

(English Translation)

**Financial Results for the Fiscal Year Ended September 30, 2019**  
**(under Japan GAAP) (Consolidated)**

October 31, 2019

Company name: M&A Capital Partners Co., Ltd.      Stock exchange listings:  
Tokyo Stock Exchange

Securities code: 6080      (URL <https://www.ma-cp.com>)

Representative: Satoru Nakamura  
President and Representative Director

Contact: Daisuke Uehara      Tel: 03-6880-3803  
Director and Manager at the Planning Management Department

Scheduled date of annual shareholders' meeting: December 20, 2019

Scheduled date of commencement of dividend payment: —

Scheduled date of filing of annual securities report: December 23, 2019

Presentation of supplementary materials on financial results: Yes

Holding of financial presentation meeting: Yes (For institutional investors)

(Note that all amounts have been rounded down to the nearest one million yen)

**1. Financial Results for the Fiscal Year Ended September 30, 2019 (From October 1, 2018 to September 30, 2019)**

(1) Consolidated Operating Results (Cumulative)

(Percentage figures represent changes from the same period of the previous fiscal year)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent
Fiscal year ended September 30, 2019	¥12,592 million (57.0%)	¥5,855 million (85.0%)	¥5,855 million (85.3%)	¥3,925 million (87.6%)
Fiscal year ended September 30, 2018	¥8,018 million (-3.8%)	¥3,165 million (-13.4%)	¥3,160 million (-12.5%)	¥2,092 million (-19.6%)

(Note)

Comprehensive income:

Fiscal year ended September 30, 2019: 3,925 million yen (87.6 %)

Fiscal year ended September 30, 2018: 2,092 million yen (-19.6 %)

	Profit per share	Profit (fully diluted) per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
Fiscal year ended September 30, 2019	¥251.54	¥246.65	26.0%	32.3%	46.5%
Fiscal year ended September 30, 2018	¥134.59	¥132.14	17.3%	22.2%	39.5%

*(Reference)*

*Equity in profit of affiliates:*

*Fiscal Year Ended September 30, 2019: — million yen*

*Fiscal Year Ended September 30, 2018: — million yen*

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended September 30, 2019	¥21,131 million	¥17,205 million	80.7%	¥1,092.54
Fiscal year ended September 30, 2018	¥15,161 million	¥13,174 million	86.6%	¥841.00

*(Reference)*

*Equity:*

*Fiscal Year Ended September 30, 2019: 17,048 million yen*

*Fiscal Year Ended September 30, 2018: 13,123 million yen*

### (3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended September 30, 2019	¥5,825 million	- ¥150 million	¥51 million	¥13,953 million
Fiscal year ended September 30, 2018	¥1,886 million	- ¥1,548 million	¥20 million	¥8,226 million

### 2. Dividends

	Annual dividends per share					Total amount of cash dividends (annual)	Payout ratio (consolidated)	Ratio of dividends to net assets (consolidated)
	First quarter	Second quarter	Third quarter	Year-end	Total			
Fiscal year ended September 30, 2018	-	¥0.00	-	¥0.00	¥0.00	-	-	-
Fiscal year ended September 30, 2019	-	¥0.00	-	¥0.00	¥0.00	-	-	-
Fiscal year ending September 30, 2020 (Forecast)	-	¥0.00	-	¥0.00	¥0.00		-	

### 3. Forecast of Financial Results for the Fiscal Year Ending September 30, 2020 (From October 1, 2019 to September 30, 2020)

(Percentage figures represent changes from the same period of the previous fiscal year)

	Net sales	Operating income	Ordinary income	Profit attributable to owners of parent	Profit per share
Annual	¥13,706 million (8.9%)	¥5,900 million (0.8%)	¥5,905 million (0.9%)	¥4,054 million (3.3%)	¥259.81

(Note) No forecast has been made for the consolidated financial results for the second quarter (cumulative).

