Summary of Consolidated Financial Results for the First Quarter of the Fiscal Year Ending March 31, 2020 [under Japanese GAAP]

July 31, 2019

Company: Keyware Solutions Inc. Stock Exchange Listings: TSE 2nd section
Stock code: 3799 URL: https://www.keyware.co.jp
Representative director: Masahiro Mita, President & CEO
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Scheduled date of filing Quarterly Securities Report: August 9, 2019
Scheduled commencement date of dividend payout: —
Supplemental information for quarterly financial results: None
Schedule for quarterly shareholders meeting: None

(Amounts are rounded down to units of million yen)

1. Summary of financial results for the first quarter of the fiscal year ending March 31, 2020 (April 1, 2019 – June 30, 2019)

(1) Consolidated operating results

(Percentage figures indicate changes from the same quarter of the prior fiscal year)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent	
	¥million	%	¥million	%	¥million	%	¥million	%
1Q of FY2020	3,864	5.0	-70	—	-49	—	-58	—
1Q of FY2019	3,680	15.0	-95	—	-68	—	-88	—

(Note) Comprehensive income:
1Q of FY2020: ¥ -57 million (— %)
1Q of FY2019: ¥ -88 million (— %)

	Net income per share	Diluted net income per share
	¥	¥
1Q of FY2020	-6.93	—
1Q of FY2019	-10.47	—

(2) Consolidated financial position

	Total assets	Net assets	Ownership equity ratio
	¥million	¥million	%
As of June 30, 2019	8,891	6,137	69.0
As of March 31, 2019	9,774	6,296	64.4

(Reference) Shareholders' Equity As of June 30, 2019: ¥ 6,137 million
As of March 31,2019: ¥ 6,296 million

2. Dividends

	Annual dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Full Year
	¥	¥	¥	¥	¥
FY2019	—	0.00	—	12.00	12.00
FY2020	—				
FY2020 (forecast)		0.00	—	12.00	12.00

(Note) Revision of the latest released dividend forecast: None

3. Forecast of consolidated financial results for the fiscal year ending March 31, 2020

(April 1, 2019 – March 31, 2020)

(Percentage figures indicate changes from the prior fiscal year)

	Sales		Operating income		Ordinary income		Profit attributable to owners of parent		Net income per share
	¥million	%	¥million	%	¥million	%	¥million	%	¥
Full Year	18,000	2.5	400	24.9	420	5.2	330	-4.1	38.81

(Note) Revision of the latest released financial results forecast: None

* Notes

(1) Changes in the number of important subsidiaries during the period under review: None
(changes in the scope of consolidation due to change in the number of specified subsidiaries)

(2) Application of special accounting treatment when preparing quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates, or revised presentation
   i. Changes in accounting policies due to revisions to accounting standards, etc.: None
   ii. Changes in accounting policies other than those in i.: None
   iii. Changes in accounting estimates: None
   iv. Revised presentation: None

(4) Ordinary shares issued (common stock)

i. Ordinary shares issued at end of period (including treasury stock)	As of June 30, 2019	9,110,000	As of March 31, 2019	9,110,000
ii. Treasury stock issued at end of period	As of June 30, 2019	607,643	As of March 31, 2019	607,643
iii. Average number of shares (consolidated quarter results)	1Q ended June 30, 2019	8,502,357	1Q ended June 30, 2018	8,502,357

* This financial report is outside the scope of audit procedures.

* Disclaimer

The above forecasts are based on judgments made in accordance with information available at the time these materials were prepared, and contain numerous uncertainties. Changing conditions and other factors may cause actual results to differ from the results in these forecasts.