

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2021 (Based on Japanese GAAP)

July 30, 2021

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, 2021
 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, 2021 (from April 1, 2021 to June 30, 2021)

(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, 2021	788	4.5	(13)	–	(15)	–	(29)	–
Three months ended June 30, 2020	755	(16.8)	25	(84.9)	22	(86.6)	15	(85.9)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2021	(4.66)		–	
Three months ended June 30, 2020	2.37		2.36	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of June 30, 2021	7,556		2,565		33.8	
As of March 31, 2021	7,732		2,613		33.6	

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, 2021	–	0.00	–	3.00	3.00
Year ending March 31, 2022	–	–	–	–	–
Year ending March 31, 2022 (Forecast)	–	0.00	–	3.00	3.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2022 (from April 1, 2021 to March 31, 2022)

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, 2021	1,885	24.6	(39)	–	(43)	–	(32)	–	(5.06)
Full year	3,874	26.5	100	–	92	–	68	–	10.83

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: Yes

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, 2021	∴	6,457,500 shares	As of March 31, 2021	∴	6,457,500 shares
---------------------	---	------------------	----------------------	---	------------------

Number of treasury shares at the end of the period

As of June 30, 2021	∴	100,000 shares	As of March 31, 2021	∴	100,000 shares
---------------------	---	----------------	----------------------	---	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2021	∴	6,357,500 shares	Three months ended June 30, 2020	∴	6,423,731 shares
----------------------------------	---	------------------	----------------------------------	---	------------------

Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Assets		
Current assets		
Cash and deposits	668,474	677,229
Accounts receivable - trade	187,692	124,522
Merchandise and finished goods	327,850	400,338
Work in process	147	1,274
Raw materials and supplies	95,475	71,869
Other	436,774	389,177
Allowance for doubtful accounts	(90)	(64)
Total current assets	1,716,325	1,664,346
Non-current assets		
Property, plant and equipment		
Buildings	2,538,445	2,538,445
Accumulated depreciation	(147,279)	(181,253)
Buildings, net	2,391,165	2,357,191
Structures	528,839	528,839
Accumulated depreciation	(41,530)	(51,913)
Structures, net	487,308	476,925
Machinery, equipment and vehicles	2,688,660	2,688,660
Accumulated depreciation	(233,775)	(300,992)
Machinery, equipment and vehicles, net	2,454,884	2,387,667
Tools, furniture and fixtures	99,136	99,136
Accumulated depreciation	(48,632)	(56,712)
Tools, furniture and fixtures, net	50,504	42,424
Land	516,725	516,725
Total property, plant and equipment	5,900,588	5,780,935
Intangible assets	76,065	71,143
Investments and other assets	39,613	39,607
Total non-current assets	6,016,267	5,891,686
Total assets	7,732,592	7,556,033

(Thousands of yen)

	As of March 31, 2021	As of June 30, 2021
Liabilities		
Current liabilities		
Accounts payable - trade	136,917	128,465
Current portion of long-term borrowings	270,360	270,360
Accounts payable - other	127,931	74,522
Income taxes payable	3,426	2,190
Provision for bonuses	18,975	9,487
Other	29,586	40,353
Total current liabilities	587,197	525,378
Non-current liabilities		
Long-term borrowings	4,526,870	4,459,280
Asset retirement obligations	5,472	5,474
Total non-current liabilities	4,532,342	4,464,754
Total liabilities	5,119,540	4,990,133
Net assets		
Shareholders' equity		
Share capital	279,864	279,864
Capital surplus	229,864	229,864
Retained earnings	2,176,501	2,127,583
Treasury shares	(87,143)	(87,143)
Total shareholders' equity	2,599,086	2,550,168
Share acquisition rights	13,966	15,731
Total net assets	2,613,052	2,565,899
Total liabilities and net assets	7,732,592	7,556,033

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2020	Three months ended June 30, 2021
Net sales	755,173	788,941
Cost of sales	387,480	464,766
Gross profit	367,692	324,174
Selling, general and administrative expenses	342,017	337,483
Operating profit (loss)	25,675	(13,309)
Non-operating income		
Commission income	144	171
Miscellaneous income	15	241
Total non-operating income	159	413
Non-operating expenses		
Interest expenses	2,193	2,142
Commission expenses	312	–
Miscellaneous losses	650	–
Total non-operating expenses	3,155	2,142
Ordinary profit (loss)	22,678	(15,039)
Extraordinary income		
Gain on reversal of share acquisition rights	1,185	301
Total extraordinary income	1,185	301
Extraordinary losses		
Subsidy reduction loss	–	30,897
Total extraordinary losses	–	30,897
Profit before income taxes	23,864	(45,634)
Income taxes	8,655	(15,990)
Profit	15,208	(29,644)