**\* Notes**

- (1) Significant changes in subsidiaries during the consolidated fiscal year under review: No
- (2) Changes in accounting policies, changes in accounting estimates, and restatements of prior period financial statements after error corrections
- (i) Changes in accounting policies due to revisions to accounting standards and other regulations, etc.: No
- (ii) Changes in accounting policies due to other reasons: No
- (iii) Changes in accounting estimates: No
- (iv) Restatements of prior period financial statements after error corrections: No
- (3) Total number of issued shares (common shares)
- (i) Total number of issued shares as of the end of the period (including treasury shares):
- |                           |                   |
|---------------------------|-------------------|
| As of September 30, 2019: | 15,605,000 shares |
| As of September 30, 2018: | 15,605,000 shares |
- (ii) Number of treasury shares as of the end of the period:
- |                           |            |
|---------------------------|------------|
| As of September 30, 2019: | 199 shares |
| As of September 30, 2018: | 199 shares |
- (iii) Average number of shares during the period:
- |                                       |                   |
|---------------------------------------|-------------------|
| Fiscal year ended September 30, 2019: | 15,604,801 shares |
| Fiscal year ended September 30, 2018: | 15,544,439 shares |

(Reference) Overview of Non-Consolidated Financial Results

**1. Financial Results for the Fiscal Year Ended September 30, 2019 (From October 1, 2018 to September 30, 2019)**

(1) Non-Consolidated Operating Results

(Percentage figures represent changes from the same period of the previous fiscal year)

	Net sales	Operating income	Ordinary income	Profit
Fiscal year ended September 30, 2019	¥10,918 million (69.0%)	¥5,825 million (83.7%)	¥5,831 million (83.6%)	¥3,962 million (83.1%)
Fiscal year ended September 30, 2018	¥6,460 million (2.0%)	¥3,171 million (-7.5%)	¥3,176 million (-6.6%)	¥2,164 million (-9.4%)

	Profit per share	Profit (fully diluted) per share
Fiscal year ended September 30, 2019	¥253.96	¥249.02
Fiscal year ended September 30, 2018	¥139.26	¥136.72

(2) Non-Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
Fiscal year ended September 30, 2019	¥20,514 million	¥17,110 million	82.6%	¥1,086.49
Fiscal year ended September 30, 2018	¥14,536 million	¥13,042 million	89.4%	¥832.53

(Reference)

Equity:

*Fiscal Year Ended September 30, 2019: 16,954 million yen*

*Fiscal Year Ended September 30, 2018: 12,991 million yen*

**\* Consolidated financial results are not subject to audit by certified public accountants or audit firms.**

**\* Proper usage of the forecast of financial results, and other special matters**

Descriptions or statements concerning projected figures and future outlooks contained within these materials are based on the decisions and assumptions resulting from information currently obtainable by the Company. The possibility exists that due to the intrinsic uncertainty of those decisions and assumptions and/or changes in terms of business operations as well as situational changes occurring internally/externally, the actual results may substantially differ from the content of projections. These materials do not constitute a guarantee on the part of the Company as to the certainty of any and all content concerning forecasts for the future.

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## 1. Overview of Operating Results

### (1) Overview of Operating Results

#### a. Market conditions

According to the statistical data collected and published by a group company RECOF DATA Corporation, the number of M&A deals publicly announced in relation to Japanese companies has been increasing since it declined to 1,687 in 2011 (January to December) due to the impact of the Global Financial Crisis and the Great East Japan Earthquake, to reach 3,850 in 2018 (January to December), the highest number since statistics began. At the most recent point in 2019 (January to September), it has also been at the highest level on record at 3,038 (up 10.4% year on year).

Furthermore, society is focusing on M&A as a means of resolving business succession problems in small and medium enterprises, and the number of deals concluded throughout the industry is continuing to grow. For this reason, we have determined that the domestic M&A market will continue to see an increase in demand.

The small and medium enterprise M&A market that is the main target for the Group has seen prominent new entries by major financial institutions and from other industries. It is expected that competition will intensify and the market will be further stimulated. As a result, we recognize that M&A will become more widespread, and that the managers of small and medium enterprises will change to more actively seek out M&A service providers.

#### b. Condition of the Group

The Group reported increased revenue and earnings to reach record levels, and net sales increased by ¥4,573.834 million (57.0%) year on year to ¥12,592.278 million as a result of the number of deals closed increasing significantly from the previous consolidated fiscal year and a significant increase in the share of major deals.

Cost of sales increased by ¥1,180.705 million (39.8%) year-on-year to ¥4,150.658 million mainly due to increases in salaries and allowances associated with the increase in the number of consultants, the increase in incentives associated with the increase in net sales, and the increase in subcontract expenses associated with the increase in the number of deals.

