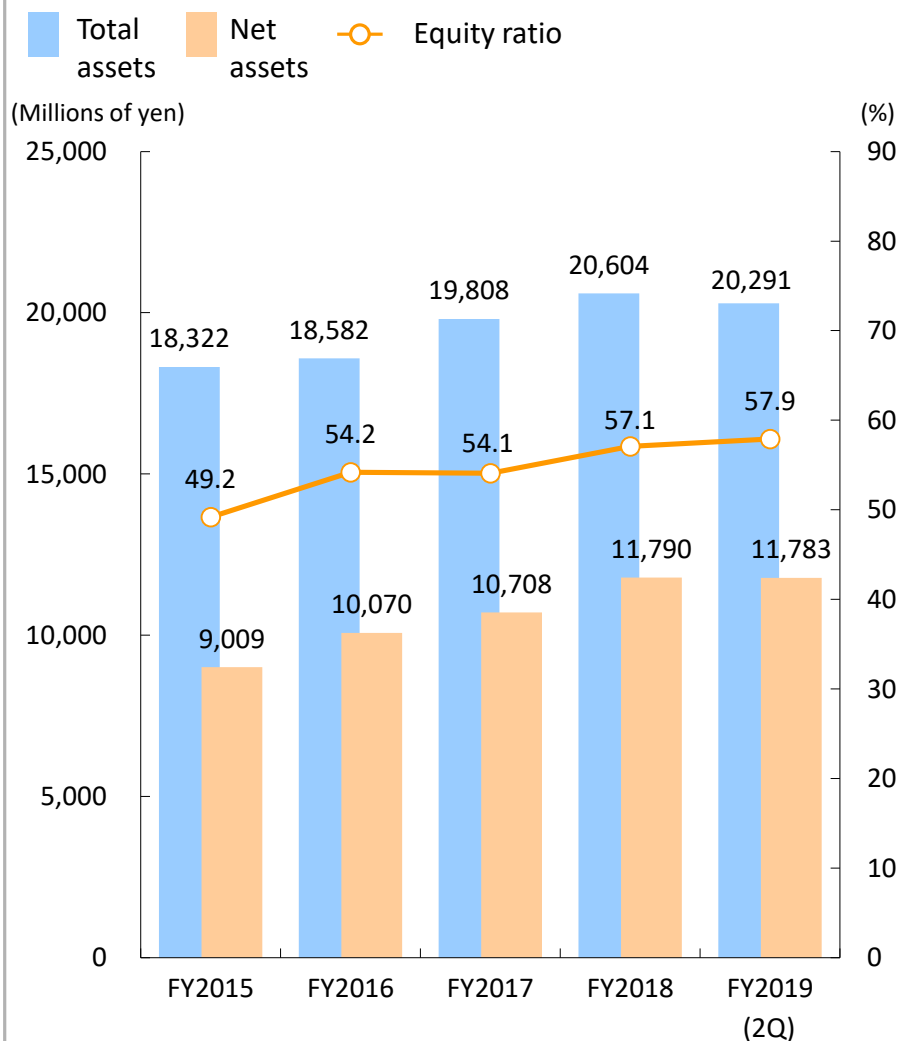
I. FY2019 2Q results

(Millions of yen)

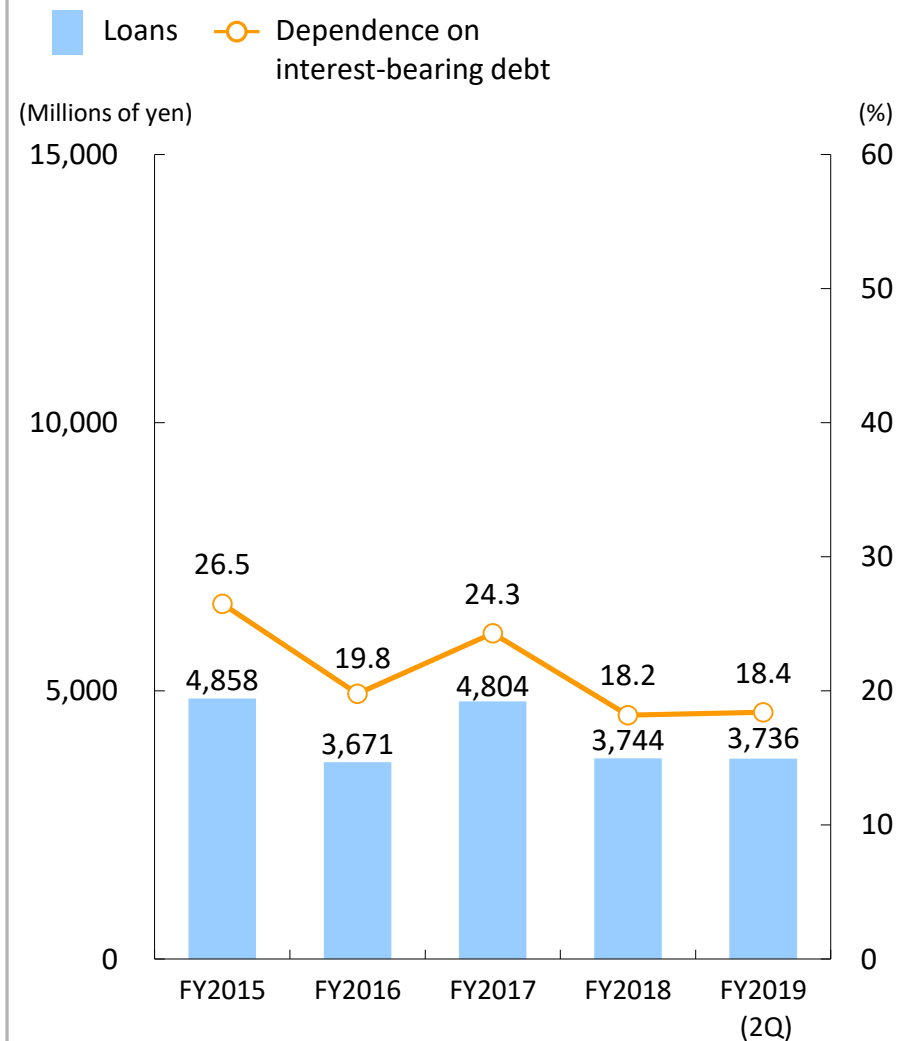
		Oct. 31, 2018		Apr. 30, 2019			
		Amount	Comp. (%)	Amount	Comp. (%)	YoY change	Main factors
Current assets		6,083	29.5	5,799	28.6	(283)	Cash and deposits: -582 Accounts receivable-trade: +160
	(Cash and deposits)	5,277	25.6	4,694	23.1	(582)	
	(Accounts receivable-trade)	314	1.5	474	2.3	160	
	Non-current assets	14,520	70.5	14,491	71.4	(29)	
	(Property, plant and equipment)	12,019	58.3	12,015	59.2	(3)	
Total assets		20,604	100.0	20,291	100.0	(312)	
Current liabilities		4,579	22.2	4,379	21.6	(199)	Accounts payable-trade : -120 Income taxes payable: -408 Other current liabilities: +260
	(Accounts payable-trade)	911	4.4	790	3.9	(120)	
	(Income taxes payable)	570	2.8	162	0.8	(408)	
	Non-current liabilities	4,235	20.6	4,128	20.3	(106)	
	Total liabilities	8,814	42.8	8,508	41.9	(305)	
(Interest-bearing debt)		3,744	18.2	3,736	18.4	(7)	
Total net assets		11,790	57.2	11,783	58.1	(6)	Profit attributable to owners of parent: +281 Sale of treasury shares: +69 Dividends of surplus: -359
Total liabilities and net assets		20,604	100.0	20,291	100.0	(312)	

* Effective from the beginning of the first quarter of the current fiscal year, IKK has adopted the "Partial Amendments to Accounting Standard for Tax Effect Accounting" and other related pronouncements. Prior-year figures have been adjusted retroactively.

Total assets, net assets, equity ratio



Interest-bearing debt



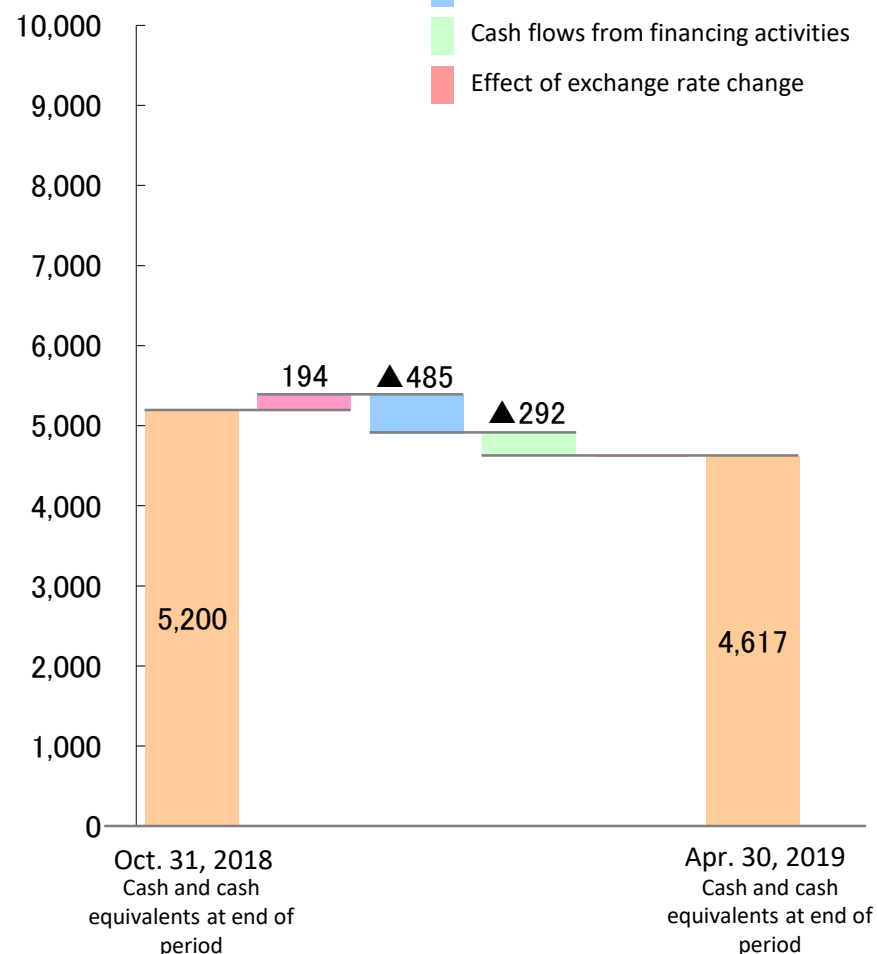
*Dependence on interest-bearing debt = Interest-bearing debt / Total assets

(Millions of yen)

	FY2018 (2Q)	FY2019 (2Q)
Cash flows from operating activities	1,249	194
Profit before income taxes	524	422
Depreciation	565	519
Impairment loss	127	-
Increase (decrease) in notes and accounts payable-trade	(134)	(124)
Income taxes paid	(147)	(520)
Cash flows from investing activities	(763)	(485)
Purchase of property, plant and equipment	(535)	(505)
Cash flows from financing activities	(804)	(292)
Effect of exchange rate change on cash and cash equivalents	(7)	-
Cash and cash equivalents at beginning of period	3,731	5,200
Increase (decrease) in cash and cash equivalents resulting from changes in scope of consolidation	331	-
Cash and cash equivalents at end of period	3,736	4,617

Consolidated cash flows

(Millions of yen)



II. FY2019 Consolidated Forecast



Forecast no change in sales but lower operating profit caused mainly by up-front expenses for new branches

Planning on no change in sales and expect overseas operations to become profitable

Net sales: ¥**20,010** million (up 0.0 % YoY)

- Forecast no change in sales as the first full-year of sales at the Osaka Branch and start of operations at the Kobe Branch in July are offset by the FY2018 closing of the Fukuoka Higashi Branch and the declining number of weddings at existing locations
- In the wedding business in Japan, the forecast is a decrease of 19 in the number of weddings to 4,655 and average sales per wedding of ¥3,980 thousand, nearly flat YoY.

