

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 Nine Months Ended December 31, 2020 (Based on Japanese GAAP)

January 29, 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  
 Inquiries: Administration Department  
 Scheduled date to file Quarterly Securities Report: February 12, 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 nine months ended December 31, 2020 (from April 1, 2020 to December 31, 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	%
Nine months ended December 31, 2020	2,336	(8.6)	(121)	–	(126)	–	(115)	–
Nine months ended December 31, 2019	2,556	0.2	438	(19.3)	437	(19.7)	277	(19.8)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended December 31, 2020	(18.16)		–	
Nine months ended December 31, 2019	43.38		42.98	

#### (2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of December 31, 2020	8,038		2,871		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	–	0.00	–	–	–
Year ending March 31, 2021 (Forecast)	–	–	–	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
Full year	3,350	0.1	(295)	–	(298)	–	(243)	–	(38.22)

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 December 31, 2020	6,455,100 shares	As of March 31, 2020	6,455,100 shares
-------------------------	------------------	----------------------	------------------

Number of treasury shares at the end of the period

As of December 31, 2020	100,000 shares	As of March 31, 2020	– shares
-------------------------	----------------	----------------------	----------

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

Nine months ended December 31, 2020	6,377,809 shares	Nine months ended December 31, 2019	6,407,003 shares
-------------------------------------	------------------	-------------------------------------	------------------

**Quarterly non-consolidated financial statements**  
**Non-consolidated balance sheets**

(Thousands of yen)

	As of March 31, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	1,923,057	744,534
Accounts receivable - trade	209,669	192,983
Merchandise and finished goods	196,889	630,056
Work in process	1,621	265
Raw materials and supplies	7,072	69,262
Other	344,166	279,061
Allowance for doubtful accounts	(60)	(63)
Total current assets	2,682,416	1,916,099
Non-current assets		
Property, plant and equipment		
Buildings	16,248	2,520,047
Accumulated depreciation	(11,954)	(113,303)
Buildings, net	4,293	2,406,744
Structures	–	528,839
Accumulated depreciation	–	(31,148)
Structures, net	–	497,691
Machinery, equipment and vehicles	–	2,688,660
Accumulated depreciation	–	(166,559)
Machinery, equipment and vehicles, net	–	2,522,101
Tools, furniture and fixtures	27,776	98,789
Accumulated depreciation	(16,545)	(40,281)
Tools, furniture and fixtures, net	11,230	58,508
Land	516,725	516,725
Construction in progress	5,434,045	–
Total property, plant and equipment	5,966,295	6,001,771
Intangible assets	3,856	80,770
Investments and other assets	60,734	39,600
Total non-current assets	6,030,887	6,122,143
Total assets	8,713,303	8,038,242

(Thousands of yen)

	As of March 31, 2020	As of December 31, 2020
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable - trade	112,137	85,320
Short-term borrowings	5,000,000	–
Current portion of long-term borrowings	–	270,360
Accounts payable - other	384,454	149,183
Income taxes payable	62,733	11,700
Provision for bonuses	23,526	6,932
Other	28,306	43,314
<b>Total current liabilities</b>	<b>5,611,158</b>	<b>566,810</b>
<b>Non-current liabilities</b>		
Long-term borrowings	–	4,594,460
Asset retirement obligations	5,465	5,470
<b>Total non-current liabilities</b>	<b>5,465</b>	<b>4,599,930</b>
<b>Total liabilities</b>	<b>5,616,624</b>	<b>5,166,740</b>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	279,703	279,703
Capital surplus	229,703	229,703
Retained earnings	2,570,529	2,435,332
Treasury shares	–	(87,143)
<b>Total shareholders' equity</b>	<b>3,079,936</b>	<b>2,857,595</b>
Share acquisition rights	16,743	13,906
<b>Total net assets</b>	<b>3,096,679</b>	<b>2,871,502</b>
<b>Total liabilities and net assets</b>	<b>8,713,303</b>	<b>8,038,242</b>

**Non-consolidated statements of income (cumulative)**

(Thousands of yen)

	Nine months ended December 31, 2019	Nine months ended December 31, 2020
Net sales	2,556,763	2,336,059
Cost of sales	1,015,380	1,291,330
Gross profit	1,541,382	1,044,729
Selling, general and administrative expenses	1,102,452	1,166,222
Operating profit (loss)	438,930	(121,493)
Non-operating income		
Commission income	603	534
Interest on tax refund	–	1,170
Other	843	211
Total non-operating income	1,446	1,916
Non-operating expenses		
Interest expenses	2,989	6,199
Other	8	991
Total non-operating expenses	2,997	7,191
Ordinary profit (loss)	437,379	(126,767)
Extraordinary income		
Gain on reversal of share acquisition rights	–	2,370
Total extraordinary income	–	2,370
Profit (loss) before income taxes	437,379	(124,397)
Income taxes	159,424	(8,565)
Profit (loss)	277,954	(115,832)