Selling, general and administrative expenses increased by ¥702.700 million (37.3%) year on year to ¥2,585.678 million primarily due to the increase in directors' compensation as a result of directors being directly involved in closing major deals and an increase in advertising expenses resulting from strengthening of advertising measures.

As a result, operating income increased by ¥2,690.428 million (85.0%) year on year to ¥5,855.940 million, ordinary income increased by ¥2,695.758 million (85.3%) year on year to ¥5,855.801 million and profit attributable to owners of parent increased by ¥1,833.007 million (87.6%) year on year to ¥3,925.209 million.

The details of deals closed by the Group, the Company and RECOF are as follows.



### Number of deals (consolidated)

Name of type			Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)	Year-on-year change	
Whole Group	M&A deals closed		(number of deals)	115	144	+29
	By amount of processing fees	Number of deals among those wherein amount of processing fees for the deal was JPY 100 million or more	(number of deals)	18	27	+9
		Number of deals among those wherein amount of processing fees for the deal was less than JPY 100 million	(number of deals)	97	117	+20

### Number of deals (non-consolidated)

Name of type			Previous fiscal year (from October 1, 2017 to September 30, 2018)	Current fiscal year (from October 1, 2018 to September 30, 2019)	Year-on-year change	
M&A Capital Partners Co., Ltd.	M&A deals closed		(number of deals)	95	125	+30
	By amount of processing fees	Number of deals among those wherein amount of processing fees for the deal was JPY 100 million or more	(number of deals)	13	24	+11
		Number of deals among those wherein amount of processing fees for the deal was less than JPY 100 million	(number of deals)	82	101	+19

Name of type			Previous fiscal year (from October 1, 2017 to September 30, 2018)	Current fiscal year (from October 1, 2018 to September 30, 2019)	Year-on-year change	
RECOF Corporation	M&A deals closed		(number of deals)	20	19	-1
	By amount of processing fees	Number of deals among those wherein amount of processing fees for the deal was JPY 100 million or more	(number of deals)	5	3	-2
		Number of deals among those wherein amount of processing fees for the deal was less than JPY 100 million	(number of deals)	15	16	+1

Segment information is omitted because our Group's reporting segment is only the M&A-related services business.

(2) Overview of Financial Position

(Current assets)

As of the end of the consolidated fiscal year under review, current assets amounted to ¥18,627.300 million, an increase of ¥5,869.750 million (46.0%) year on year. This was primarily due to a ¥5,726.503 million increase in cash and deposits and a ¥181.194 million increase in accounts receivable - trade.

(Non-current assets)

As of the end of the consolidated fiscal year under review, non-current assets amounted to ¥2,504.147 million, an increase of ¥100.618 million (4.2%) year on year. This was primarily due to deferred tax assets indicating the value of future tax reductions increasing by ¥265.802 million, and amortization of goodwill and trademark right progressing by ¥226.460 million in relation to the lease and guarantee deposits increasing by ¥72.954 million in association with the increase of head office floor space scheduled for next fiscal year.

(Current liabilities)

Current liabilities amounted to ¥3,714.025 million, an increase of ¥1,945.688 million (110.0%) year on year. This was primarily due to income taxes payable increasing by ¥1,229.460 million, accrued consumption taxes increasing by 348.618 million, and accounts payable - other increasing by ¥459.899 million as a result of an increase in year-end bonuses paid to directors and employees from part of ordinary income.

(Non-current liabilities)

Non-current liabilities amounted to ¥212.007 million, a decrease of ¥6.006 million (2.8%) year on year. This was due to a ¥1.099 million decrease in net defined benefit liability and a ¥4.907 million decrease in other, net (non-current liabilities).

(Net assets)

Net assets amounted to ¥17,205.415 million, an increase of ¥4,030.687 million (30.6%) year on year. This was primarily due to a ¥3,925.209 million increase in retained earnings.

### (3) Overview of Cash Flows

Cash and cash equivalents (hereinafter referred to as “funds”) at the end of the consolidated fiscal year under review totaled ¥13,953.475 million, an increase of ¥5,726.503 million (69.6%) year on year.

