May 14, 2020

Summary of Consolidated Financial Results for the Fiscal Year Ended March 31, 2020

[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
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Scheduled date of General Meeting of Shareholders: June 26, 2020
Scheduled date of filing of Annual Securities Report: June 26, 2020
Scheduled date of dividend payment: June 29, 2020
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. Consolidated Financial Results for the Fiscal Year Ended March 31, 2020 (April 1, 2019 - March 31, 2020)

(1) Consolidated Operating Results (Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of Parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Fiscal year ended Mar. 31, 2020	6,878	-	1,758	-	1,756	-	1,174	-
Fiscal year ended Mar. 31, 2019	-	-	-	-	-	-	-	-

Note: Comprehensive income Fiscal year ended Mar. 31, 2020: 1,174million yen (-%)
Fiscal year ended Mar. 31, 2019: - million yen (-%)

	Earnings per share	Diluted earnings per share	ROE	Ordinary profit on total assets	Operating profit to net sales
	Yen	Yen	%	%	%
Fiscal year ended Mar. 31, 2020	42.35	40.79	39.0	42.7	25.6
Fiscal year ended Mar. 31, 2019	-	-	-	-	-

Reference: Equity in earnings of affiliates Fiscal year ended Mar. 31, 2020: -million yen
Fiscal year ended Mar. 31, 2019: -million yen

Note: Since consolidated financial statements are being produced beginning in the fiscal year ended March 2020, the figures and percentage change YoY for the fiscal year ended March 2019 are not listed.

(2) Consolidated Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 31, 2020	4,511	3,477	77.1	124.98
As of Mar. 31, 2019	-	-	-	-

Reference: Shareholders' equity As of Mar. 31, 2020: 3,477million yen As of Mar. 31, 2019: -million yen

Note: Since consolidated financial statements are being produced beginning in the fiscal year ended March 2020, the figures for the fiscal year ended March 2019 are not listed.

(3) Consolidated 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, 2020	1,167	(483)	(541)	2,036
Fiscal year ended Mar. 31, 2020	-	-	-	-

2. Dividends

	Dividends per share					Total dividends	Payout ratio (consolidated)	Dividend on equity (consolidated)
	1Q-end	2Q-end	3Q-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended Mar. 31, 2019	-	3.00	-	4.20	7.20	198	19.7	15.6
Fiscal year ended Mar. 31, 2020	-	4.40	-	4.40	8.80	367	20.8	8.1
Fiscal year ending Mar. 31, 2021 (forecast)	-	4.70	-	4.80	9.50		19.9	

3. Consolidated Earnings Forecasts for the Fiscal Year Ending March 31, 2021 (April 1, 2020 – March 31, 2021)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of Parent		Earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	3,854	-	969	-	968	-	627	-	22.56
Full year	7,838	14.0	1,952	11.1	1,950	11.0	1,328	13.1	47.73

Note: Since consolidated financial statements are being produced beginning in the fiscal year ended March 2020, percentage change YoY of first half are not listed.

* Notes

(1) Changes in significant subsidiaries during the period under review
(changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) 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

(3) Number of shares issued (common stock)

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

As of Mar. 31, 2020:	27,825,000 shares	As of Mar. 31, 2019:	27,600,000 shares

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

As of Mar. 31, 2020:	129 shares	As of Mar. 31, 2019:	102 shares

3) Average number of shares during the period

Fiscal year ended Mar. 31, 2020:	27,731,021 shares	Fiscal year ended Mar. 31, 2019:	27,248,774 shares

(Reference) Summary of Non-consolidated Financial Results

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2020 (April 1, 2019 - March 31, 2020)

(1) Non-consolidated Operating Results (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, 2020	6,784	18.0	1,786	19.5	1,785	21.4	1,200	21.1
Fiscal year ended Mar. 31, 2019	5,751	31.8	1,495	47.7	1,471	41.1	991	40.7

	Earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended Mar. 31, 2020	43.31	41.71
Fiscal year ended Mar. 31, 2019	36.40	34.43

(2) Non-consolidated Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 31, 2020	4,472	3,504	78.4	125.94
As of Mar. 31, 2019	3,707	2,539	68.5	92.02

Reference: Shareholders' equity As of Mar. 31, 2020: 3,504million yen As of Mar. 31, 2019: 2,539million yen

* 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 19, 2020. 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.