Operating profit: ¥**1,910** million (down 7.6 % YoY)

- In the wedding business in Japan, there will be up-front expenses of about ¥230 million to start operations at the Kobe Branch.
- With a goal of 130 weddings during the fiscal year, the overseas wedding business is expected to become profitable.

Profit attributable to owners of parent: ¥**1,250** million (down 8.5 % YoY)

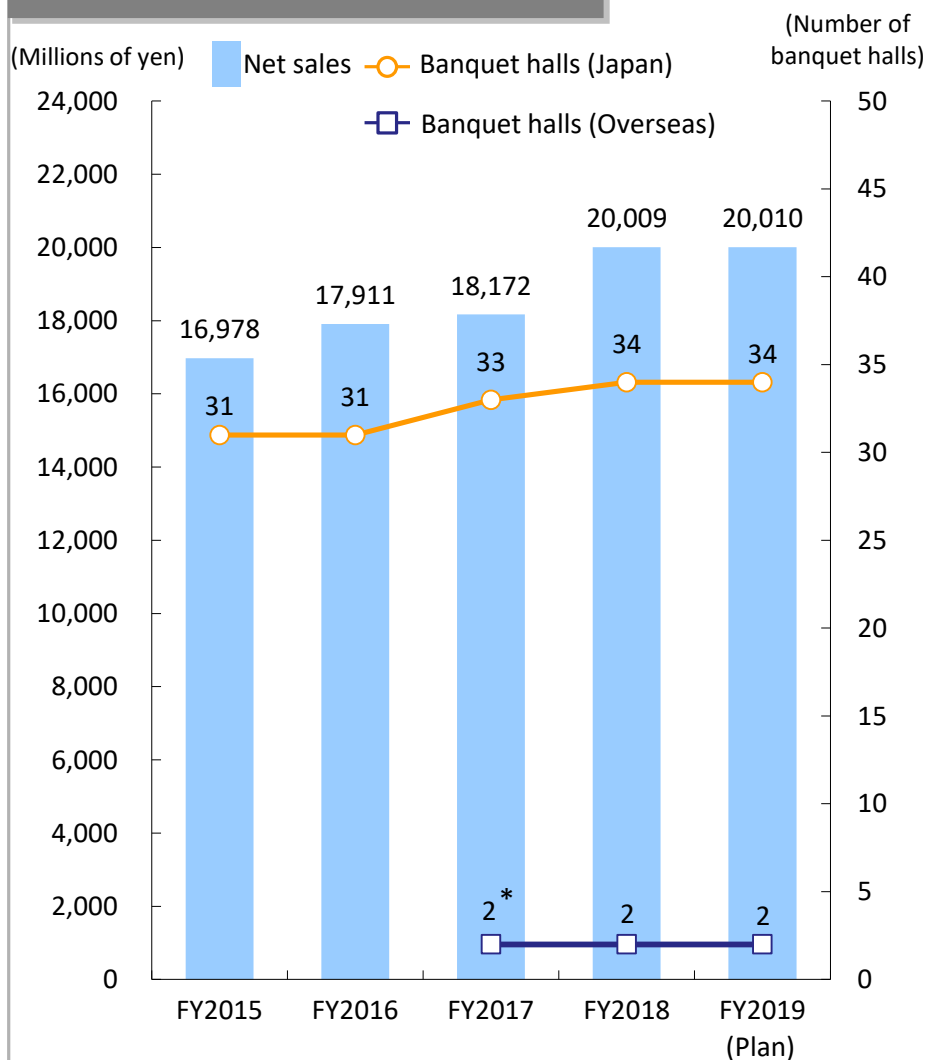
(Millions of yen)

	FY2018		FY2019			
	Amount	% to sales	Full-year plan	% to sales	YoY change	
					Amount	%
Net sales	20,009	100.0	20,010	100.0	0	0.0
Gross profit	10,987	54.9	10,955	54.7	(32)	(0.3)
SG&A expenses	8,920	44.6	9,045	45.2	124	1.4
Operating profit	2,067	10.3	1,910	9.5	(157)	(7.6)
Ordinary profit	2,094	10.5	1,920	9.6	(174)	(8.4)
Profit attributable to owners of parent	1,365	6.8	1,250	6.2	(115)	(8.5)
Net income per share (Yen)	46.28	—	42.11	—	—	—

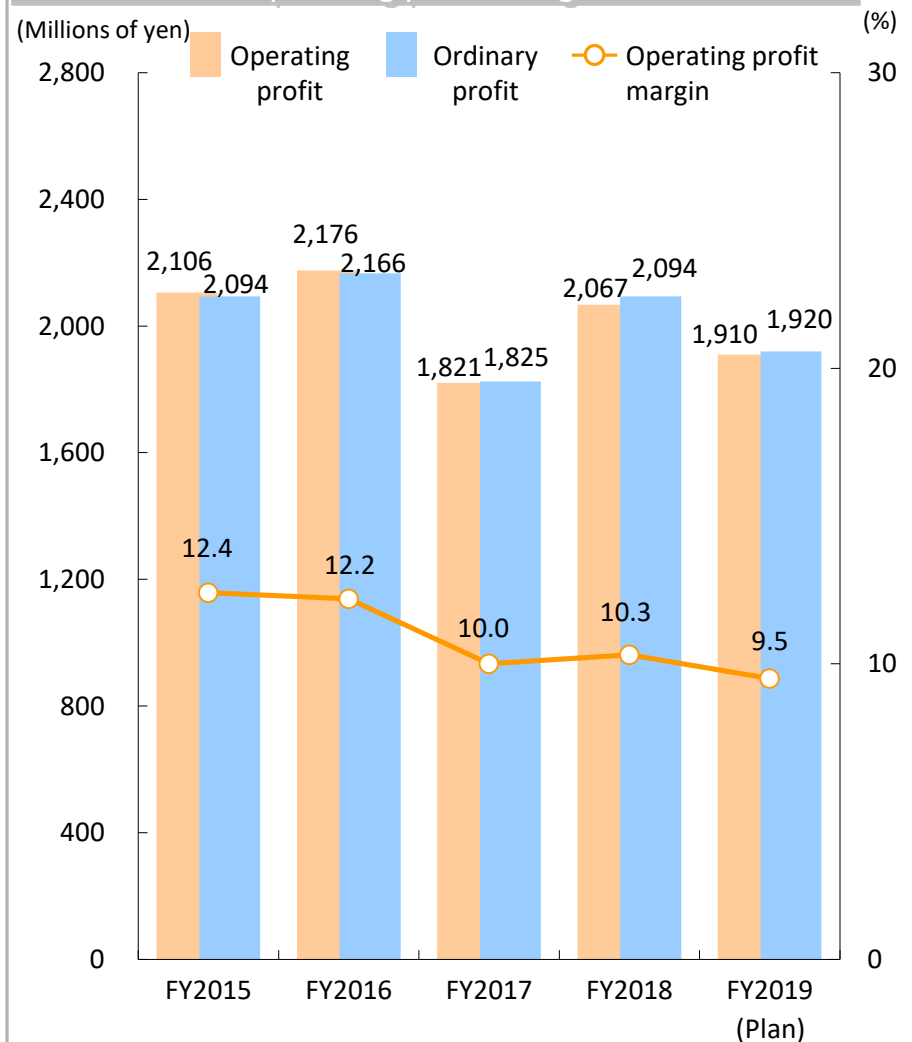
Consolidated Forecast: Net Sales, Operating Income and Ordinary Income

II. FY2019 forecast

Net sales, number of banquet halls



Operating profit, ordinary profit, operating profit margin



*Overseas wedding operations started in FY2017. However, overseas results have not been consolidated for FY2017.

Outlook of New Branch Openings, Number of Weddings, Capital Expenditures and Depreciation

II. FY2019 forecast

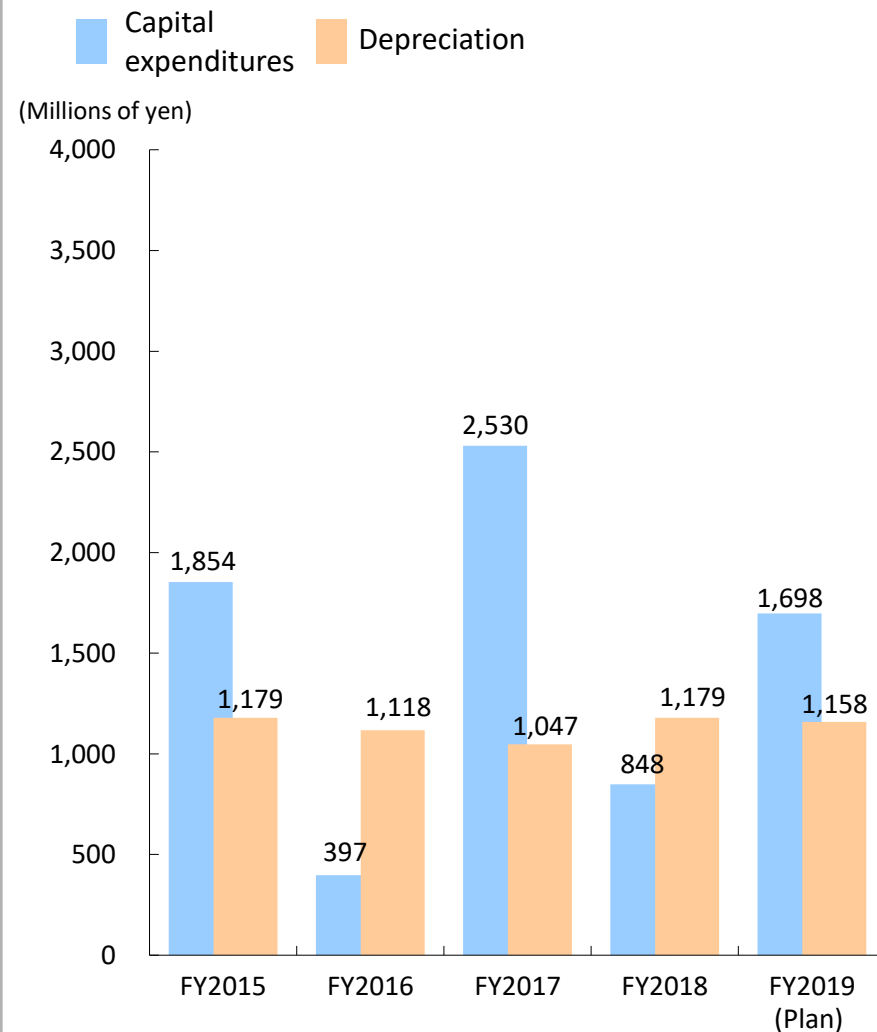
	FY2018 Results	FY2019 Plan	Change
Number of branches at end of period (Japan)	18	18	-
Wedding facility: 4 banquet halls	1	1	-
Wedding facility: 3 banquet halls	5	5	-
Wedding facility: 2 banquet halls	3	3	-
Wedding facility: 1 banquet hall	7	6	(1)
Restaurant: 1 banquet hall	2	3	1
Number of branches at end of period (Overseas)	1	1	-
Wedding facility: 2 banquet halls	1	1	-
Number of banquet halls	36	36	-
Number of weddings	4,765	4,785	20
Japan	4,674	4,655	(19)
Overseas	91	130	39

* Overseas results have not been consolidated for FY2017.