Each of the cash flows in the consolidated fiscal year under review and their respective factors are as follows.

#### (Cash flows from operating activities)

Funds provided by operating activities amounted to ¥5,822.554 million. This was primarily due to the recording revenue of ¥5,855.801 million in income before income taxes.

#### (Cash flows from investing activities)

Funds used in investing activities amounted to ¥147.672 million. This was primarily due to the Company spending ¥103.306 as an additional payment of lease deposit associated with the fixed-term lease agreement for the head office and a payment of lease deposit in association with the increase in head office floor space scheduled for next fiscal year.

#### (Cash flows from financing activities)

Funds provided by financing activities amounted to ¥51.620 million. This was proceeds from the issuance of 12th subscription rights to shares.

(Reference) Trends in Cash Flow Indicators

	Fiscal year ended September 30, 2015	Fiscal year ended September 30, 2016	Fiscal year ended September 30, 2017	Fiscal year ended September 30, 2018	Fiscal year ended September 30, 2019
Equity ratio (%)	72.5	75.5	82.6	86.6	80.7
Equity ratio on market value basis (%)	492.9	531.4	636.1	707.1	478.5
Interest-bearing debt to cash flows ratio (years)	-	-	-	-	-
Interest coverage ratio (times)	-	-	-	-	-

Equity ratio:  $\text{Equity} / \text{Total assets}$

Equity ratio on market value basis:  $\text{Market capitalization} / \text{Total assets}$

Interest-bearing debt to cash flows ratio:  $\text{Interest-bearing debt} / \text{Cash flow}$

Interest coverage ratio:  $\text{Cash flow} / \text{Interest payment}$

(Notes)

1. *Cash flow represents operating cash flow.*
2. *“Interest-bearing debt” includes all of those Liabilities reported on the balance sheet on which interest is paid.*
3. *Market capitalization is calculated by multiplying the year-end share price by the number of shares issued and outstanding at year-end.*
4. *We did not have interest-bearing debt in the years ended September 30, 2015 to the year ended September 30, 2019, so we have not provided the interest-bearing debt to cash flow ratio.*
5. *The indicators for the year ended September 30, 2015 to the year ended September 30, 2016 are calculated using financial figures on a non-consolidated basis because there were no consolidated subsidiaries.*

(4) Forecast

The Group will continue to implement measures that pursue synergies among group companies and increase quality of service, and continue to provide high-quality business activities and services aimed at owners and management of enterprises.

The forecast for the next consolidated fiscal year calls for increased revenues and earnings with net sales of ¥13,706 million, operating income of ¥5,900 million, ordinary income of ¥5,905 million and profit attributable to owners of parent of ¥4,054 million.

2. Basic Stance Regarding the Selection of Accounting Standards

The Group employs Japanese standards considering comparability of consolidated financial statements between periods and comparability among companies.

The application of IFRS will be handled appropriately in consideration of various conditions in Japan and overseas.

### 3. Consolidated Financial Statements and Significant Notes Thereto

#### (1) Consolidated Balance Sheet

	(Unit: thousand yen)	
	Previous consolidated fiscal year (as of September 30, 2018)	Current consolidated fiscal year (as of September 30, 2019)
Current assets		
Cash and deposits	12,226,972	17,953,475
Accounts receivable - trade	384,313	565,507
Allowance for doubtful accounts	-	(3,240)
Other	146,264	111,557
Total current assets	12,757,549	18,627,300
Non-current assets		
Property, plant and equipment		
Facilities attached to buildings, net	226,006	193,686
Other	51,970	60,373
Total property, plant and equipment	277,977	254,059
Intangible assets		
Trademark right	264,000	231,000
Goodwill	1,547,681	1,354,221
Other	44,253	56,521
Total intangible assets	1,855,934	1,641,742
Investments and other assets, gross		
Lease and guarantee deposits	204,393	277,347
Deferred tax assets	65,159	330,961
Other	63	35
Total investments and other assets	269,616	608,344
Total non-current assets	2,403,528	2,504,147
Total assets	15,161,078	21,131,448

