

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended April 30, 2019 (Based on Japanese GAAP)

June 12, 2019

Company name: Ascentech K.K.
 Stock exchange listing: Tokyo
 Stock code: 3565 URL <https://www.ascentech.co.jp/>
 Representative: CEO Naohiro Sato
 Inquiries: CFO Masanobu Sato TEL 03(5296)9331
 Scheduled date to file Quarterly Securities Report: June 12, 2019
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 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 April 30, 2019 (from February 1, 2019 to April 30, 2019)

(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 April 30, 2019	1,958	20.4	143	7.6	145	5.3	100	5.4
Three months ended April 30, 2018	1,626	51.0	133	15.6	138	26.3	95	26.5

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended April 30, 2019	15.18		14.77	
Three months ended April 30, 2018	14.47		14.10	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2019	2,199	1,470	66.6
As of January 31, 2019	2,218	1,412	63.4

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended January 31, 2019	–	0.00	–	14.00	14.00
Year ending January 31, 2020	–				
Year ending January 31, 2020 (Forecast)		0.00	–	7.00	7.00

3. Forecast of non-consolidated financial results for the year ending January 31, 2020 (from February 1, 2019 to January 31, 2020)

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 July 31, 2019	3,300	3.4	220	(10.3)	200	(20.0)	138	(20.2)	20.81
Full year	5,900	8.1	420	11.4	405	6.2	280	5.4	42.22

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(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 April 30, 2019	⋮	6,632,600 shares	As of January 31, 2019	⋮	6,626,400 shares
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Number of treasury shares at the end of the period

As of April 30, 2019	⋮	146 shares	As of January 31, 2019	⋮	146 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended April 30, 2019	⋮	6,630,180 shares	Three months ended April 30, 2018	⋮	6,600,592 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of January 31, 2019	As of April 30, 2019
Assets		
Current assets		
Cash and deposits	842,394	979,444
Accounts receivable - trade	801,918	782,826
Merchandise	280,269	140,203
Work in process	5,347	655
Other	120,766	129,141
Allowance for doubtful accounts	(2,844)	(2,762)
Total current assets	2,047,852	2,029,509
Non-current assets		
Property, plant and equipment	66,007	71,303
Intangible assets	6,401	5,737
Investments and other assets	98,605	92,947
Total non-current assets	171,014	169,989
Total assets	2,218,866	2,199,498
Liabilities		
Current liabilities		
Accounts payable - trade	451,813	203,994
Income taxes payable	100,057	43,112
Advances received	168,119	345,582
Other	55,392	105,495
Total current liabilities	775,383	698,184
Non-current liabilities		
Other	30,755	30,755
Total non-current liabilities	30,755	30,755
Total liabilities	806,138	728,939
Net assets		
Shareholders' equity		
Capital stock	228,875	229,317
Capital surplus	255,875	256,317
Retained earnings	924,663	978,937
Treasury shares	(253)	(253)
Total shareholders' equity	1,409,161	1,464,318
Valuation and translation adjustments		
Deferred gains or losses on hedges	(2,672)	—
Total valuation and translation adjustments	(2,672)	—
Share acquisition rights	6,240	6,240
Total net assets	1,412,728	1,470,558
Total liabilities and net assets	2,218,866	2,199,498

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended April 30, 2018	Three months ended April 30, 2019
Net sales	1,626,590	1,958,339
Cost of sales	1,376,206	1,688,213
Gross profit	250,383	270,126
Selling, general and administrative expenses	117,257	126,856
Operating profit	133,125	143,269
Non-operating income		
Interest income	252	18
Foreign exchange gains	—	1,099
Insurance premiums refunded cancellation	18,712	—
Subsidy income	2,100	2,340
Other	74	—
Total non-operating income	21,138	3,457
Non-operating expenses		
Interest expenses	—	64
Foreign exchange losses	15,685	—
Share issuance cost	48	564
Other	—	292
Total non-operating expenses	15,734	921
Ordinary profit	138,529	145,806
Profit before income taxes	138,529	145,806
Income taxes - current	44,033	39,352
Income taxes - deferred	(1,039)	5,795
Total income taxes	42,993	45,148
Profit	95,536	100,658