

# Summary of Business Results for the Fiscal Year Ended September 30, 2020

## [Japan GAAP] (Consolidated)

November 13, 2020

Company	CANDEAL Co., Ltd.	Listed on the TSE
Stock Code	1446	URL <a href="https://www.candea.co.jp/">https://www.candea.co.jp/</a>
Representative	Akio Hayashi, President and Executive Director	
Contact	Izumi Fujiwara, Director, General Manager of Administration Dept. TEL: +81-3-6862-1701	
Expected date of annual shareholders' meeting:	December 24, 2020	Expected starting date of dividend payment: December 25, 2020
Expected date of filing of annual securities report:	December 24, 2020	
Preparation of supplementary financial document:	Yes	
Results briefing:	Yes (for analysts)	

(Rounded down to million yen)

### 1. Consolidated business results for the fiscal year ended September 2020

(October 1, 2019 through September 30, 2020)

(1) Consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Sept. 2020	12,264	-6.9	421	-9.3	429	-5.2	191	-22.7
Year ended Sept. 2019	13,167	7.6	465	15.1	453	31.3	247	44.6

(Note) Comprehensive income:

Year ended September 2020: 191 million yen (-22.9%)

Year ended September 2019: 247 million yen (45.1%)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
Year ended Sept. 2020	18.50	18.05	5.9	5.6	3.4
Year ended Sept. 2019	24.26	23.43	8.3	6.7	3.5

(Note) The Company conducted a 2-for-1 stock split of common stock on September 1, 2019. Net income per share and diluted net income per share are calculated by assuming that the stock split was conducted at the beginning of the previous fiscal year.

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sept. 2020	8,402	3,396	40.4	316.81
As of Sept. 2019	6,854	3,154	45.9	304.42

(Reference) Shareholders' equity:

As of September 2020: 3,396 million yen

As of September 2019: 3,143 million yen

(Note) The Company conducted a 2-for-1 stock split of common stock on September 1, 2019. Net assets per share is calculated by assuming that the stock split was conducted at the beginning of the previous fiscal year.

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
Year ended Sept. 2020	449	-106	1,521	3,455
Year ended Sept. 2019	595	79	-351	1,590

### 2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Sept. 2019	-	5.00	-	3.00	-	56	22.9	1.9
Year ended Sept. 2020	-	3.00	-	3.00	6.00	63	32.4	1.9
Year ending Sept. 2021 (forecast)	-	3.00	-	3.00	6.00		42.5	

(Note) The Company conducted a 2-for-1 stock split of common stock on September 1, 2019, the Company presents the actual dividend for the second quarter of the fiscal year ended September 2019.

### 3. Forecast of consolidated business results for the fiscal year ending September 2021

(October 1, 2020 through September 30, 2021) (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Year ending Sept. 2021	12,804	4.4	369	-12.4	366	-14.7	151	-21.0	14.13

#### \*Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Changes in accounting policies, accounting estimates and restatement

- ① Changes in accounting policies associated with revision of accounting standards: : None
- ② Changes in accounting policies other than ① : None
- ③ Changes in accounting estimates : None
- ④ Restatement : None

(3) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

As of September 2020 10,720,200 shares

As of September 2019 10,327,800 shares

② Treasury stock at the end of period:

As of September 2020 - shares

As of September 2019 - shares

③ Average number of stock during period

Year ended September 2020 10,364,737 shares

Year ended September 2019 10,216,509 shares

(Note) The Company conducted a 2-for-1 stock split of common stock on September 1, 2019. Net income per share and diluted net income per share are calculated by assuming that the stock split was conducted at the beginning of the previous fiscal year.

#### (Reference) Summary of non-consolidated business results

##### 1. Non-consolidated business results for the fiscal year ended September 2020

(October 1, 2019 through September 30, 2020)

(1) Non-consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Sept. 2020	1,247	3.5	264	10.7	223	-1.3	132	18.0
Year ended Sept. 2019	1,205	7.2	238	-16.2	226	-3.7	112	-30.2

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Sept. 2020	12.77	12.46
Year ended Sept. 2019	10.98	10.60

(Note) The Company conducted a 2-for-1 stock split of common stock on September 1, 2019. Net assets per share and diluted net income per share are calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Sept. 2020	6,694	3,063	45.8	285.75
As of Sept. 2019	5,104	2,879	56.2	277.87

(Reference) Shareholders' equity:

As of September 2020: 3,063 million yen

As of September 2019: 2,869 million yen

(Note) The Company conducted a 2-for-1 stock split of common stock on September 1, 2019. Net assets is calculated assuming that the stock split was conducted at the beginning of the previous fiscal year.

**\*Financial summary is not subject to the review procedures by certified public accountants or auditing firms.**

**\*Explanation regarding appropriate use of business forecasts and other special instructions**

Forecasts regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. The Company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.

(Access to Supplementary Explanatory Materials and Details of Results Briefing)

The Company plans to hold a financial results briefing for securities analysts on Monday, December 7, 2020. Materials for this briefing will be posted on the Company's website as soon as possible after the briefing.