	(Unit: thousand yen)	
	Previous consolidated fiscal year (as of September 30, 2018)	Current consolidated fiscal year (as of September 30, 2019)
Liabilities		
Current liabilities		
Advances received	435,905	353,104
Provision for bonuses	32,168	17,814
Accounts payable - other	636,793	1,096,693
Income taxes payable	543,062	1,772,523
Accrued consumption taxes	52,738	401,356
Other	67,668	72,533
Total current liabilities	1,768,336	3,714,025
Non-current liabilities		
Net defined benefit liability	124,365	123,266
Other	93,649	88,741
Total non-current liabilities	218,014	212,007
Total liabilities	1,986,351	3,926,033
Net assets		
Shareholders' equity		
Capital stock	2,503,615	2,503,615
Capital surplus	2,493,365	2,493,365
Retained earnings	8,127,030	12,052,240
Treasury shares	(353)	(353)
Total shareholders' equity	13,123,659	17,048,868
Subscription rights to shares	51,068	156,546
Total net assets	13,174,727	17,205,415
Total liabilities and net assets	15,161,078	21,131,448

(2) Consolidated Statements of Income and Consolidated Statements of Comprehensive Income  
Consolidated Statements of Income

	(Unit: thousand yen)	
	Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)
Net sales	8,018,443	12,592,278
Cost of sales	2,969,953	4,150,658
Gross profit	5,048,490	8,441,619
Selling, general and administrative expenses	1,882,978	2,585,678
Operating income	3,165,512	5,855,940
Non-operating income		
Interest income	663	912
Miscellaneous income	1,052	148
Total non-operating income	1,716	1,061
Non-operating expenses		
Interest expenses	96	-
Loss on retirement of non-current assets	6,696	519
Miscellaneous loss	392	681
Total non-operating expenses	7,185	1,201
Ordinary income	3,160,042	5,855,801
Income before income taxes	3,160,042	5,855,801
Income taxes - current	1,044,625	2,204,148
Income taxes - deferred	23,215	(273,556)
Total income taxes	1,067,840	1,930,591
Profit	2,092,201	3,925,209
Profit attributable to owners of parent	2,092,201	3,925,209



## Consolidated Statements of Income

	(Unit: thousand yen)	
	Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)
Profit	2,092,201	3,925,209
Comprehensive income:	2,092,201	3,925,209
(Comprehensive income attributable to:)		
Comprehensive income attributable to owners of parent	2,092,201	3,925,209

## (3) Consolidated Statement of Changes in Equity

Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)

(Unit: thousand yen)

	Shareholders' equity					Subscription rights to shares	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at the beginning of the year	2,491,243	2,480,993	6,034,829	(353)	11,006,713	51,068	11,057,781
Changes of items during period							
Issuance of new shares	12,372	12,372			24,744		24,744
Profit attributable to owners of parent			2,092,201		2,092,201		2,092,201
Purchase of treasury shares					-		-
Net changes in items other than shareholders' equity					-		-
Total changes of items during period	12,372	12,372	2,092,201	-	2,116,945	-	2,116,945
Balance at the end of the year	2,503,615	2,493,365	8,127,030	(353)	13,123,659	51,068	13,174,727

Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)

(Unit: thousand yen)

	Shareholders' equity					Subscription rights to shares	Total net assets
	Capital stock	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity		
Balance at the beginning of the year	2,503,615	2,493,365	8,127,030	(353)	13,123,659	51,068	13,174,727
Changes of items during period							
Issuance of new shares					-		-
Profit attributable to owners of parent			3,925,209		3,925,209		3,925,209
Purchase of treasury shares					-		-
Net changes in items other than shareholders' equity					-	105,478	105,478
Total changes of items during period	-	-	3,925,209	-	3,925,209	105,478	4,030,687
Balance at the end of the year	2,503,615	2,493,365	12,052,240	(353)	17,048,868	156,546	17,205,415

