

Summary of Business Results for the Fiscal Year Ended September 30, 2019

[Japan GAAP] (Consolidated)

November 14, 2019

Company	CANDEAL Co., Ltd.	Listed on the TSE
Stock Code	1446	URL https://www.canddeal.co.jp/
Representative	Akio Hayashi, President and Executive Director	
Contact	Izumi Fujiwara, Director, General Manager of Administration Dept. TEL: +81-3-6862-1701	
Expected date of annual shareholders' meeting:	December 20, 2019	Expected starting date of dividend payment: December 23, 2019
Expected date of filing of annual securities report:	December 20, 2019	
Preparation of supplementary financial document:	Yes	
Results briefing:	Yes (for analysts)	

(Rounded down to million yen)

1. Consolidated business results for the fiscal year ended September 2019

(October 1, 2018 through September 30, 2019)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Sept. 2019	13,167	7.6	465	15.1	453	31.3	247	44.6
Year ended Sept. 2018	12,239	2.3	403	20.7	345	20.7	171	52.7

(Note) Comprehensive income:

Year ended September 2019: 247 million yen (45.1%)

Year ended September 2018: 170 million yen (51.4%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended Sept. 2019	24.26	23.43	8.3	6.7	3.5
Year ended Sept. 2018	17.66	16.77	6.5	5.0	3.3

(Note) 1. Diluted net income per share for the previous fiscal year is calculated by deeming the average stock price from the date of initial public offering to the end of the previous consolidated fiscal year to be the average stock price for the period, as the Company's shares were listed on the Mothers market of the Tokyo Stock Exchange on July 5, 2018.

2. The Company conducted a 100-for-1 stock split on March 14, 2018, and a 2-for-1 stock split on September 1, 2019. Net assets per share and diluted net income per share are calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sept. 2019	6,854	3,154	45.9	304.42
As of Sept. 2018	6,742	2,856	42.1	282.56

(Reference) Shareholders' equity:

As of September 2019: 3,143 million yen

As of September 2018: 2,841 million yen

(Note) The Company conducted a 100-for-1 stock split on March 14, 2018, and a 2-for-1 stock split on September 1, 2019. Net assets per share is calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Year ended Sept. 2019	595	79	-351	1,590
Year ended Sept. 2018	147	-31	-228	1,267

2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Sept. 2018	-	0.00	-	0.00	0.00	-	-	-
Year ended Sept. 2019	-	5.00	-	3.00	-	56	22.9	1.9
Year ending Sept. 2020 (forecast)	-	3.00	-	3.00	6.00		24.2	

(Note) The Company conducted a 2-for-1 stock split on September 1, 2019. The dividend for the end of the second quarter of the fiscal year ended September 2019 represents the actual dividend.

3. Forecast of consolidated business results for the fiscal year ending September 2020

(October 1, 2019 through September 30, 2020) (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Sept. 2020	14,010	6.4	524	12.7	492	8.6	256	3.5	24.84

*Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Changes in accounting policies, accounting estimates and restatement

- ① Changes in accounting policies associated with revision of accounting standards: : None
- ② Changes in accounting policies other than ① : None
- ③ Changes in accounting estimates : None
- ④ Restatement : None

(3) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

As of September 2019 10,327,800 shares
As of September 2018 10,056,400 shares

② Treasury stock at the end of period:

As of September 2019 - shares
As of September 2018 - shares

③ Average number of stock during period

Year ended September 2019 10,216,509 shares
Year ended September 2018 9,706,460 shares

(Note) The Company conducted a 100-for-1 stock split on March 14, 2018, and a 2-for-1 stock split on September 1, 2019. Number of shares outstanding (common stock) is calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the fiscal year ended September 2019

(October 1, 2018 through September 30, 2019)

(1) Non-consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Sept. 2019	1,205	7.2	238	-16.2	226	-3.7	112	-30.2
Year ended Sept. 2018	1,124	42.4	284	117.9	234	127.5	160	820.3

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Sept. 2019	10.98	10.60
Year ended Sept. 2018	16.56	15.73

(Note) 1. Diluted net income per share for the previous fiscal year is calculated by deeming the average stock price from the date of initial public offering to the end of the previous consolidated fiscal year to be the average stock price for the period, as the Company's shares were listed on the Mothers market of the Tokyo Stock Exchange on July 5, 2018.

2. The Company conducted a 100-for-1 stock split on March 14, 2018, and a 2-for-1 stock split on September 1, 2019. Net assets per share and diluted net income per share are calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sept. 2019	5,104	2,879	56.2	277.87
As of Sept. 2018	5,232	2,717	51.7	268.78

(Reference) Shareholders' equity:

As of September 2019: 2,869 million yen

As of September 2018: 2,702 million yen

(Note) The Company conducted a 100-for-1 stock split on March 14, 2018, and a 2-for-1 stock split on September 1, 2019. Net assets per share and diluted net income per share are calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

***Financial summary is not subject to the review procedures by certified public accountants or auditing firms.**

***Explanation regarding appropriate use of business forecasts and other special instructions**

Forecasts regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. The Company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.

(Access to Supplementary Explanatory Materials and Details of Results Briefing)

The Company plans to hold a financial results briefing for securities analysts on Monday, December 2, 2019.

Materials for this briefing will be posted on the Company's website as soon as possible after the briefing.