(Millions of yen)

	FY2018 Results	FY2019 Plan	Change
Capital expenditures	848	1,698	850
Depreciation	1,179	1,158	(21)

Capital expenditures, depreciation

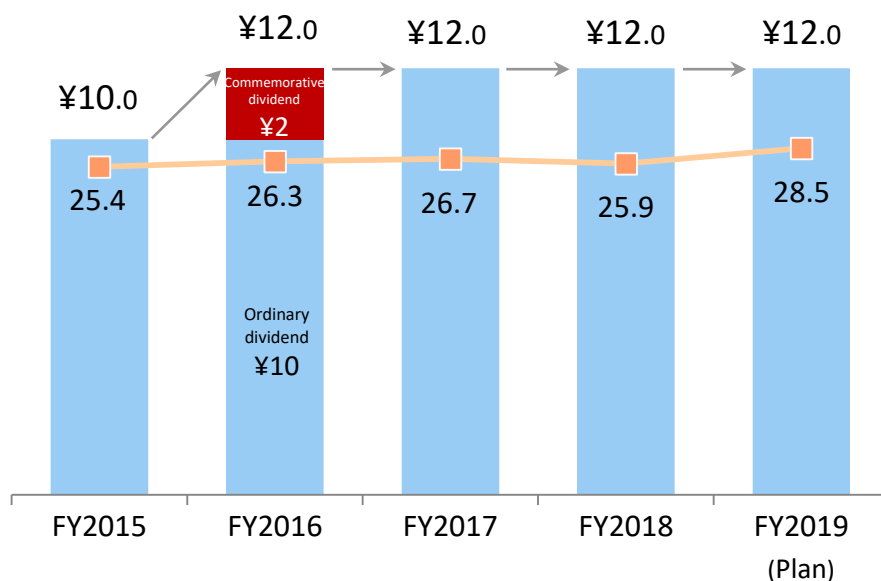


Plan to pay the FY2019 ordinary dividend of ¥12

- Our policy is to pay dividends that reflect operating results while retaining earnings needed for achieving the medium to long-term business plan and strengthening our operations
- Established basic policy of steady and sustained ordinary dividend growth

■ Ordinary dividend
 ■ Commemorative dividend
 — Dividends Payout Ratio (%)

May 1, 2015
Stock split



	Dividends	Dividends payout ratio
FY2015	¥10.0*	25.4%
FY2016	¥12.0 (Commemorative dividend: ¥2)	26.3%
FY2017	¥12.0	26.7%
FY2018	¥12.0	25.9%
FY2019 (Plan)	¥12.0	28.5%

* Calculated as if stock splits on May 1, 2015 had taken place at the beginning of each period.

IKK placed first for the second consecutive year in popularity as a place to work – High ranking helps IKK recruit outstanding people

- First place for the second consecutive year in the 2020 Mynavi and Nikkei New Graduate Company Popularity Ranking for Kyushu/Okinawa
- First place for the second consecutive year in the Job-hunting Popularity for Individual Industries, and placed 35th overall for humanities college graduates
- IKK Group hired 101 new college graduates in April 2019

■ Job-hunting Popularity Based on Head Office Location Top 10 for Kyushu and Okinawa *Survey of 4,559 people

Rank	Company name	Votes	Rank in 2018
1	IKK Inc.	437	1
2	JR Kyushu Railway Company	290	2
3	ANA FUKUOKA AIRPORT CO.,LTD.	284	5
4	TOTO LTD.	272	-
5	Kubara Honke Group	202	15
6	LEVEL-5 Inc.	176	9
7	SOGO MEDICAL CO., LTD.	163	3
8	Fukuoka Financial Group	158	10
9	KYUSHU ELECTRIC POWER CO., INC.	154	6
9	SAIBU GAS CO.,LTD.	154	12
9	Nishi-Nippon Railroad Co., Ltd.	154	4

■ Job-hunting Popularity for Individual Industries Top 10 for the Wedding, Funeral and Other Services Sector

Rank	Company name	Votes
1	IKK Inc.	437
2	TAKE AND GIVE. NEEDS Co., Ltd.	104
3	TAKAMI BRIDAL	84
3	Watabe Wedding Corporation	84
5	ANNIVERSAIRE	80
6	Bridal Produce Co., Ltd.	59
7	Treat Co., Ltd.	58
8	NOVARAZE, Inc.	53
9	DEARS BRAIN	33
10	Best Bridal Inc.	29

■ The survey covers third-year university students and first-year graduate school students in Japan planning to graduate in March 2020. ■ The survey took place from December 1, 2018 to March 21, 2019. ■ The survey was conducted by using the Mynavi 2020 job hunting site, the Mynavi job hunting magazine, and special events such as the Mynavi Job Hunting Expo to ask individuals to participate in the survey by completing a questionnaire on the internet. *Individuals entered their five favorite companies. *Two reasons were selected as the reasons for choosing each company. ■ There were 47,939 responses.

III. Initiatives for FY2019



- 1 Plan to open a new branch in Kobe City, Hyogo Prefecture

- 2 Renovations to improve the quality of existing locations

- 3 Overseas operations (Indonesia) are expected to become profitable in FY2019

Plan to open a new branch in Kobe City, Hyogo Prefecture

- IKK won the bid to open a restaurant within the premises of the Po-ai Shiosai park in Kobe City, Hyogo Prefecture.
- IKK plans to open a restaurant and café designed to hold weddings also in the premises of the Po-ai Shiosai park

La La Chance KOBE (Kobe Branch)

Location	Kobe City, Hyogo Pref.
Opening	July 2019 (planned)
Facilities	Restaurant, café, etc. (planned)
Nearest station	Minatojima station on the Port Island Line



▲ Rendering of the completed facility

Renovations to upgrade the quality of existing locations

La La Chance Taiyo no Oka (Kanazawa Branch)

Location	Kanazawa City, Ishikawa Pref.
Completion of renovations	March 2019
Renovations	Major remodeling of the chapel



▲ Before remodeling



▲ After remodeling

La La Chance Bel Ami (Morioka Branch)

Location	Morioka City, Iwate Pref.
Completion of renovations	June 2019
Renovations	Major remodeling of the garden



▲ Before remodeling



▲ After remodeling

Other locations will be renovated based on our investment plan

Overseas operations (Indonesia) are expected to become profitable in FY2019

- Planning on a profit in FY2019 and a total of 130 weddings
- Taking actions to improve customer satisfaction and collecting information about potential sites for expansion



Function Hall

Floor	9th
Total floor area	1,035m ² (hall) 418m ² (terrace)
Capacity	Maximum 1,500 persons



Function Hall

Floor	10th
Total floor area	1,360m ² (hall) 466m ² (terrace)
Capacity	Maximum 2,000 persons



▲ Colorful floral decorations



▲ A traditional dance by the bride



▲ A party with a buffet



Reference:

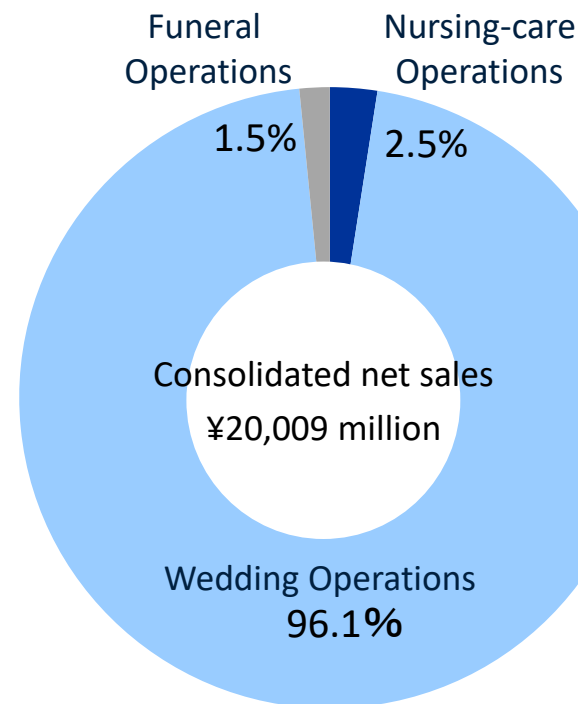
Company Profile, Business Activities and Industry Overview

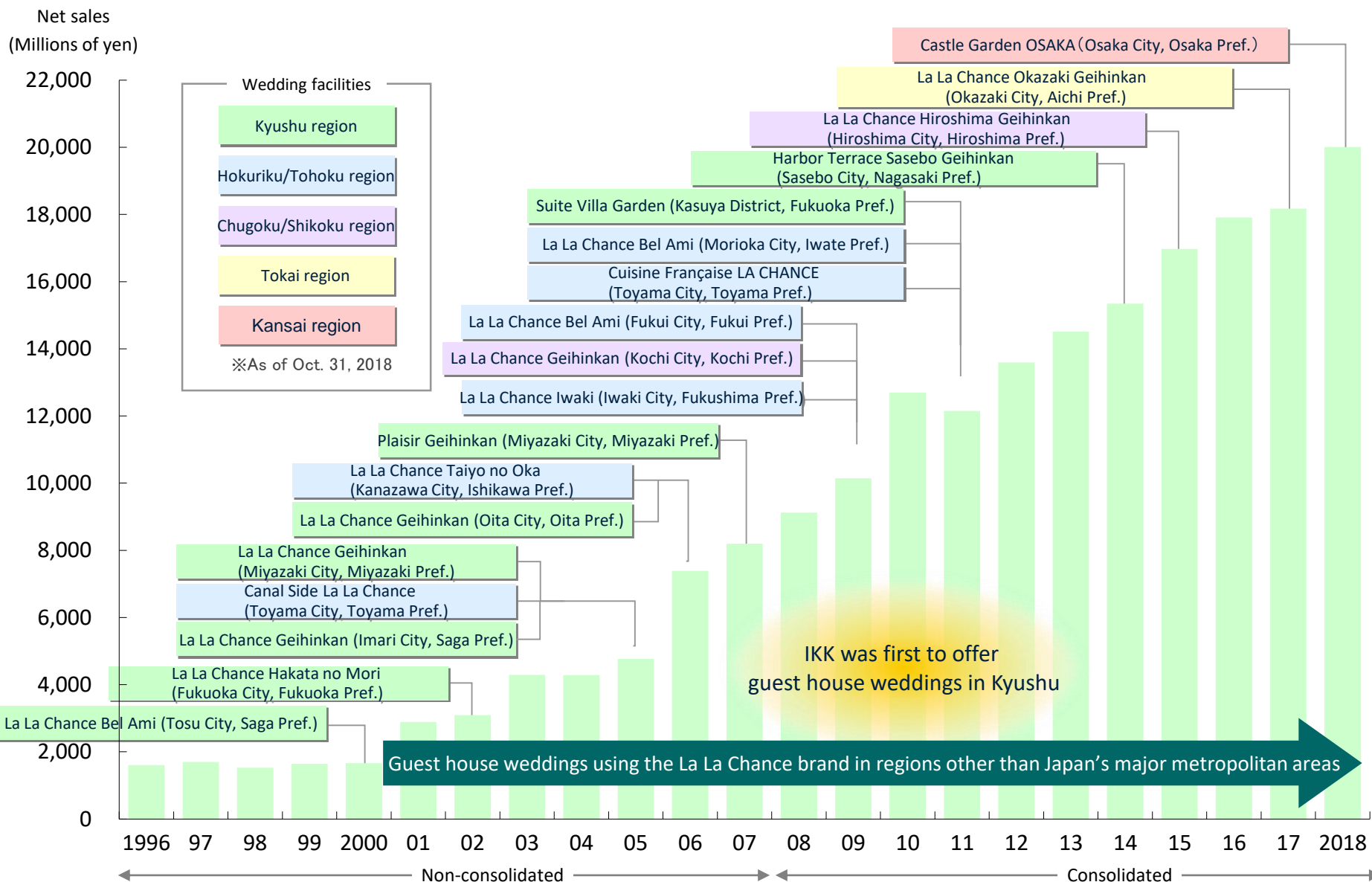


Company profile (as of Oct. 31, 2018)