## (4) Consolidated Statement of Cash Flows

	(Unit: thousand yen)	
	Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)
Cash flows from operating activities		
Income before income taxes	3,160,042	5,855,801
Depreciation	84,995	79,818
Amortization of goodwill	193,460	193,460
Increase (decrease) in allowance for doubtful accounts	-	3,240
Depreciation and amortization on other	33,000	33,000
Loss on retirement of non-current assets	6,696	519
Interest income	(663)	(912)
Interest expenses	96	-
Decrease (increase) in notes and accounts receivable - trade	(178,219)	(181,194)
Increase (decrease) in accounts payable -other	(67,264)	465,860
Increase (decrease) in provision for bonuses	23,463	(14,353)
Increase (decrease) in provision for directors' bonuses	2,784	(704)
Increase (decrease) in net defined benefit liability	(1,044)	(1,099)
Increase (decrease) in advances received	199,312	(82,801)
Increase (decrease) in consumption taxes receivable/payable	(237,852)	354,004
Other	(122,980)	141,222
Subtotal	<u>3,095,825</u>	<u>6,845,862</u>
Interest income received	663	912
Interest expenses paid	(96)	-
Income taxes paid	(1,210,007)	(1,024,220)
Net cash provided by (used in) operating activities	<u>1,886,384</u>	<u>5,822,554</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(28,886)	(30,362)
Purchase of intangible assets	(28,462)	(33,841)
Payments into time deposits	(4,000,000)	(4,000,000)
Proceeds from withdrawal of time deposits	2,500,000	4,000,000
Payments for lease and guarantee deposits	(3,441)	(295,943)
Proceeds from collection of lease and guarantee deposits	12,097	212,474
Net cash provided by (used in) investing activities	<u>(1,548,692)</u>	<u>(147,672)</u>
Cash flows from financing activities		
Proceeds from issuance of common shares	24,744	-
Repayments of finance lease obligations	(4,550)	-
Proceeds from issuance of subscription rights to shares	-	51,620
Net cash provided by (used in) financing activities	<u>20,193</u>	<u>51,620</u>
Increase (decrease) in cash and cash equivalents	<u>357,885</u>	<u>5,726,503</u>
Cash and cash equivalents at beginning of period	<u>7,869,086</u>	<u>8,226,972</u>
Cash and cash equivalents at end of period	<u>8,226,972</u>	<u>13,953,475</u>

(5) Notes to Consolidated Financial Statements

(Changes to method of representation)

(Changes associated with the “Partial Amendments to Accounting Standard for Tax Effect Accounting”)

The “Partial Amendments to Accounting Standard for Tax Effect Accounting” (Accounting Standards Board of Japan (ASBJ) Statement No. 28, February 16, 2018) have been applied from the beginning of the current fiscal year under review. Accordingly, deferred tax assets and deferred tax liabilities have been changed to be presented under investments and other assets and non-current liabilities, respectively. As a result, “deferred tax assets” under “current assets” decreased by ¥113.301 million in the consolidated balance sheet of the previous consolidated fiscal year, and “deferred tax assets” included in “other” under “investments and other assets, gross” increased by ¥41.835 million. Furthermore, “deferred tax liabilities” included in “other” under “non-current liabilities” decreased by ¥71.466 million.

The deferred tax assets and deferred tax liabilities of the same tax entities are represented as being offset, and total assets decreased by ¥71.466 million compared to before the change.

(Segment information)

Our business is comprised of a singular segment of M&A-related services and auxiliary businesses. Thus, segment information has been omitted.

(Per share information)

	Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)
Net assets per share	841.00	1,092.54
Profit per share	134.59	251.54
Profit (fully diluted) per share	132.14	246.65

(Note)

1. The basis for calculation of the amount of profit per share and the amount of fully diluted profit per share are as shown below.

	Previous consolidated fiscal year (from October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (from October 1, 2018 to September 30, 2019)
Profit per share		
Profit attributable to owners of parent (thousand yen)	2,092,201	3,925,209
Amount not attributable to holders of common shares (thousand yen)	-	-
Profit attributable to owners of parent pertaining to common shares	2,092,201	3,925,209
Average number of common shares during the period (shares)	15,544,439	15,604,801

Profit per share (fully diluted)		
Adjustment of profit attributable to owners of parent (thousand yen)	-	-
Number of increased common shares (shares)	288,456	309,462
(Of which subscription rights to shares (shares))	(288,456)	(309,462)
Outline of dilutive shares not included in the calculation of profit (fully diluted) per share due to having no dilutive effect	<p>November 15, 2016 resolution of board of directors 9th subscription rights to shares (number of subscription rights to shares: 2,117)</p> <p>November 15, 2016 resolution of board of directors 10th subscription rights to shares (number of subscription rights to shares: 2,823)</p> <p>November 15, 2016 resolution of board of directors 11th subscription rights to shares (number of subscription rights to shares: 705)</p>	<p>November 15, 2016 resolution of board of directors 10th subscription rights to shares (number of subscription rights to shares: 2,823)</p> <p>November 15, 2016 resolution of board of directors 11th subscription rights to shares (number of subscription rights to shares: 705)</p> <p>December 14, 2018 resolution of board of directors 12th subscription rights to shares (number of subscription rights to shares: 1,192)</p>

