May 14, 2019

Summary of Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2019

[Japanese GAAP]

Company name: Welbe, Inc. Listing: Tokyo Stock Exchange, Mothers Market
Stock code: 6556 URL: http://www.welbe.co.jp
Representative: Makoto Ohta, Representative Director and President
Contact: Takao Senga, Director, Vice President, Head of Management Division
Tel: +81-3-6268-9542
Scheduled date of General Meeting of Shareholders: June 26, 2019
Scheduled date of filing of Annual Securities Report: June 26, 2019
Scheduled date of dividend payment: June 27, 2019
Preparation of supplementary materials for financial results: Yes
Holding of financial results meeting: Yes (for institutional investors and analysts)

(All amounts are rounded down to the nearest million yen)

1. Financial Results for the Fiscal Year Ended March 31, 2019 (April 1, 2018 - March 31, 2019)

(1) Results of operations (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended Mar. 31, 2019	5,751	31.8	1,495	47.7	1,471	41.1	991	40.7
Fiscal year ended Mar. 31, 2018	4,364	52.7	1,012	86.8	1,042	94.2	704	105.8

	Net income per share	Diluted net income per share	ROE	Ordinary profit on total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended Mar. 31, 2019	36.40	34.43	45.3	43.5	26.0
Fiscal year ended Mar. 31, 2018	26.93	24.80	59.4	43.6	23.2

Reference: Equity in earnings of affiliates (million yen) Fiscal year ended Mar. 31, 2019: - Fiscal year ended Mar. 31, 2018: -

Notes: 1. The Welbe' stock was listed on the Tokyo Stock Exchange Mothers Market on October 5, 2017. Diluted net income per share for the fiscal year ended March 31, 2018 was determined by using an average stock price during the period between the listing and the end of March 2018.
2. Welbe conducted a 3-for-1 common stock split on April 1, 2018. Accordingly, net income per share and diluted net income per share have been calculated as if this stock split had taken place at the beginning of the fiscal year ended March 31, 2018.

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 31, 2019	3,707	2,539	68.5	92.02
As of Mar. 31, 2018	3,059	1,835	60.0	69.11

Reference: Shareholders' equity (million yen) As of Mar. 31, 2019: 2,539 As of Mar. 31, 2018: 1,834

Note: Welbe conducted a 3-for-1 common stock split on April 1, 2018. Accordingly, net assets per share have been calculated as if this stock split had taken place at the beginning of the fiscal year ended March 31, 2018.

(3) Cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Balance of cash and cash equivalents
	Million yen	Million yen	Million yen	Million yen
Fiscal year ended Mar. 31, 2019	1,102	(237)	(563)	1,894
Fiscal year ended Mar. 31, 2018	609	(230)	447	1,592

2. Dividends

	Dividends per share					Total dividends	Payout ratio	Dividend on equity
	1Q-end	2Q-end	3Q-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended Mar. 31, 2018	-	0.00	-	24.00	24.00	212	29.7	17.8
Fiscal year ended Mar. 31, 2019	-	3.00	-	4.20	7.20	198	19.8	8.9
Fiscal year ending Mar. 31, 2020 (forecast)	-	4.40	-	4.40	8.80		20.0	

Notes: 1. Welbe conducted a 3-for-1 common stock split on April 1, 2018. Dividends per share for the fiscal year ended March 31, 2018 are the actual amounts before the stock split.
2. Breakdown of dividends for the fiscal year ended Mar. 31, 2018:
Ordinary dividends: 16.00 yen; Commemorative dividends: 8.00 yen

3. Earnings Forecasts for the Fiscal Year Ending March 31, 2020 (April 1, 2019 – March 31, 2020)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	3,257	14.2	873	7.7	872	7.7	562	8.7	20.39
Full year	6,737	17.2	1,788	19.6	1,787	21.5	1,216	22.6	44.07

* Notes

(1) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting-based estimates: None

4) Restatements: None

(2) Number of shares issued (common stock)

1) Number of shares issued at the end of the period (including treasury shares)

As of Mar. 31, 2019: 27,600,000 shares As of Mar. 31, 2018: 26,550,000 shares

2) Number of treasury shares at the end of the period

As of Mar. 31, 2019: 102 shares As of Mar. 31, 2018: 102 shares

3) Average number of shares during the period

Fiscal year ended Mar. 31, 2019: 27,248,774 shares Fiscal year ended Mar. 31, 2018: 26,167,777 shares

Note: Welbe conducted a 3-for-1 common stock split on April 1, 2018. The number of shares issued has been calculated as if this stock split had taken place at the beginning of the fiscal year ended March 31, 2018.

* This summary report is not subject to audit by certified public accountants or auditing firms.

* Explanation of appropriate use of earnings forecasts, and other special items

Cautionary statement with respect to forecasts

Forecasts of future performance in these materials are based on assumptions judged to be valid and information available to Welbe's management at the time these materials were prepared, but are not promised by Welbe regarding future performance. Actual results may differ significantly from these forecasts for a number of reasons.

How to view supplementary materials for financial results

Welbe plans to hold an information meeting for institutional investors and analysts regarding results of operations on Tuesday, May 21, 2019. Materials distributed at this event will also be disclosed, using the Timely Disclosure network (TDnet), and available on the company's website.

This financial report is solely a translation of the Company's Kessan Tanshin in Japanese, which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.