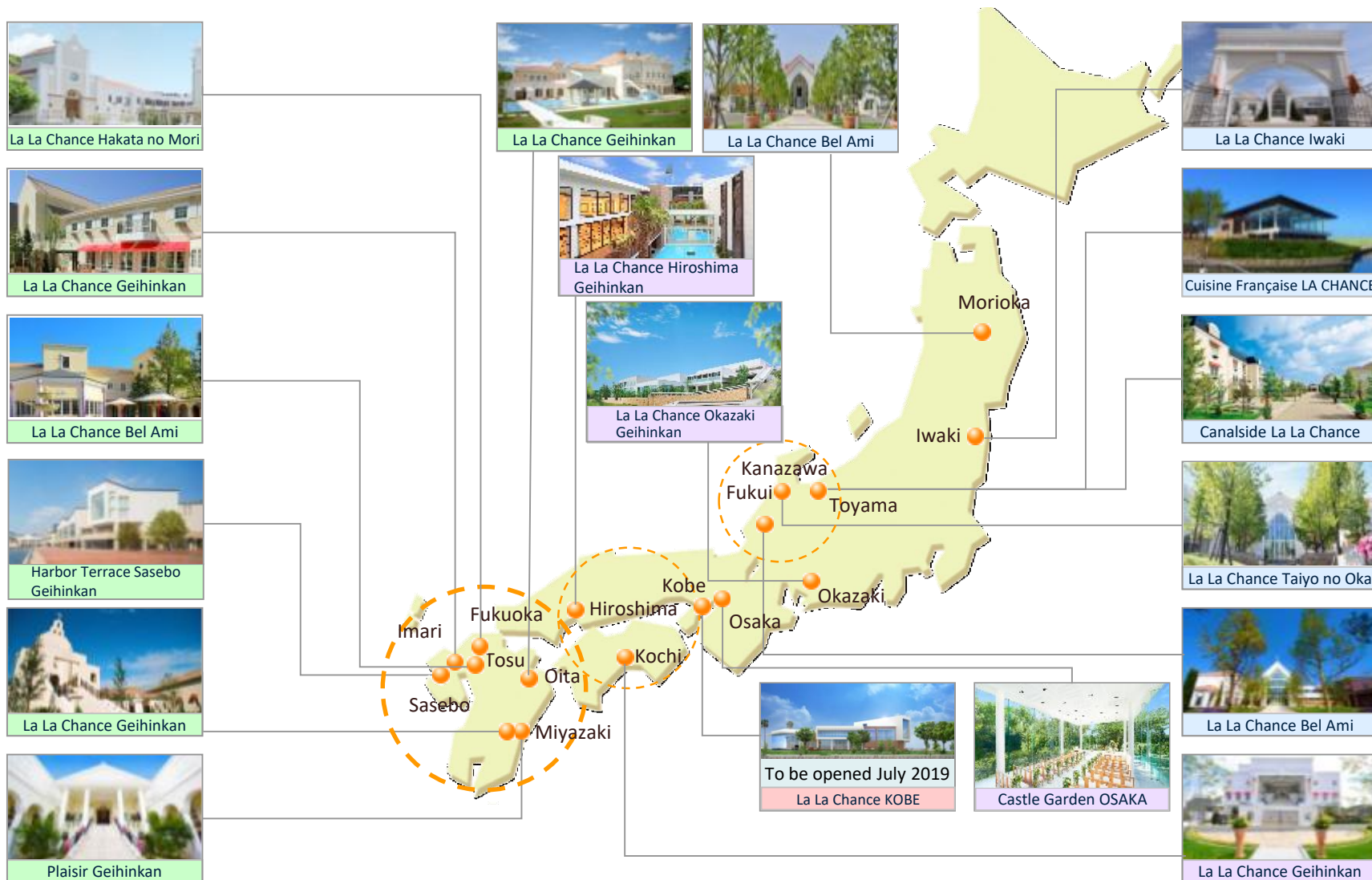
Company name	IKK Inc.
Head office	722-5 Shintencho, Imari, Saga
Business activities	Provision of wedding and reception planning and coordination services
Representative	Katsushi Kaneko, President and Representative Director
Established	November 1, 1995
Closing date	October 31
Listed stock market	First Section of the Tokyo Stock Exchange (Securities code: 2198)
Capital	351 million yen
Consolidated subsidiaries	PT. INTERNATIONAL KANSHA KANDOU INDONESIA Provision of wedding and reception planning and coordination services in INDONESIA I CEREMONY Inc. (formerly Gokuraku Inc.) Provision of funeral planning and coordination services I Care Inc. Operation of private nursing homes and provision of nursing care and other services
Number of employees	805 (consolidated)
Number of shareholders	19,221 (as of Oct. 31, 2018)

Sales ratio by business segment (FY2018)





Wedding facilities with unique concepts located in major cities of Kyushu and other regions of Japan



Mission

Contributing to Society by Touching Our Customers' Hearts

Management Philosophy

Credo: For happiness and deep impression

- Sincerity, Trust, Reliance
- To touch our customers' hearts, we will create personalized weddings that warm people's hearts
- To touch our customers' hearts, we will do our best immediately in a sincere spirit of collaboration
- To touch our customers' hearts, we will be the talented personnel regardless of its nationality, religion, gender, age or experience and will challenge to create the wonderful future

Vision

Vision 2035

Create a "new world" company where everyone takes on new challenges as leaders in many fields

Vision 2033

Become a company that creates emotion by earning the gratitude of everyone

Vision 2023

Become a leader in Japan in the creation of emotion and aim for growth in other countries

Strategy

Specific measures for achieving these visions (Medium-term management plan)

The facilities best suited for each market location from a long perspective that looks ahead two decades

One banquet hall

Miyazaki



La La Chance Geihinkan
(Miyazaki City:
404 thousand people)
Miyazaki



Plaisir Geihinkan
(Miyazaki City:
404 thousand people)
Oita



La La Chance Geihinkan
(Oita City:
479 thousand people)

Kochi



La La Chance Geihinkan
(Kochi City:
332 thousand people)
Toyama



Cuisine Française LA CHANCE
(Toyama City:
418 thousand people)
Morioka



La La Chance Bel Ami
(Morioka City:
291 thousand people)

Sasebo



Harbor Terrace Sasebo Geihinkan
(Sasebo City:
254 thousand people)
Osaka



Castle Garden OSAKA
(Osaka City:
2,702 thousand people)
Kobe



To be opened July 2019
La La Chance KOBE
(Kobe City:
1,542 thousand people)

Two banquet halls

Iwaki



La La Chance Iwaki
(Iwaki City:
327 thousand people)
Fukui



La La Chance Bel Ami
(Fukui City:
265 thousand people)
Okazaki



La La Chance Okazaki Geihinkan
(Okazaki City:
386 thousand people)

Three banquet halls or more

Tosu



La La Chance Bel Ami
(Tosu City:
73 thousand people)
Imari



La La Chance Geihinkan
(Imari City:
55 thousand people)
Hiroshima



La La Chance Hiroshima
Geihinkan
(Hiroshima City:
1,195 thousand people)

Toyama



Canalside La La Chance
(Toyama City:
418 thousand people)
Kanazawa



La La Chance Taiyo no Oka
(Kanazawa City:
454 thousand people)

Fukuoka (4 banquet halls)

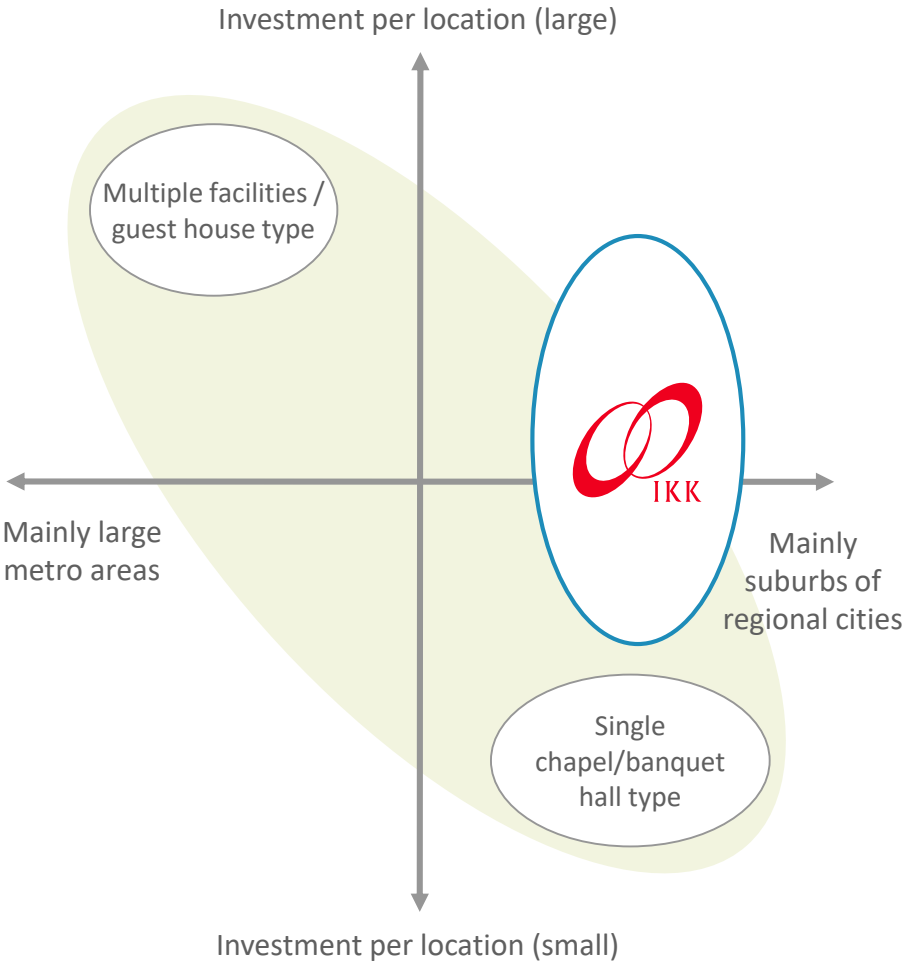


La La Chance Hakata no Mori
(Fukuoka City:
1,529 thousand people)

All locations except those in Fukuoka and Hiroshima and Osaka and Kobe are in regional cities with populations under 500,000

The figures in parentheses show the populations of cities where IKK's branches are located
Source: Japan Geographic Data Center "Basic Resident Register 2018"

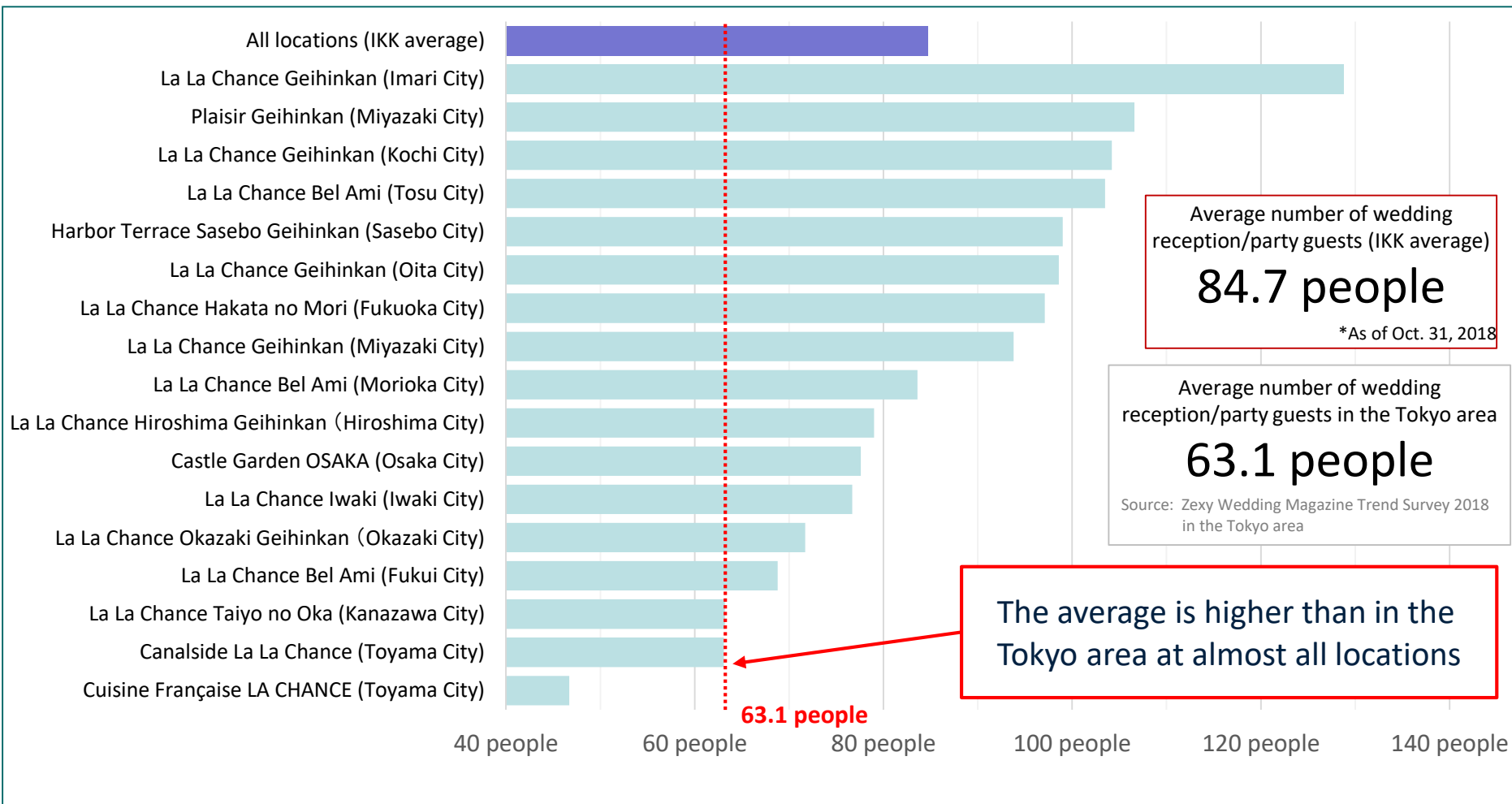
Targeting regional cities by using expertise (location, marketing, operations, etc.) and experience gained from operations in small markets



