

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2022 (Based on Japanese GAAP)

July 29, 2022

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
 Inquiries: Administration Department
 Scheduled date to file Quarterly Securities Report: August 12, 2022
 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, 2022 (from April 1, 2022 to June 30, 2022)

(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, 2022	674	(14.6)	(17)	–	(28)	–	(28)	–
Three months ended June 30, 2021	788	4.5	(13)	–	(15)	–	(29)	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2022	(4.54)		–	
Three months ended June 30, 2021	(4.66)		–	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of June 30, 2022	5,294		615		11.4	
As of March 31, 2022	5,462		643		11.6	

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, 2022	–	0.00	–	0.00	0.00
Year ending March 31, 2023	–	–	–	–	–
Year ending March 31, 2023 (Forecast)	–	0.00	–	3.00	3.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2023 (from April 1, 2022 to March 31, 2023)

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, 2022	1,527	(4.4)	(35)	–	(59)	–	(40)	–	(6.44)
Full year	3,200	2.5	105	–	114	–	79	–	12.49

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, 2022	⋮	6,457,500 shares	As of March 31, 2022	⋮	6,457,500 shares
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Number of treasury shares at the end of the period

As of June 30, 2022	⋮	100,000 shares	As of March 31, 2022	⋮	100,000 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, 2022	⋮	6,357,500 shares	Three months ended June 30, 2021	⋮	6,357,500 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	1,066,839	1,038,523
Accounts receivable - trade	187,510	111,413
Merchandise and finished goods	374,215	373,264
Work in process	1,548	172
Raw materials and supplies	45,228	45,293
Other	42,988	43,838
Allowance for doubtful accounts	(64)	(58)
Total current assets	1,718,265	1,612,446
Non-current assets		
Property, plant and equipment		
Buildings	2,538,445	2,538,445
Accumulated depreciation	(283,176)	(317,139)
Buildings, net	2,255,268	2,221,305
Structures	528,839	528,839
Accumulated depreciation	(83,061)	(93,820)
Structures, net	445,777	435,019
Machinery, equipment and vehicles	965,927	965,927
Accumulated depreciation	(502,641)	(517,119)
Machinery, equipment and vehicles, net	463,286	448,808
Tools, furniture and fixtures	99,136	99,136
Accumulated depreciation	(80,951)	(83,558)
Tools, furniture and fixtures, net	18,185	15,577
Land	516,725	516,725
Total property, plant and equipment	3,699,243	3,637,437
Intangible assets	3,234	3,089
Investments and other assets	41,884	41,860
Total non-current assets	3,744,362	3,682,386
Total assets	5,462,628	5,294,833

(Thousands of yen)

	As of March 31, 2022	As of June 30, 2022
Liabilities		
Current liabilities		
Accounts payable - trade	112,039	99,304
Current portion of long-term borrowings	270,360	270,360
Accounts payable - other	69,775	65,116
Income taxes payable	6,367	1,919
Provision for bonuses	13,369	6,684
Other	85,552	41,452
Total current liabilities	557,464	484,837
Non-current liabilities		
Long-term borrowings	4,256,510	4,188,920
Asset retirement obligations	5,480	5,481
Total non-current liabilities	4,261,990	4,194,401
Total liabilities	4,819,454	4,679,239
Net assets		
Shareholders' equity		
Share capital	279,864	279,864
Capital surplus	229,864	229,864
Retained earnings	208,410	180,430
Treasury shares	(87,143)	(87,143)
Total shareholders' equity	630,995	603,014
Share acquisition rights	12,177	12,579
Total net assets	643,173	615,593
Total liabilities and net assets	5,462,628	5,294,833

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2021	Three months ended June 30, 2022
Net sales	788,941	674,041
Cost of sales	464,766	370,011
Gross profit	324,174	304,030
Selling, general and administrative expenses	337,483	321,272
Operating loss	(13,309)	(17,241)
Non-operating income		
Commission income	171	151
Miscellaneous income	241	357
Total non-operating income	413	509
Non-operating expenses		
Interest expenses	2,142	12,127
Miscellaneous losses	–	26
Total non-operating expenses	2,142	12,153
Ordinary loss	(15,039)	(28,885)
Extraordinary income		
Gain on reversal of share acquisition rights	301	410
Total extraordinary income	301	410
Extraordinary losses		
Subsidy reduction loss	30,897	–
Total extraordinary losses	30,897	–
Loss before income taxes	(45,634)	(28,475)
Income taxes	(15,990)	370
Loss	(29,644)	(28,845)