

Translation

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## Summary of Consolidated Financial Results for the Six Months Ended March 31, 2021 (Based on Japanese GAAP)

April 30, 2021

Company name: Career Design Center Co.,Ltd.  
 Stock exchange listing: Tokyo  
 Stock code: 2410 URL <https://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: May 13, 2021  
 Scheduled date to commence dividend payments: –  
 Preparation of supplementary material on quarterly financial results: Yes  
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the six months ended March 31, 2021 (from October 1, 2020 to March 31, 2021)

(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	%
Six months ended March 31, 2021	5,782	(5.0)	191	(45.8)	211	(41.0)	137	(42.4)
Six months ended March 31, 2020	6,086	3.5	353	(12.3)	358	(12.4)	237	(12.6)

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended March 31, 2021	20.31		–	
Six months ended March 31, 2020	35.24		–	

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2021	5,602	3,852	68.8	570.77
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	–	0.00	–	–	–
Year ending September 30, 2021 (Forecast)	–	–	–	–	–

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
Full year	–	–	–	–	–	–	–	–	–

4. Notes

- (1) Changes in significant subsidiaries during the six months ended March 31, 2021  
 (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 March 31, 2021	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 March 31, 2021	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)

Six months ended March 31, 2021	6,750,032 shares	Six months ended March 31, 2020	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 March 31, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	2,539,205	2,263,555
Accounts receivable - trade	1,097,176	1,326,458
Other	261,749	165,794
Allowance for doubtful accounts	(3,946)	(2,462)
Total current assets	3,894,185	3,753,346
Non-current assets		
Property, plant and equipment	191,177	199,474
Intangible assets		
Software	797,311	945,916
Other	156,504	106,059
Total intangible assets	953,816	1,051,975
Investments and other assets	602,899	597,325
Total non-current assets	1,747,892	1,848,776
Total assets	5,642,078	5,602,122
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	8,567	8,424
Short-term borrowings	25,000	46,000
Current portion of long-term borrowings	20,032	10,036
Income taxes payable	59,189	93,255
Provision for bonuses	155,821	145,294
Provision for shareholder benefit program	—	1,056
Other	1,326,800	1,239,626
Total current liabilities	1,595,410	1,543,692
Non-current liabilities		
Retirement benefit liability	185,302	185,856
Asset retirement obligations	19,803	19,835
Total non-current liabilities	205,105	205,692
Total liabilities	1,800,516	1,749,385
<b>Net assets</b>		
Shareholders' equity		
Share capital	558,663	558,663
Capital surplus	395,128	395,128
Retained earnings	3,147,138	3,149,239
Treasury shares	(241,219)	(241,219)
Total shareholders' equity	3,859,711	3,861,812
Accumulated other comprehensive income		
Remeasurements of defined benefit plans	(18,149)	(9,074)
Total accumulated other comprehensive income	(18,149)	(9,074)
Total net assets	3,841,561	3,852,737
Total liabilities and net assets	5,642,078	5,602,122

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

**Consolidated statements of income (cumulative)**

	(Thousands of yen)	
	Six months ended March 31, 2020	Six months ended March 31, 2021
Net sales	6,086,708	5,782,171
Cost of sales	2,518,196	2,804,153
Gross profit	3,568,511	2,978,017
Selling, general and administrative expenses	3,214,898	2,786,251
Operating profit	353,613	191,766
Non-operating income		
Interest income	18	11
Cancellation Fee	3,815	3,875
Reversal of allowance for doubtful accounts	433	1,501
Miscellaneous income	1,228	3,033
Receipt benefit	-	6,000
Subsidies for employment adjustment	-	5,882
Other	201	209
Total non-operating income	5,697	20,513
Non-operating expenses		
Interest expenses	240	426
Foreign exchange losses	100	-
Other	0	0
Total non-operating expenses	341	426
Ordinary profit	358,969	211,853
Extraordinary losses		
Loss on retirement of non-current assets	-	505
Total extraordinary losses	-	505
Profit before income taxes	358,969	211,347
Income taxes - current	113,341	74,066
Income taxes - deferred	7,781	179
Total income taxes	121,123	74,246
Profit	237,845	137,101
Profit attributable to owners of parent	237,845	137,101

**Consolidated statements of comprehensive income (cumulative)**

(Thousands of yen)

	Six months ended March 31, 2020	Six months ended March 31, 2021
Profit	237,845	137,101
Other comprehensive income		
Remeasurements of defined benefit plans, net of tax	4,034	9,074
Total other comprehensive income	4,034	9,074
Comprehensive income	241,880	146,176
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	241,880	146,176

## Consolidated statements of cash flows

(Thousands of yen)

	Six months ended March 31, 2020	Six months ended March 31, 2021
Cash flows from operating activities		
Profit before income taxes	358,969	211,347
Depreciation	123,660	157,078
Increase (decrease) in allowance for doubtful accounts	(433)	(2,204)
Increase (decrease) in provision for bonuses	11,359	(10,527)
Increase (decrease) in retirement benefit liability	10,766	554
Interest income	(18)	(11)
Interest expenses	240	426
Loss on retirement of non-current assets	–	505
Receipt benefit	–	(6,000)
Subsidies for employment adjustment	–	(5,882)
Decrease (increase) in trade receivables	88,920	(228,555)
Decrease (increase) in inventories	7,853	12,393
Increase (decrease) in trade payables	(2,970)	(143)
Increase (decrease) in accounts payable - other	(46,679)	(117,145)
Other, net	39,580	54,326
Subtotal	591,247	66,164
Interest received	18	11
Interest paid	(373)	(439)
Amount of benefits received	–	6,000
Proceeds from subsidies for employment adjustment	–	5,882
Income taxes (paid) refund	(161,137)	55,554
Net cash provided by (used in) operating activities	429,755	133,173
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,336)	(22,916)
Purchase of intangible assets	(185,820)	(260,338)
Payments of leasehold and guarantee deposits	(40,802)	–
Other, net	(1,653)	(1,653)
Net cash provided by (used in) investing activities	(231,613)	(284,908)
Cash flows from financing activities		
Proceeds from short-term borrowings	–	21,000
Repayments of long-term borrowings	(9,996)	(9,996)
Dividends paid	(303,525)	(134,918)
Net cash provided by (used in) financing activities	(313,521)	(123,914)
Net increase (decrease) in cash and cash equivalents	(115,379)	(275,649)
Cash and cash equivalents at beginning of period	3,092,819	2,439,205
Cash and cash equivalents at end of period	2,977,439	2,163,555