February 6, 2020

Company Name: Kanamic Network Co., Ltd.
Representative: Representative Director and President, Takuma Yamamoto
（Stock Code: 3939　TSE 1）
Contact: Director, General Manager, Kenya Wakabayashi
（TEL. 03-5798-3955）

Notice on Consolidated Financial Forecasts in Connection with Commencement of Consolidated Accounting

The Company changed from its previous non-consolidated accounting system to a consolidated accounting system as of the first quarter ended December 31, 2019, and therefore, the Company makes the following announcement on the forecasts of its consolidated financial results for the fiscal year ending September 30, 2020 as follows:

1. Regarding the Commencement of Consolidated Accounting

As announced on December 25, 2018 in “the notice on the establishment of overseas subsidiary in the People's Republic of China (Dalian City)”, the Company established Kanamic (Dalian) Technology Co., Ltd. on December 23, 2018. The significance of Kanamic (Dalian) Technology Co., Ltd. has grown, so the Company has decided to change to a consolidated accounting system from the first quarter ended December 31, 2019.

2. Consolidated financial forecast for the fiscal year ending September 30, 2020（from October 1, 2019 to September 30, 2020）

	Net Sales	Operating Profit	Ordinary Profit	Profit attributable to owners of parent	Profit Per Share
	Millions of Yen	Millions of Yen	Millions of Yen	Millions of Yen	Yen
First Half（Cumulative）	900	280	300	195	4.05
Full Year	1,860	610	630	410	8.52

（Note）Consolidated accounting was not conducted for the fiscal year ended September 30, 2019, so year-on-year changes are not displayed.

3. Overview of Consolidated Financial Forecast

The consolidated financial forecast figures above reflect the Company’s standalone financial forecast for the fiscal year ending September 30, 2020, the financial forecasts of the subsidiary included in the scope of consolidation (Kanamic (Dalian) Technology Co., Ltd.), and the impact of consolidation adjustments.

Please note that there are no changes to the Company’s standalone financial forecasts announced on November 8, 2019 in the “Non-Consolidated Financial Results for the Fiscal Year Ended September 30, 2019 <Japanese GAAP>”.

*The above forecasts of financial results were prepared based on information available to the Company as of the date this material was released, as well as certain assumptions that are deemed to be reasonable. Actual results may differ materially due to a variety of factors.