

# Translation

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## Summary of Non-Consolidated Financial Results for the Three Months Ended April 30, 2020 (Based on Japanese GAAP)

June 10, 2020

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 10, 2020  
 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, 2020 (from February 1, 2020 to April 30, 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	%
Three months ended April 30, 2020	1,704	(12.9)	174	22.1	178	22.5	123	23.0
Three months ended April 30, 2019	1,958	20.4	143	7.6	145	5.3	100	5.4

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended April 30, 2020	18.30		17.97	
Three months ended April 30, 2019	15.18		14.77	

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

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of April 30, 2020	2,836	1,778	62.5
As of January 31, 2020	2,768	1,704	61.4

### 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, 2020	–	0.00	–	7.00	7.00
Year ending January 31, 2021	–				
Year ending January 31, 2021 (Forecast)		0.00	–	7.00	7.00

### 3. Forecast of non-consolidated financial results for the year ending January 31, 2021 (from February 1, 2020 to January 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
Six months ending July 31, 2020	3,100	(6.8)	236	(7.5)	236	(10.6)	163	(10.5)	24.09
Full year	6,200	4.5	505	10.7	505	11.9	350	7.5	51.73

#### 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, 2020	⋮	6,766,200 shares	As of January 31, 2020	⋮	6,761,400 shares
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Number of treasury shares at the end of the period

As of April 30, 2020	⋮	186 shares	As of January 31, 2020	⋮	186 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, 2020	⋮	6,764,287 shares	Three months ended April 30, 2019	⋮	6,630,180 shares
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**Quarterly non-consolidated financial statements**  
**Non-consolidated balance sheets**

(Thousands of yen)

	As of January 31, 2020	As of April 30, 2020
<b>Assets</b>		
Current assets		
Cash and deposits	1,248,700	1,060,638
Accounts receivable - trade	631,360	1,091,981
Merchandise	432,473	283,281
Work in process	4,291	534
Other	215,778	168,678
Allowance for doubtful accounts	(2,235)	(3,843)
Total current assets	2,530,369	2,601,271
Non-current assets		
Property, plant and equipment	62,338	57,943
Intangible assets	14,129	24,040
Investments and other assets		
Other	171,097	163,254
Allowance for doubtful accounts	(9,720)	(9,720)
Total investments and other assets	161,377	153,534
Total non-current assets	237,845	235,518
Total assets	2,768,214	2,836,789
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	420,820	404,245
Income taxes payable	83,719	53,514
Advances received	460,318	485,109
Other	68,254	84,677
Total current liabilities	1,033,113	1,027,546
Non-current liabilities		
Other	30,755	30,755
Total non-current liabilities	30,755	30,755
Total liabilities	1,063,868	1,058,302
<b>Net assets</b>		
Shareholders' equity		
Share capital	233,700	234,036
Capital surplus	260,700	261,036
Retained earnings	1,203,985	1,280,466
Treasury shares	(336)	(336)
Total shareholders' equity	1,698,050	1,775,203
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	247	(742)
Deferred gains or losses on hedges	—	(1,972)
Total valuation and translation adjustments	247	(2,715)
Share acquisition rights	6,048	6,000
Total net assets	1,704,346	1,778,487
Total liabilities and net assets	2,768,214	2,836,789

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

(Thousands of yen)

	Three months ended April 30, 2019	Three months ended April 30, 2020
Net sales	1,958,339	1,704,818
Cost of sales	1,688,213	1,404,779
Gross profit	270,126	300,039
Selling, general and administrative expenses	126,856	125,119
Operating profit	143,269	174,919
Non-operating income		
Interest income	18	4
Subsidy income	2,340	3,418
Other	1,099	333
Total non-operating income	3,457	3,756
Non-operating expenses		
Interest expenses	64	—
Share issuance cost	564	47
Other	292	0
Total non-operating expenses	921	47
Ordinary profit	145,806	178,627
Extraordinary income		
Gain on reversal of share acquisition rights	—	48
Total extraordinary income	—	48
Profit before income taxes	145,806	178,675
Income taxes - current	39,352	49,332
Income taxes - deferred	5,795	5,533
Total income taxes	45,148	54,866
Profit	100,658	123,809