

Translation

Notice: This document is an excerpt translation of the original Japanese document and is only for reference purposes. In the event of any discrepancy between this translated document and the original Japanese document, the latter shall prevail.

Summary of Non-Consolidated Financial Results for the Nine Months Ended June 30, 2022 (Based on Japanese GAAP)

July 29, 2022

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
 Managing Director, General Manager of Yutaka Nishiyama
 Employee support Division of the company TEL 03-3560-1601
 Scheduled date to file Quarterly Securities Report: August 10, 2022
 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 nine months ended June 30, 2022 (from October 1, 2021 to June 30, 2022)

(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	%
Nine months ended June 30, 2022	11,417	82.0	988	–	984	917.6	677	(24.2)
Nine months ended June 30, 2021	6,272	–	83	–	96	–	893	–

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Nine months ended June 30, 2022	119.17		–	
Nine months ended June 30, 2021	132.41		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2022	6,207	2,844	45.8	515.65
As of September 30, 2021	5,858	3,948	67.4	584.92

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 September 30, 2021	–	0.00	–	35.00	35.00
Year ending September 30, 2022	–	0.00	–		
Year ending September 30, 2022 (Forecast)				45.00	45.00

3. Forecast of non-consolidated financial results for the year ending September 30, 2022 (from October 1, 2021 to September 30, 2022)

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
Full year	15,420	63.4	1,107	686.8	1,100	608.4	700	(24.5)	121.38

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: Yes

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 June 30, 2022	7,054,400 shares	As of September 30, 2021	7,054,400 shares
---------------------	------------------	--------------------------	------------------

Number of treasury shares at the end of the period

As of June 30, 2022	1,538,403 shares	As of September 30, 2021	304,368 shares
---------------------	------------------	--------------------------	----------------

Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended June 30, 2022	5,683,370 shares	Nine months ended June 30, 2021	6,750,032 shares
---------------------------------	------------------	---------------------------------	------------------

Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of September 30, 2021	As of June 30, 2022
Assets		
Current assets		
Cash and deposits	2,619,310	2,857,261
Accounts receivable - trade	1,342,199	1,521,444
Work in process	8,292	–
Other	116,287	185,043
Allowance for doubtful accounts	(3,221)	(3,651)
Total current assets	4,082,869	4,560,098
Non-current assets		
Property, plant and equipment		
Buildings, net	172,786	173,862
Other, net	13,277	13,858
Total property, plant and equipment	186,064	187,720
Intangible assets		
Software	978,341	951,059
Other	26,367	35,601
Total intangible assets	1,004,709	986,661
Investments and other assets		
Deferred tax assets	269,618	117,459
Leasehold and guarantee deposits	263,787	261,765
Other	51,627	94,060
Allowance for doubtful accounts	(146)	(137)
Total investments and other assets	584,887	473,147
Total non-current assets	1,775,661	1,647,529
Total assets	5,858,531	6,207,627
Liabilities		
Current liabilities		
Accounts payable - trade	11,580	12,052
Short-term borrowings	58,000	–
Current portion of long-term borrowings	–	99,996
Accounts payable - other	414,967	512,254
Accrued expenses	617,363	745,779
Income taxes payable	56,640	101,934
Provision for bonuses	169,236	44,557
Provision for shareholder benefit program	–	1,059
Other	365,934	777,556
Total current liabilities	1,693,722	2,295,189
Non-current liabilities		
Long-term borrowings	–	833,340
Provision for retirement benefits	196,703	214,884
Asset retirement obligations	19,867	19,915
Total non-current liabilities	216,570	1,068,139
Total liabilities	1,910,293	3,363,329

(Thousands of yen)

	As of September 30, 2021	As of June 30, 2022
Net assets		
Shareholders' equity		
Share capital	558,663	558,663
Capital surplus		
Legal capital surplus	211,310	211,310
Other capital surplus	144,018	144,018
Total capital surplus	355,328	355,328
Retained earnings		
Other retained earnings		
Retained earnings brought forward	3,275,465	3,633,248
Total retained earnings	3,275,465	3,633,248
Treasury shares	(241,219)	(1,702,941)
Total shareholders' equity	3,948,237	2,844,297
Total net assets	3,948,237	2,844,297
Total liabilities and net assets	5,858,531	6,207,627

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Nine months ended June 30, 2021	Nine months ended June 30, 2022
Net sales	6,272,411	11,417,080
Cost of sales	2,130,920	5,248,282
Gross profit	4,141,490	6,168,798
Selling, general and administrative expenses	4,057,937	5,180,153
Operating profit	83,553	988,645
Non-operating income		
Interest income	7	9
Cancellation Fee	4,237	3,647
Subsidy income	–	752
Receipt benefit	6,000	–
Other	3,583	165
Total non-operating income	13,828	4,575
Non-operating expenses		
Interest expenses	600	8,405
Other	0	0
Total non-operating expenses	600	8,405
Ordinary profit	96,781	984,815
Extraordinary income		
Gain on extinguishment of tie-in shares	839,363	–
Total extraordinary income	839,363	–
Extraordinary losses		
Loss on retirement of non-current assets	505	–
Total extraordinary losses	505	–
Profit before income taxes	935,638	984,815
Income taxes - current	1,776	118,647
Income taxes - deferred	40,081	188,895
Total income taxes	41,858	307,543
Profit	893,780	677,272