

Translation

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Summary of Consolidated Financial Results for the Three Months Ended December 31, 2020 (Based on Japanese GAAP)

January 29, 2021

Company name: Career Design Center Co.,Ltd.
 Stock exchange listing: Tokyo
 Stock code: 2410 URL <http://cdc.type.jp/ir/>
 Representative: Chairman and CEO Hiromi Tada
 Inquiries: Corporate Planning Director Yutaka Nishiyama TEL 03-3560-1601
 Scheduled date to file Quarterly Securities Report: February 12, 2021
 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. Consolidated financial results for the three months ended December 31, 2020 (from October 1, 2020 to December 31, 2020)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended December 31, 2020	2,792	(5.7)	54	(37.3)	70	(20.5)	44	(18.0)
Three months ended December 31, 2019	2,961	5.7	86	(12.3)	88	(16.2)	54	(17.6)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended December 31, 2020	6.63		–	
Three months ended December 31, 2019	8.09		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of December 31, 2020	5,492	3,755	68.4	556.42
As of September 30, 2020	5,642	3,841	68.1	569.12

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended September 30, 2020	–	0.00	–	20.00	20.00
Year ending September 30, 2021	–	–	–	–	–
Year ending September 30, 2021 (Forecast)	–	0.00	–	–	–

3. Forecast of consolidated financial results for the year ending September 30, 2021 (from October 1, 2020 to September 30, 2021)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending March 31, 2021	5,132	(15.7)	(466)	–	(454)	–	(501)	–	(74.23)
Full year	10,841	(1.6)	(380)	–	(370)	–	(482)	–	(71.50)

4. Notes

- (1) Changes in significant subsidiaries during the three months ended December 31, 2020
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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

(4) 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	7,054,400 shares	As of September 30, 2020	7,054,400 shares
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Number of treasury shares at the end of the period

As of December 31, 2020	304,368 shares	As of September 30, 2020	304,368 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended December 31, 2020	6,750,032 shares	Three months ended December 31, 2019	6,750,072 shares
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Quarterly consolidated financial statements
Consolidated balance sheets

(Thousands of yen)

	As of September 30, 2020	As of December 31, 2020
Assets		
Current assets		
Cash and deposits	2,539,205	2,172,711
Accounts receivable - trade	1,097,176	1,205,600
Other	261,749	278,518
Allowance for doubtful accounts	(3,946)	(3,340)
Total current assets	3,894,185	3,653,489
Non-current assets		
Property, plant and equipment	191,177	206,345
Intangible assets		
Software	797,311	817,966
Other	156,504	210,413
Total intangible assets	953,816	1,028,380
Investments and other assets	602,899	603,890
Total non-current assets	1,747,892	1,838,617
Total assets	5,642,078	5,492,107
Liabilities		
Current liabilities		
Accounts payable - trade	8,567	7,400
Short-term borrowings	25,000	124,000
Accrued expenses	535,746	608,594
Current portion of long-term borrowings	20,032	15,034
Income taxes payable	59,189	28,030
Provision for bonuses	155,821	37,928
Other	791,053	711,947
Total current liabilities	1,595,410	1,532,936
Non-current liabilities		
Retirement benefit liability	185,302	183,506
Asset retirement obligations	19,803	19,819
Total non-current liabilities	205,105	203,326
Total liabilities	1,800,516	1,736,262
Net assets		
Shareholders' equity		
Share capital	558,663	558,663
Capital surplus	395,128	395,128
Retained earnings	3,147,138	3,056,884
Treasury shares	(241,219)	(241,219)
Total shareholders' equity	3,859,711	3,769,456
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	(18,149)	(13,611)
Total accumulated other comprehensive income	(18,149)	(13,611)
Total net assets	3,841,561	3,755,844
Total liabilities and net assets	5,642,078	5,492,107

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended December 31, 2019	Three months ended December 31, 2020
Net sales	2,961,834	2,792,605
Cost of sales	1,280,340	1,393,499
Gross profit	1,681,494	1,399,105
Selling, general and administrative expenses	1,595,251	1,345,012
Operating profit	86,242	54,093
Non-operating income		
Interest income	2	0
cancellation	905	3,147
Miscellaneous income	857	991
Subsidies for employment adjustment receipt benefit	–	5,882
Other	–	6,000
Other	448	209
Total non-operating income	2,213	16,231
Non-operating expenses		
Interest expenses	124	145
Foreign exchange losses	100	–
Other	0	0
Total non-operating expenses	225	145
Ordinary profit	88,230	70,179
Extraordinary losses		
Loss on retirement of non-current assets	–	505
Total extraordinary losses	–	505
Profit before income taxes	88,230	69,673
Income taxes - current	20,303	28,030
Income taxes - deferred	13,343	(3,102)
Total income taxes	33,647	24,927
Profit	54,582	44,745
Profit attributable to owners of parent	54,582	44,745

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Three months ended December 31, 2019	Three months ended December 31, 2020
Profit	54,582	44,745
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	2,017	4,537
Total other comprehensive income	2,017	4,537
Comprehensive income	56,600	49,283
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	56,600	49,283