

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2020 (Based on Japanese GAAP)

July 31, 2020

Company name: Fundely Co., Ltd.
 Stock exchange listing: Tokyo
 Stock code: 3137 URL <https://www.fundely.co.jp/>
 Representative: President, Founder Kosuke Abe
 Director and General Manager of Administration Department Tomonori Kayano TEL 03-6741-5880
 Scheduled date to file Quarterly Securities Report: August 13, 2020
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended June 30, 2020 (from April 1, 2020 to June 30, 2020)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2020	755	(16.8)	25	(84.9)	22	(86.6)	15	(85.9)
Three months ended June 30, 2019	908	10.9	169	12.3	169	12.4	107	12.3

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2020	2.37		2.36	
Three months ended June 30, 2019	16.90		16.69	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of June 30, 2020	8,420		3,004		35.5	
As of March 31, 2020	8,713		3,096		35.3	

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2020	–	0.00	–	3.00	3.00
Year ending March 31, 2021	–	–	–	–	–
Year ending March 31, 2021 (Forecast)	–	0.00	–	3.00	3.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2021 (from April 1, 2020 to March 31, 2021)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2020	2,143	26.5	4	–	0	–	0	–	–
Full year	5,028	50.2	500	(7.4)	491	(8.4)	314	(8.9)	48.77

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: Yes

(2) Changes in accounting policies, changes in accounting estimates, and restatement of prior period financial statements

Changes in accounting policies due to revisions to accounting standards and other regulations: No

Changes in accounting policies due to other reasons: No

Changes in accounting estimates: No

Restatement of prior period financial statements: No

(3) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of June 30, 2020	⋮	6,455,100 shares	As of March 31, 2020	⋮	6,455,100 shares
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Number of treasury shares at the end of the period

As of June 30, 2020	⋮	100,000 shares	As of March 31, 2020	⋮	– shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2020	⋮	6,423,731 shares	Three months ended June 30, 2019	⋮	6,384,000 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2020	As of June 30, 2020
Assets		
Current assets		
Cash and deposits	1,923,057	1,260,278
Accounts receivable - trade	209,669	164,317
Merchandise and finished goods	196,889	389,143
Work in process	1,621	158
Raw materials and supplies	7,072	91,971
Other	344,166	305,121
Allowance for doubtful accounts	(60)	(53)
Total current assets	2,682,416	2,210,938
Non-current assets		
Property, plant and equipment		
Buildings	16,248	2,520,047
Accumulated depreciation	(11,954)	(45,737)
Buildings, net	4,293	2,474,310
Structures	–	528,839
Accumulated depreciation	–	(10,382)
Structures, net	–	518,456
Machinery, equipment and vehicles	–	1,366,160
Accumulated depreciation	–	(32,126)
Machinery, equipment and vehicles, net	–	1,334,033
Tools, furniture and fixtures	27,776	96,929
Accumulated depreciation	(16,545)	(23,666)
Tools, furniture and fixtures, net	11,230	73,263
Land	516,725	516,725
Construction in progress	5,434,045	1,145,680
Total property, plant and equipment	5,966,295	6,062,470
Intangible assets	3,856	84,158
Investments and other assets	60,734	62,848
Total non-current assets	6,030,887	6,209,477
Total assets	8,713,303	8,420,416

(Thousands of yen)

	As of March 31, 2020	As of June 30, 2020
Liabilities		
Current liabilities		
Accounts payable - trade	112,137	140,813
Short-term borrowings	5,000,000	–
Current portion of long-term borrowings	–	270,360
Accounts payable - other	384,454	199,220
Income taxes payable	62,733	12,742
Provision for bonuses	23,526	14,412
Other	28,306	43,260
Total current liabilities	5,611,158	680,809
Non-current liabilities		
Long-term borrowings	–	4,729,640
Asset retirement obligations	5,465	5,467
Total non-current liabilities	5,465	4,735,107
Total liabilities	5,616,624	5,415,916
Net assets		
Shareholders' equity		
Share capital	279,703	279,703
Capital surplus	229,703	229,703
Retained earnings	2,570,529	2,566,373
Treasury shares	–	(87,143)
Total shareholders' equity	3,079,936	2,988,636
Share acquisition rights	16,743	15,863
Total net assets	3,096,679	3,004,499
Total liabilities and net assets	8,713,303	8,420,416

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2019	Three months ended June 30, 2020
Net sales	908,136	755,173
Cost of sales	360,451	387,480
Gross profit	547,685	367,692
Selling, general and administrative expenses	378,202	342,017
Operating profit	169,482	25,675
Non-operating income		
Commission income	165	144
Miscellaneous income	586	15
Total non-operating income	751	159
Non-operating expenses		
Interest expenses	488	2,193
Commission expenses	–	312
Miscellaneous loss	0	650
Total non-operating expenses	488	3,155
Ordinary profit	169,745	22,678
Extraordinary income		
Gain on reversal of share acquisition rights	–	1,185
Total extraordinary income	–	1,185
Profit before income taxes	169,745	23,864
Income taxes	61,872	8,655
Profit	107,873	15,208