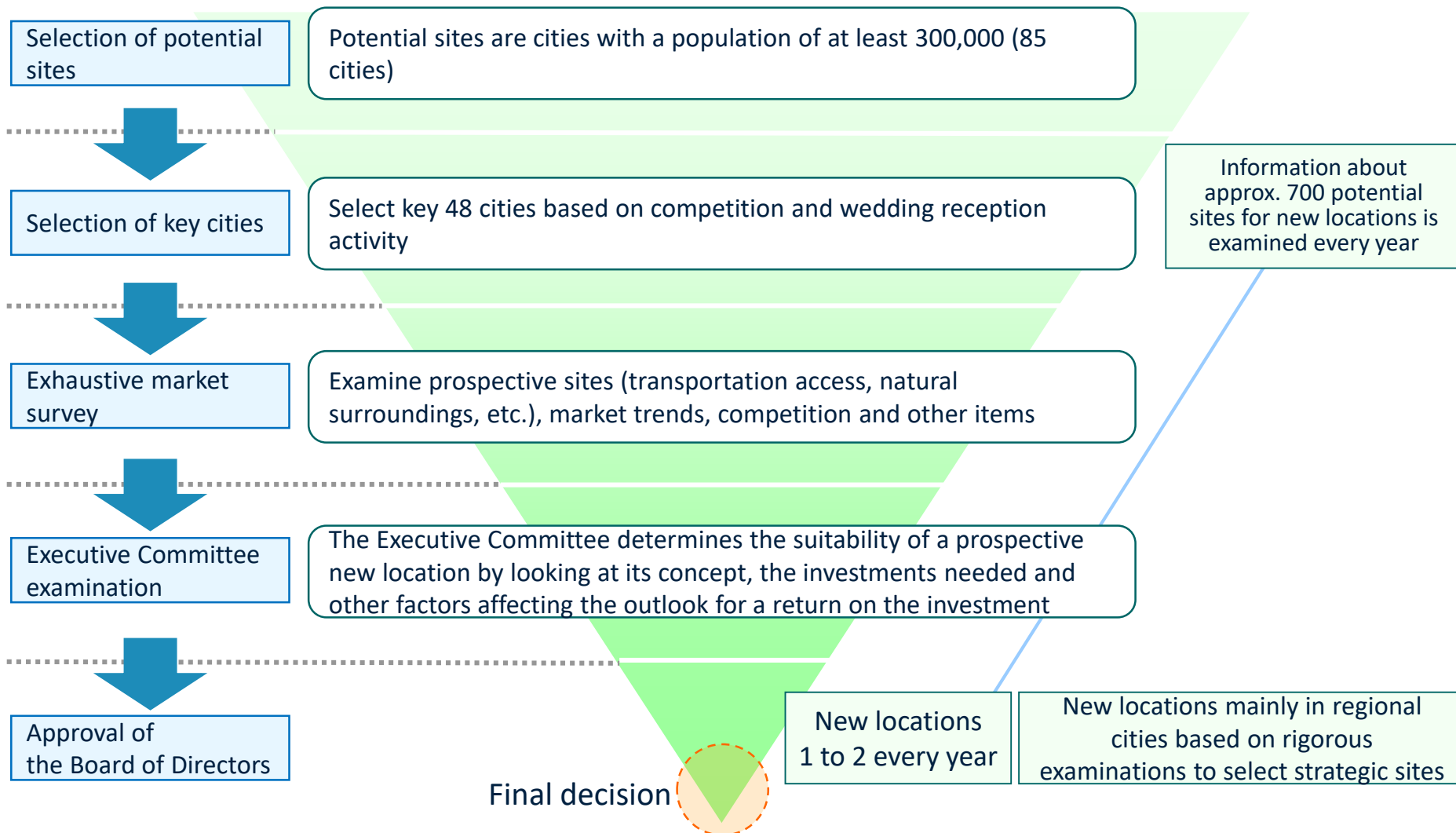
	Large metro areas (Example: Tokyo)	Regional cities (Example: Large cities in Kyushu)
Market	Large	Small/ Medium
Competition	High	Low
Operating cost (rent, advertising, etc.)	High	Low
Greenery/nature	Minimal	Abundant
Word-of-mouth	Small/medium effect	Big effect

Regional city markets are small but wedding receptions and parties are very large events

Average number of people attending a reception/party for all locations and individual locations

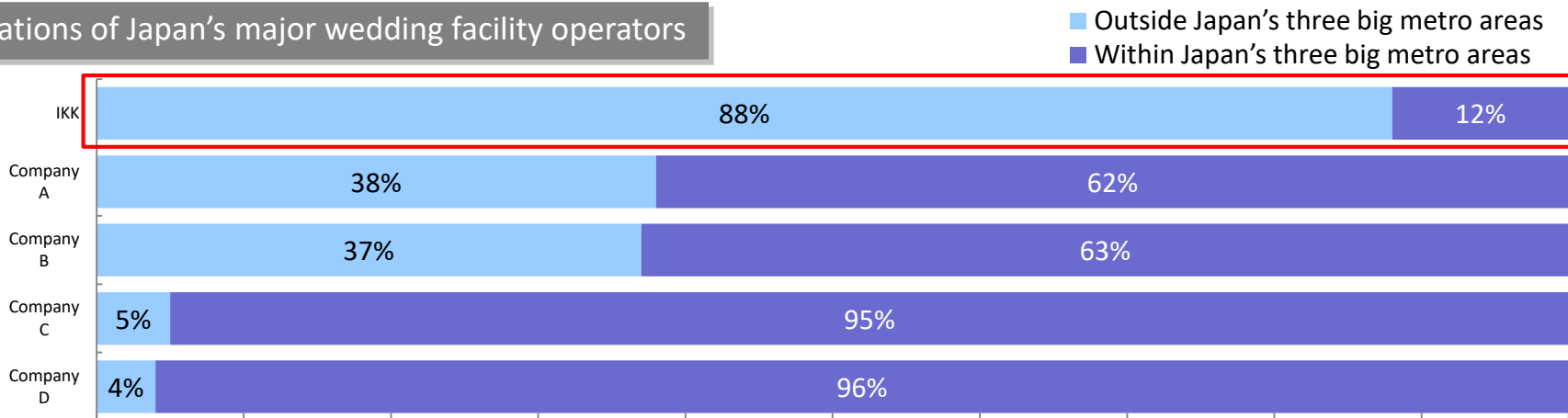


Extremely thorough site selection process to create branches that can succeed for 20 years – Building a base for stable, long-term operation of branches

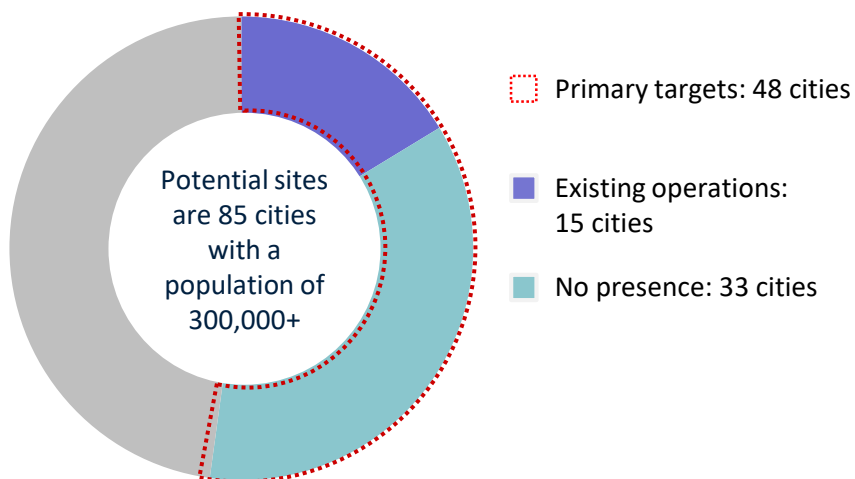


Much potential for new locations in places with little competition, both outside Japan's three big metro areas as well as within these areas

Locations of Japan's major wedding facility operators



IKK wedding facility locations



Plan on opening one to two locations every year, using the significant potential for expanding the wedding network for steady medium to long-term growth

Source: Prepared by IKK based on the data disclosed by each company

Unlike operators of chains of wedding halls with identical designs, IKK uses a different design concept for each location

Couples can hold wedding receptions at elegant mansions with abundant sunlight and greenery and large sites with an average area of about 10,000m²



Our goal is creating the best wedding facilities that can succeed for 20 years by featuring expansive buildings in harmony with nature and their surroundings along with services that incorporate the distinctive elements of the local culture

Exclusive use of an entire mansion-style room for a highly unusual private atmosphere

A garden filled with greenery is the perfect place for weddings with a homey atmosphere

The flexibility to include events that reflect the desires and characteristics of each couple



Creating strong emotions produces a virtuous cycle where satisfied customers attract more customers

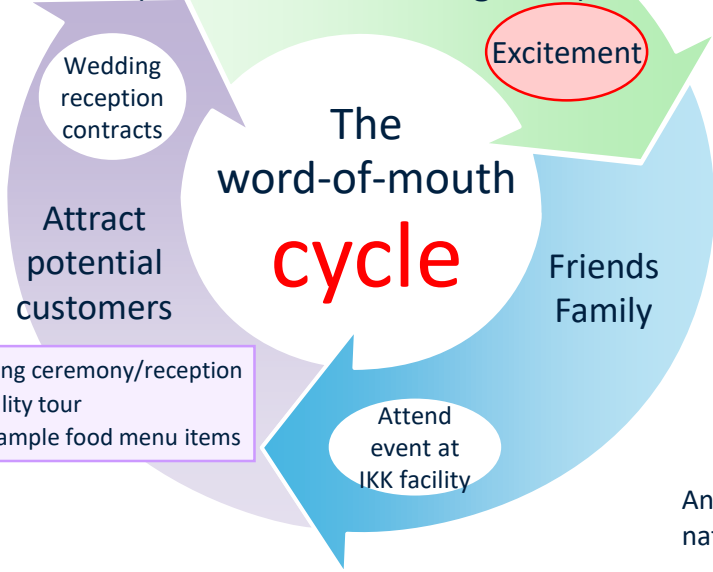
A local reputation for serving outstanding food



The kitchen staff includes several people who have won medals at international cooking contests



Weddings and receptions
(Grooms, brides and guests)



Services with warmth and sincerity



An extraordinary wedding/reception location full of natural beauty for this once-in-a-lifetime event



Memorable meals using the expertise of a famous pastry chef and French cuisine chef

The famous pastry chef Hironobu Tsujiguchi

- We have worked with pastry chef Hironobu Tsujiguchi to create a new selection of dessert items that are available at every IKK wedding location.