2. *The basis for the calculation of net assets per share is as follows:*

	Previous consolidated fiscal year (as of September 30, 2018)	Current consolidated fiscal year (as of September 30, 2019)
Total net assets (thousand yen)	13,174,727	17,205,415
Amount deducted from total net assets (thousand yen)	51,068	156,546
(Of which subscription rights to shares (thousand yen))	(51,068)	(156,546)
Net assets attributable to common shares at the end of the period (thousand yen)	13,123,659	17,048,868
Number of common shares used for the calculation of net assets per share (shares)	15,604,801	15,604,801

(Important events after the reporting period)

Stock split and partial amendment to the articles of incorporation

The Company passed a resolution on a stock split and partial amendment to the articles of incorporation dated December 1, 2019 in the meeting of the board of directors held on October 31, 2019.

1. Purpose of the stock split and partial amendment to the articles of incorporation  
The purpose of the stock split is to increase liquidity of the Company's shares and further expand potential investors.

2. Overview of the stock split

(1) Method of split

With a record date of November 30, 2019 (Saturday) (effectively November 29, 2019 (Friday) due to that day being a holiday of the shareholder registry administrator), each of the common shares of the Company owned by shareholders listed or registered in the final shareholder registry on that day will be split into two shares.

(2) Number of shares increased by the split

(i) Total number of issued shares before the stock split	15,605,000 shares
(ii) Number of shares increased by the stock split	15,605,000 shares
(iii) Total number of issued shares after the stock split	31,210,000 shares
(iv) Total number of authorized shares after the stock split	95,520,000 shares

*(Note) The above number of authorized shares and increase in the number of shares are based on the number of issued shares as of October 31, 2019, and may increase as a result of exercising subscription rights to shares during the period between the date of the resolution by the board of directors and the record date of the stock split.*

3. Schedule of the split

(i) Date of announcement of record date	November 14, 2019 (Thursday)
(ii) Record date	November 30, 2019 (Saturday) (Note)
(iii) Effective date	December 1, 2019 (Sunday)

*(Note) Effectively November 29, 2019 (Friday) due to this day being a holiday of the shareholder registry administrator.*

4. Adjustment of subscription rights to shares

The strike price per share subject to subscription rights to shares will be adjusted at the same time as the effective date of December 1, 2019 due to this stock split.

	Strike price before adjustment	Strike price after adjustment
8th subscription rights to shares	¥1,085	¥543
9th subscription rights to shares	¥2,935	¥1,468
10th subscription rights to shares	¥2,935	¥1,468
11th subscription rights to shares	¥2,935	¥1,468
12th subscription rights to shares	¥4,470	¥2,235

5. Change in amount of capital stock

The amount of capital stock will not change due to this stock split.

6. Partial amendment to the articles of incorporation

(1) Reason for the amendment to the articles of incorporation

Article 6 of the articles of incorporation will be amended to change the total number of authorized shares on December 1, 2019 (Sunday) due to the resolution passed by the board of directors on October 31, 2019 (Thursday) pursuant to Article 184, paragraph (2) of the Companies Act in association with this stock split.

(Amended section underlined in the table)

Current articles of incorporation	After amendment
(Total number of authorized shares) Article 6 The total number of authorized shares of the Company shall be <u>47,760,000</u> shares.	(Total number of authorized shares) Article 6 The total number of authorized shares of the Company shall be <u>95,520,000</u> shares.

7. Impact on per share information

Per share information assuming that the stock split was performed at the start of the previous consolidated fiscal year is shown below.

Item	Previous consolidated fiscal year (From October 1, 2017 to September 30, 2018)	Current consolidated fiscal year (From October 1, 2018 to September 30, 2019)
Profit per share	¥67.30	¥125.77
Profit per share (fully diluted)	¥66.07	¥123.32