- Represented Japan at the Coupe de Monde and many other international events, receiving numerous first-place awards
- Achieved the highest ranking every year from 2013 to 2018 at the Salon du Chocolat in Paris
- Sells merchandise using the Mont St. Clair brand and 12 other brands, each of which has a distinct concept



The “French Iron Chef ” Hiroyuki Sakai

- Hiroyuki Sakai provides supervision for the meals at the Cuisine Française LA CHANCE restaurant at the Toyama Branch.



- After studying cooking in Japan and other countries, Mr. Sakai opened French cuisine restaurants in Tokyo and other areas of Japan
- He became popular as the French Iron Chef by appearing in the Iron Chef TV program in 1994
- He currently operates a cooking school to pass on his knowledge to the next generation



Many winning entries from IKK locations in wedding photo contests in Japan

First Prize, 18th Zexy Wedding Photo Contest



The bride and groom greet their parents immediately prior to the ceremony. The expressions on the parents' faces show their immense joy at seeing for the first time their children dressed for their wedding.

Title: When parents' dreams come true

First Prize, 17th Zexy Wedding Photo Contest



The groom and other band members from junior high school days performed together for the first time in many years, bringing tears to their eyes with a treasured memory. The photo shows the moment when everyone once again realizes the importance of friends.

Title: Friendship

Prize-winning photos

2013

13th Zexy Wedding Photo Contest, First Prize, other prizes (7 people)
Japan Wedding Photo Grand Prix, Document Category, 2nd and 7th places,
Art Category, 8th place

2014

14th Zexy Wedding Photo Contest, selected for award judging (3 people)
Japan Wedding Photo Grand Prix, Art Category, 7th place
Wedding Photo Awards, Gold Prize (1 person)

2015

15th Zexy Wedding Photo Contest, First Prize, other prizes (2 people)
Wedding Photo Awards, Gold Prize (2 people), Home Town Wedding
Special Prize (2 people)

2016

16th Zexy Wedding Photo Contest, First Prize, other prizes (3 people)
Japan Wedding Photo Grand Prix, 19th place
Wedding Photo Awards, Gold Prize (2 people)

2017

17th Zexy Wedding Photo Contest, First Prize, other prizes (3 people)
Japan Wedding Photo Grand Prix, 5th place, other prizes (4 people)
Wedding Photo Awards, Gold Prize (2 people)

2018

18th Zexy Wedding Photo Contest, First Prize, other prizes (5 people)
Japan Wedding Photo Grand Prix, 8th place, other prizes (3 people)
Wedding Photo Awards, Gold Prize (1 person)

2019

Wedding Portrait Photographers International 2019, selected for award
judging(4 works)
19th Zexy Wedding Photo Contest, selected for award judging (3 people)

Wedding planning skills backed by training programs based on a sound concept

Creative Award at Good Wedding Awards 2015



The bride wants to be an illustrator who produces picture books. The wedding was planned to take place in the world of a wedding picture book that contained stories of gratitude with guests' overwhelming impressions.

Wedding theme: Journey – An invitation from the picture book world

Second Prize at Good Wedding Awards 2014



The couple wanted to create the worldview of Tim Burton. Using this concept, the wedding was structured to build strong ties between the bride and groom and their families.

Wedding theme: A little world in the mind

Wedding planner awards

2011

Good Wedding Awards 2011, Soul Prize
Good Wedding Awards 2011, selected as one of 8 finalists

2013

2nd Home Town Wedding Contest, honorable mention

2014

Good Wedding Awards 2014, Second Prize
Good Wedding Awards 2014, Creative Award

2015

Good Wedding Awards 2015, Creative Award

2016

5th Home Town Wedding Contest, Bridal Industry Newspaper Prize

2017

6th Home Town Wedding Contest, Bridal Industry Newspaper Prize

2018

7th Home Town Wedding Contest, Bridal Industry Newspaper Prize

Benefits of recruiting outstanding human resources and providing extensive training

- First place for the second consecutive year in the 2020 Mynavi and Nikkei New Graduate Company Popularity Ranking for Kyushu/Okinawa
- First place for the second consecutive year in the Job-hunting Popularity for Individual Industries for the Wedding, Funeral and Other Services Sector
- Placed 35th overall for humanities college graduates in the Job-hunting Popularity for Individual Industries

Rank	Company name	Votes	Rank in 2018
1	IKK Inc.	437	1
2	JR Kyushu Railway Company	290	2
3	ANA FUKUOKA AIRPORT CO.,LTD.	284	5
4	TOTO LTD.	272	-
5	Kubara Honke Group	202	15
6	LEVEL-5 Inc.	176	9
7	SOGO MEDICAL CO., LTD.	163	3
8	Fukuoka Financial Group	158	10
9	KYUSHU ELECTRIC POWER CO., INC.	154	6
9	SAIBU GAS CO.,LTD.	154	12
9	Nishi-Nippon Railroad Co., Ltd.	154	4

■ The survey covers third-year university students and first-year graduate school students in Japan planning to graduate in March 2020.

■ The survey took place from December 1, 2018 to March 21, 2019.

■ Sources of survey data are 1) input forms on the Mynavi 2020 job hunting site, 2) questionnaires in the Mynavi job hunting magazine that were submitted by postal mail, and 3) questionnaires received at the Mynavi Job Hunting Expo and other events. *Individuals entered their five favorite companies. *Two reasons were selected as the reasons for choosing each company.

■ There were 4,559 responses.

Recruiting information meetings have the same excitement as weddings and receptions

Based on the IKK corporate philosophy of “touching our customers’ hearts,” recruiting information meetings are held mainly by young employees and centered on the theme of emotion.



Benefits of recruiting outstanding human resources and providing extensive training

- IKK ranked the top 4 companies and 1st place in the surveys of Vorkers, a company that operates a job market platform for job hunting and job changing

Service Sector Employee Satisfaction Ranking (Employee Satisfaction leads to Customer Satisfaction)

Rank	Company	Total scores
1	Plan Do See Inc.	9.90
2	Recruit Zexy Navi Co., Ltd.	9.57
3	Oriental Land Co.,Ltd.	9.50
4	IKK Inc.	9.43
5	Starbucks Coffee Japan, Ltd.	9.39
6	MITSUKOSHI U.S.A., INC.	9.10
7	ANNIVERSAIRE Inc.	9.06
8	DOCOMO CS, Inc.	8.93
9	MARUI CO., LTD.	8.89
10	Bell-Park Co.,Ltd.	8.86

■ To prepare the above ranking, employees who were at their respective companies for at least one year were polled. Employees were asked to write a minimum 500-word essay on the subject of their choice and answer questions on eight evaluation parameters.

■ Only companies that produced more than 25 responses were included in evaluation reports of service sector companies. (Data was collected between July 2007 and May 2018.)

Companies outside Japan's major urban areas with pleasant and stimulating workplaces – Companies offering new challenges

Rank	Company	Total scores
1	IKK Inc.	16.20
2	Seirei Social Welfare Community	15.00
3	Heisei Corporation	14.78
4	BC Ings Co., Ltd.	14.71
5	Japanet Communications Co., Ltd.	14.28
6	RF Co., Ltd.	14.22
7	SAN-A CO.,LTD.	14.15
8	The Shikoku Bank, Ltd.	14.10
9	HOKUYAKU TAKEYAMA Holdings,Inc.	14.01
10	Nippon Electric Glass Co., Ltd.	13.83

■ Includes data in evaluation reports submitted to Vorkers for 840 companies with head offices in locations other than the Tokyo, Nagoya and Osaka regions (Tokyo, Osaka, Aichi, Kanagawa, Saitama, Chiba, Hyogo and Kyoto). Amount of overtime and paid vacation utilization rates are each scored by using a scale of five. (Data was collected between January 2015 and August 2017.)

■ Rankings are the total scores for the following indicators of the ability of young people to grow at a company and the workplace atmosphere: (a) an open environment that welcomes new ideas; (b) an environment where people in their 20s can develop their skills and advance; (c) teamwork; and (d) employee morale

*Ranking scores, the number of comments and other numbers are as of the time the information was collected. As a result, these numbers may not match the numbers on the company pages of Vorkers.

Main reasons that IKK was chosen as a “great place to work”

- IKK has placed in the 2018 Best Workplaces Lists by the Great Place to Work® Institute Japan for the past seven consecutive years
- Input from annual employee questionnaires is used to maintain workplaces that are pleasant and rewarding



Trust

- Employees are entrusted with responsible work at this company

90% (avg. for all companies* is 86%)

- Executives and managers clearly define a vision and how to accomplish that vision

85% (avg. for all companies* is 78%)



Pride

- I am proud of the business operations of the company

87% (avg. for all companies* is 80%)

- I believe the company is contributing to communities and society

88% (avg. for all companies* is 76%)



Solidarity

- The company holds celebrations whenever there is a special occasion

88% (avg. for all companies* is 84%)

- The company creates a mood of solidarity and teamwork

77% (avg. for all companies* is 72%)

*Average for companies in the 2018 Best Workplaces Lists

Dedicated to maintaining an environment for fully using the skills of women

- A commitment to a workplace environment where women can realize their full potential
- Demonstrating progress with measures for women, IKK was the first company in the wedding industry to receive a Development Bank of Japan loan under this bank's DBJ Employees' Health Management Rated Loan Program

- Promotions are based on performance, in accordance with consistent standards, to recognize the best people; **36.4%** of officers and **25.0%** of supervisors are women
- Employees are encouraged to use paid vacation time and can use up to **16 days** consecutively
- Mental health support program; periodic distribution of questionnaires with unrestricted responses to hear the thoughts and suggestions of employees
- Regular health check-ups as well as blood tests and assistance for gynecology examinations

The DBJ Employees' Health Management Rated Loan Program

The Development Bank of Japan uses its own evaluation system to identify companies with outstanding measures for keeping their employees healthy. These evaluations are used for the world's first financing menu that incorporates employee health management ratings.



Japan's first hotel/wedding company to earn ISO22000:2005 certification for food safety management

Food safety is one of our highest priorities and we are always improving safety and hygiene measures

- ◆ We have established a Sanitation Standard Operating Procedure (SSOP) Manual that complies with Food Hygiene Management Standards (Prerequisite Program) and follow these procedures to fulfill our corporate responsibility of preventing food problems and rigorously supervising all activities involving food

Established the Food Safety Management System that covers food preparation and services

- ◆ Suppliers of food must submit product specifications to ensure the safety of all ingredients and finished products
- ◆ Food preparation processes are thoroughly supervised and constantly recorded to ensure the safety of all food served to guests
- ◆ All personnel must strictly comply with the Food Safety Management System standards
- ◆ The three La La Chance Hakata no Mori locations have ISO22000:2005 certification (August 2009)
*When this certification was renewed in August 2015, certification was expanded to four La La Chance Hakata locations: Villa Foret, Chez la Foret, Grand Vent-Vert and the Hakata no Mori Geihinkan
- ◆ All other food operations at IKK also comply with the standards of the Food Safety Management System



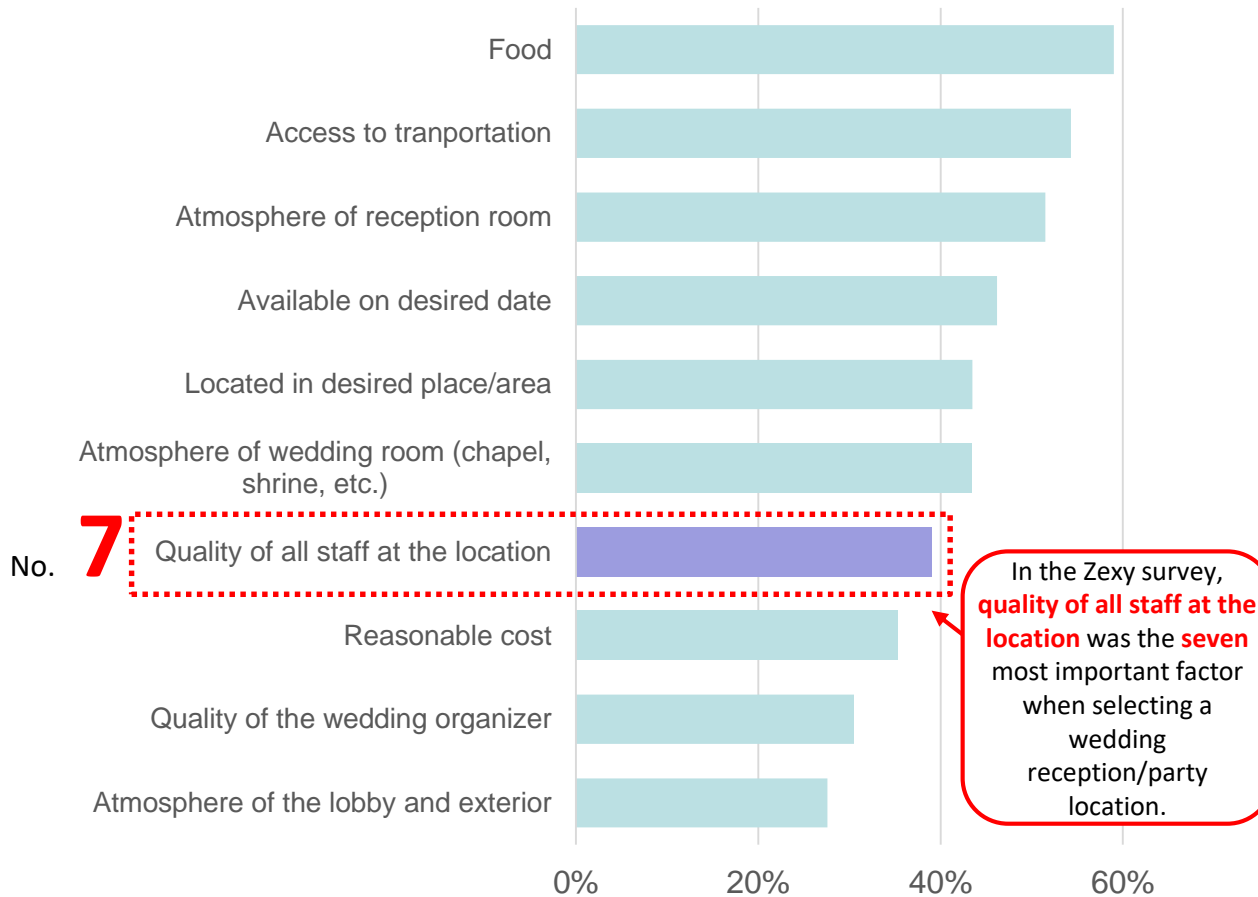
FSMS:548713 / ISO22000:2005

ISO22000 is an international standard for food safety management systems. This standard combines HACCP food hygiene management methods with the quality management methods of the ISO9001 standard for quality management systems.

Many of our customers give high ratings to the wedding organizer who served them

Zexy Wedding Magazine Trend Survey 2018 – Tokyo Area

Key points when selecting a wedding reception/party location



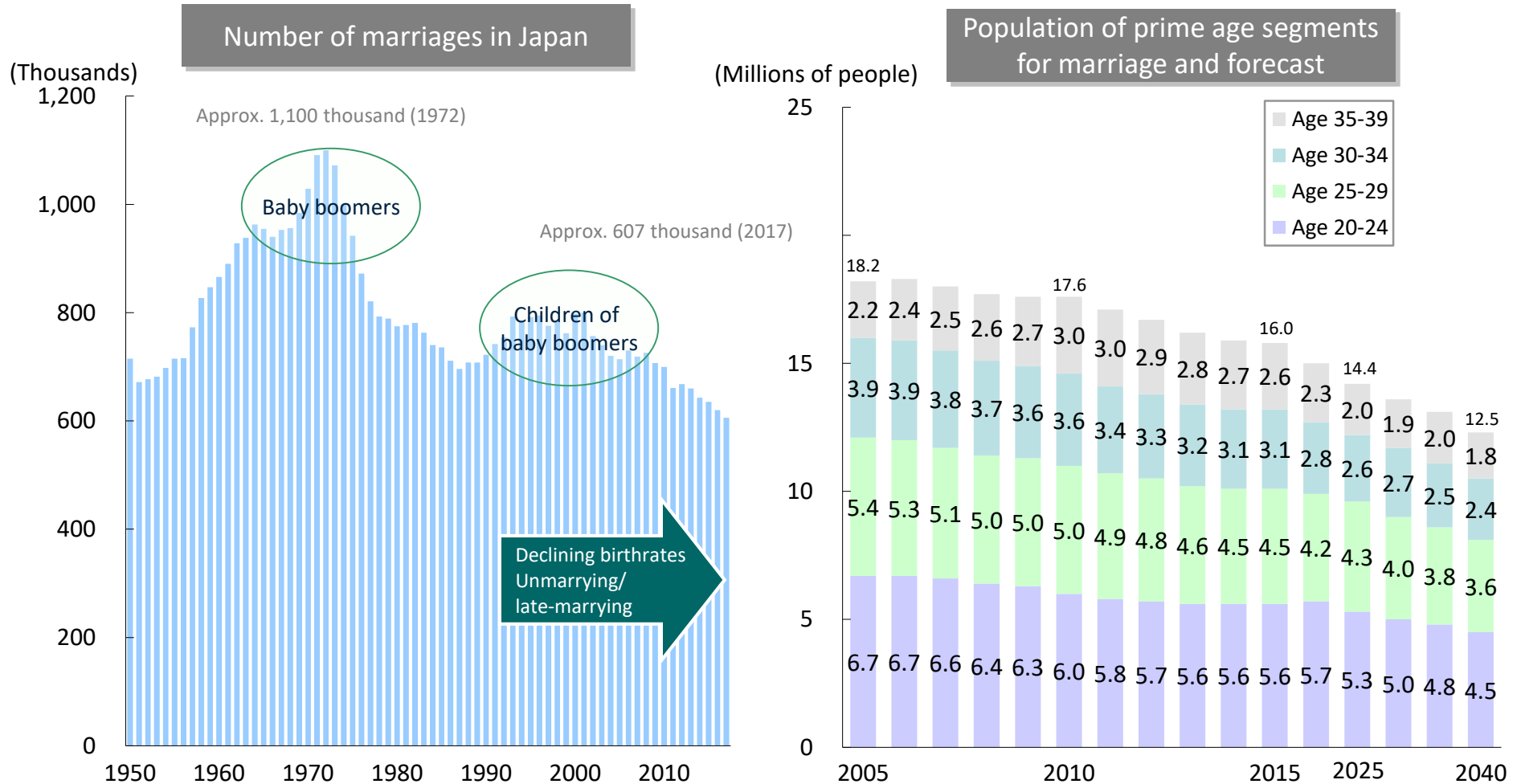
Source: Zexy Wedding Magazine Trend Survey 2018 – Tokyo Area, listing in order of the key points for selecting a location for a wedding reception/party.

Rank of customer service in reasons for selecting an IKK location	Rank
Imari Branch	1
Tosu Branch	1
Fukuoka Branch	1
Toyama Branch	1
Miyazaki Branch	1
Oita Branch	2
Kanazawa Branch	1
Miyazaki Branch #2	1
Iwaki Branch	1
Kochi Branch	2
Fukui Branch	1
Morioka Branch	1
Toyama Restaurant Branch	2
Sasebo Branch	1
Hiroshima Branch	2
Okazaki Branch	1
Osaka Branch	2
Kobe Branch	1

Source: IKK study (Oct. 31, 2018)

- Thanks to extensive training programs, the dedication of our people to excellence in customer service is the most important reason that people select an IKK wedding facility
- Customer service is the main reason that people select IKK at more than half of all locations

Weddings and receptions in Japan continue to decline along with the numbers of children and people in the prime age segments for marriage

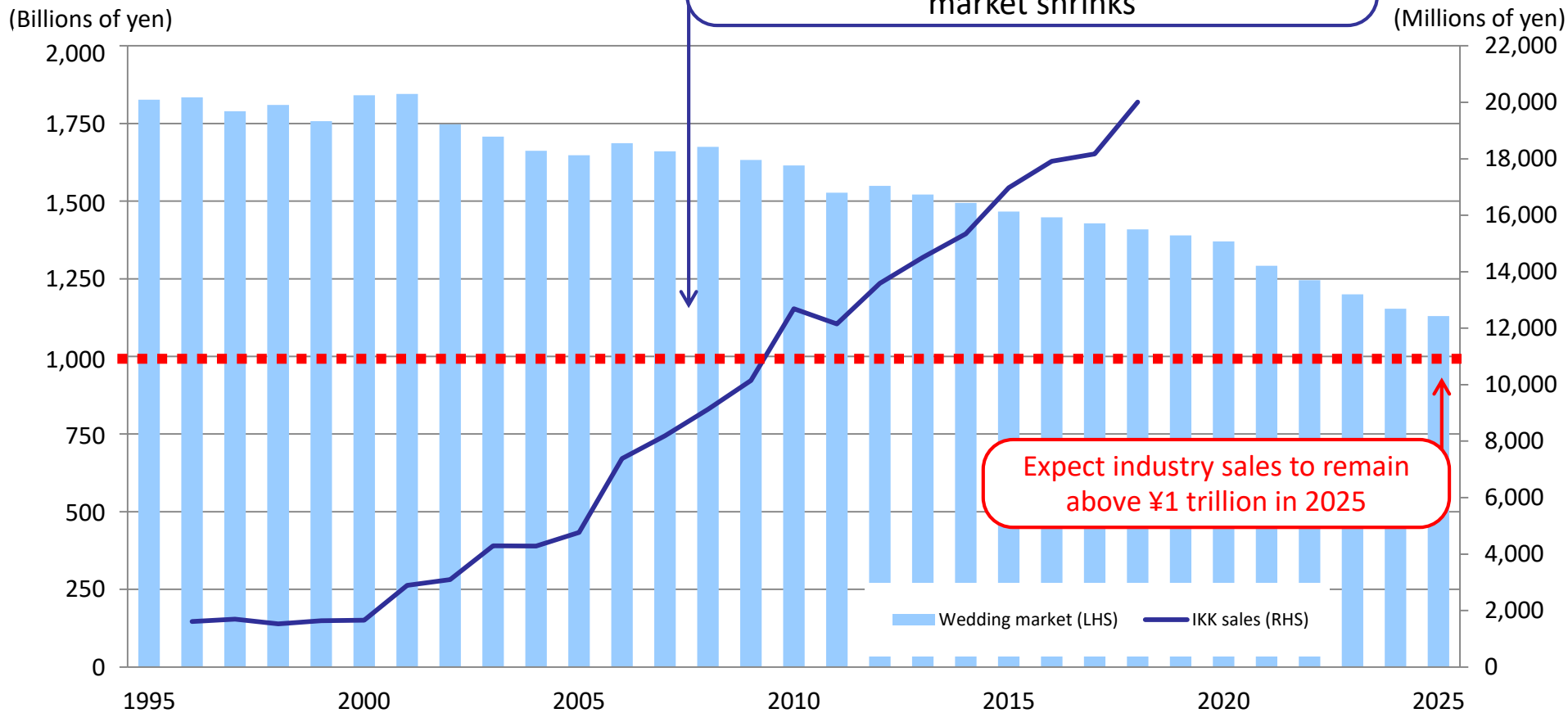


Source: Ministry of Health, Labour and Welfare, "Vital Statistics 2017"
(Vital Statistics, Final Figures)

Source: National Institute of Population and Social Security Research, "Household Projections for Japan" (January 2018) Population by sex, five-year age group, and marital status

Forecast annual wedding industry sales of ¥1 trillion in 2025 despite Japan's declining population

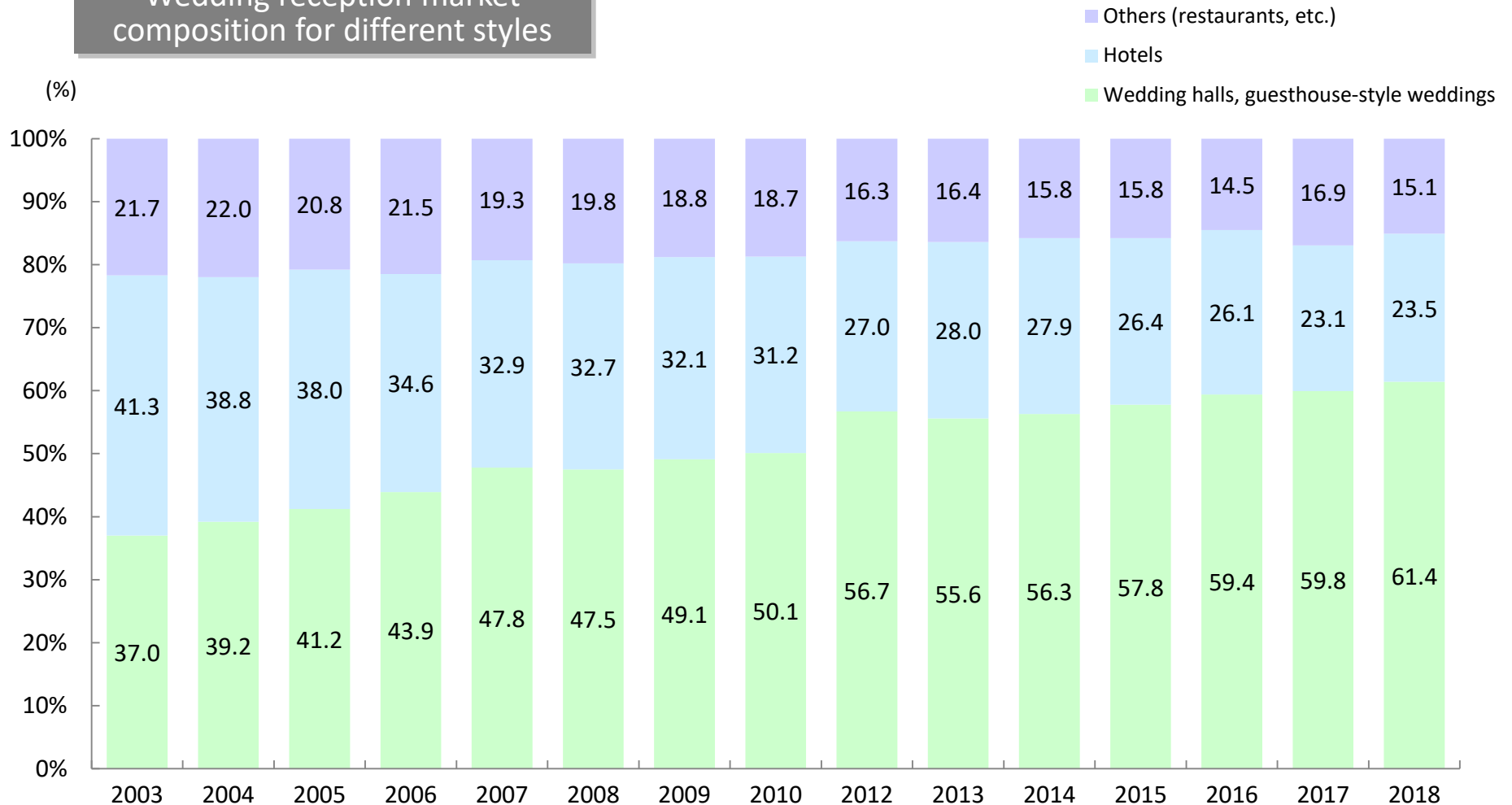
Annual sales in Japan's wedding market and forecast



Source: IKK estimates

The guest house market share is rising as more couples in Japan want original weddings/receptions not restricted by traditions and formalities

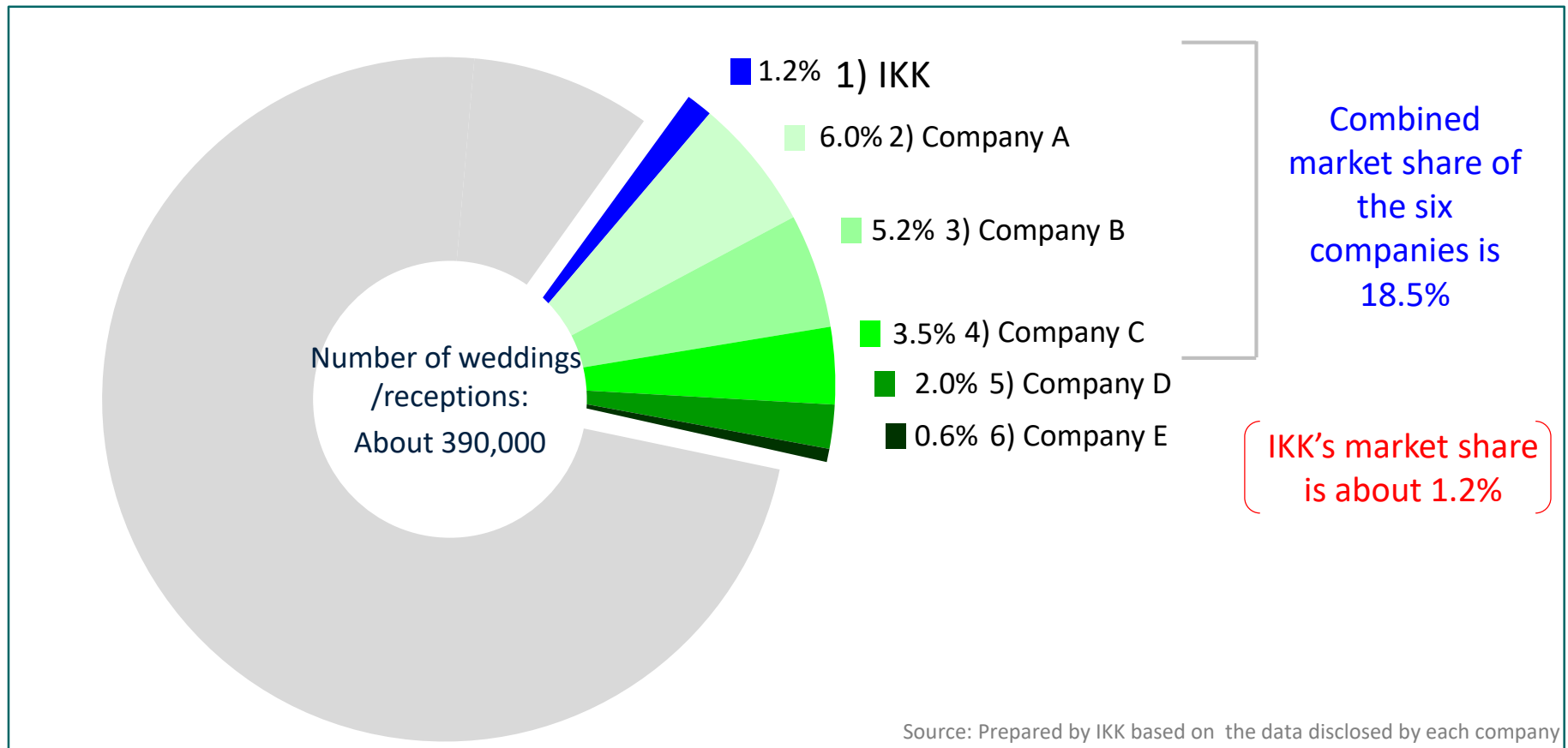
Wedding reception market composition for different styles



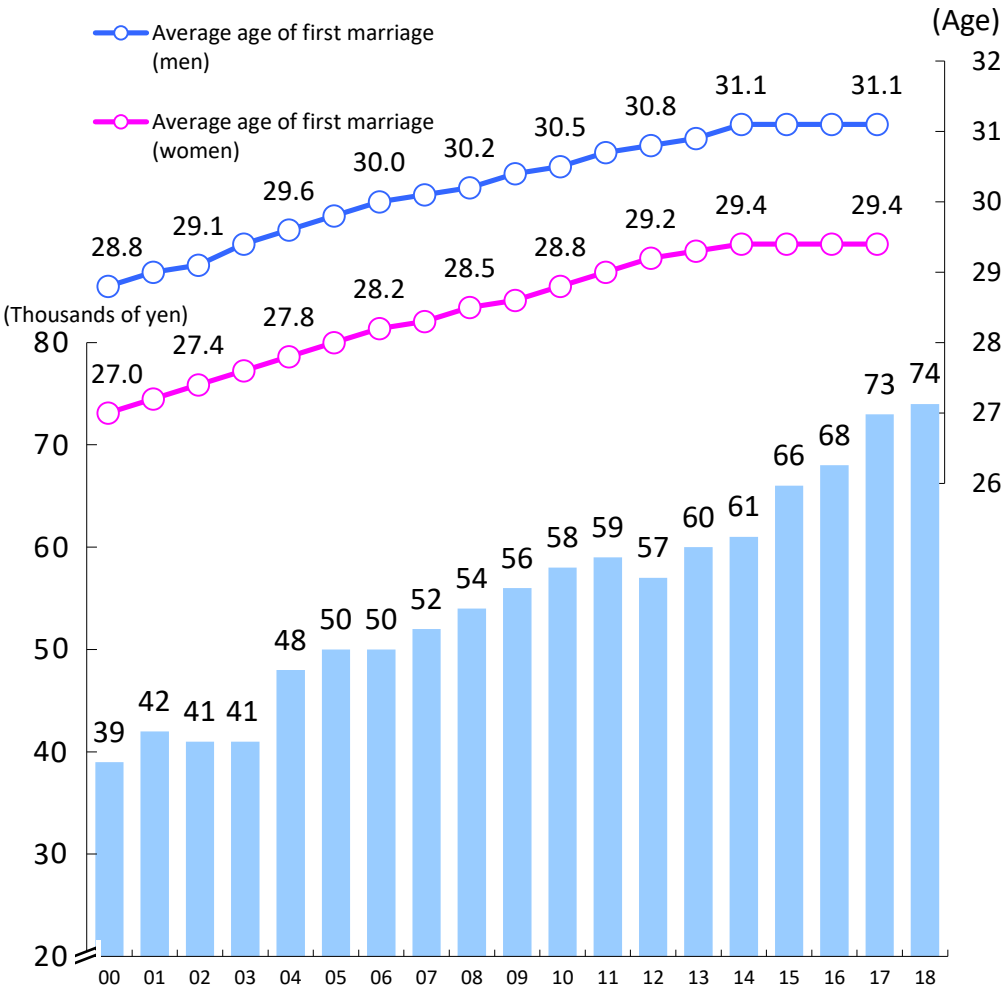
Source: Zexy Wedding Magazine Trend Survey 2018 (Estimates), facilities that host wedding receptions/parties

Japan's wedding market is still highly fragmented, leaving significant potential for IKK to capture market share

Market share of the six listed wedding companies (based on number of weddings/receptions)



Average age of first marriage and money spent per wedding reception guest



Source: Zexy Wedding Magazine Trend Survey 2018 – Tokyo Area, total per-guest cost for wedding ceremony and reception/party, Ministry of Health, Labour and Welfare, "Vital Statistics 2017"

Couples continue to spend more on weddings despite deflation in Japan

Primary causes

1. Couples want a once-in-a-lifetime event that people will remember for a long time
2. As the age of first marriages rises, more couples want better food and entertainment for guests and activities that incorporate each couple's personal preferences
3. More young people who do not care about luxury in their everyday lives want to spend money to make a wedding a memorable experience

Consistent growth in the amount spent per wedding guest

(now about 90% higher than in 2000)



Precautions about this presentation

- This presentation includes forecasts and other forward-looking statements about the performance, strategies, business plans and other subjects concerning IKK.
- These forward-looking statements, which are not historical facts, reflect the outlook of IKK based on information that was available when this announcement was made.
- Forward-looking statements incorporate uncertainties about the economy, competition from other companies and many other potential sources of risk.

Consequently, actual performance, business activities and/or the financial position may differ significantly from the forward-looking statements in this presentation due to upcoming changes in the economy, competition in the industry, market demand, other economic, social and political events, and many other factors.



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