

Translation

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Summary of Consolidated Financial Results for the Nine Months Ended October 31, 2019 (Based on Japanese GAAP)

December 9, 2019

Company name: Casa Inc.
 Stock exchange listing: Tokyo
 Stock code: 7196 URL <https://www.casa-inc.co.jp>
 Representative: President Seigo Miyaji
 Executive Officer and General Manager, General Affairs Department
 Inquiries: Hirofumi Tachibana TEL 03-5339-1143
 Scheduled date to file Quarterly Securities Report: December 9, 2019
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Consolidated financial results for the nine months ended October 31, 2019 (from February 1, 2019 to October 31, 2019)

(1) Consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended October 31, 2019	7,023	–	1,198	–	1,230	–	782	–
Nine months ended October 31, 2018	–	–	–	–	–	–	–	–

	Earnings per share	Diluted earnings per share
	Yen	Yen
Nine months ended October 31, 2019	76.35	71.56
Nine months ended October 31, 2018	–	–

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of October 31, 2019	12,553	6,586	52.4
As of January 31, 2019	–	–	–

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 January 31, 2019	–	0.00	–	26.00	26.00
Year ending January 31, 2020	–	0.00	–		
Year ending January 31, 2020 (Forecast)				26.00	26.00

3. Forecast of consolidated financial results for the year ending January 31, 2020 (from February 1, 2019 to January 31, 2020)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	9,454	–	1,409	–	1,469	–	890	–	85.70

4. Notes

- (1) Changes in significant subsidiaries during the nine months ended October 31, 2019
(changes in specified subsidiaries resulting in the change in scope of consolidation): No
- (2) Application of special accounting methods for preparing quarterly consolidated financial statements: No
- (3) 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: No
- Changes in accounting policies due to other reasons: No
- Changes in accounting estimates: No
- Restatement of prior period financial statements: No

(4) Number of issued shares (common shares)

Total number of issued shares at the end of the period (including treasury shares)

As of October 31, 2019	11,024,000 shares	As of January 31, 2019	10,976,000 shares
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Number of treasury shares at the end of the period

As of October 31, 2019	776,218 shares	As of January 31, 2019	587,918 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Nine months ended October 31, 2019	10,251,698 shares	Nine months ended October 31, 2018	10,771,522 shares
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Quarterly consolidated financial statements

Consolidated balance sheets

(Thousands of yen)

As of October 31, 2019

Assets	
Current assets	
Cash and deposits	2,902,671
Accounts receivable - trade	1,306,325
Right to reimbursement	3,016,503
Other	956,901
Allowance for doubtful accounts	(1,906,337)
Total current assets	6,276,064
Non-current assets	
Property, plant and equipment	57,405
Intangible assets	
Goodwill	3,644,788
Other	138,516
Total intangible assets	3,783,305
Investments and other assets	
Deferred tax assets	2,042,721
Other	393,787
Total investments and other assets	2,436,508
Total non-current assets	6,277,218
Total assets	12,553,283
Liabilities	
Current liabilities	
Advances received	4,540,371
Income taxes payable	343,037
Provision for bonuses	176,450
Other	900,259
Total current liabilities	5,960,119
Non-current liabilities	
Other	6,379
Total non-current liabilities	6,379
Total liabilities	5,966,499
Net assets	
Shareholders' equity	
Capital stock	1,555,280
Capital surplus	1,555,280
Retained earnings	4,390,165
Treasury shares	(899,303)
Total shareholders' equity	6,601,423
Accumulated other comprehensive income	
Valuation difference on available-for-sale securities	(16,357)
Total accumulated other comprehensive income	(16,357)
Share acquisition rights	1,718
Total net assets	6,586,784
Total liabilities and net assets	12,553,283

Consolidated statements of income (cumulative) and consolidated statements of comprehensive income (cumulative)

Consolidated statements of income (cumulative)

	(Thousands of yen)
	Nine months ended
	October 31, 2019
Net sales	7,023,909
Cost of sales	2,381,720
Gross profit	4,642,189
Selling, general and administrative expenses	3,443,739
Operating profit	1,198,449
Non-operating income	
Gain on bad debts recovered	29,054
Other	3,532
Total non-operating income	32,586
Non-operating expenses	
Commission fee	809
Total non-operating expenses	809
Ordinary profit	1,230,226
Profit before income taxes	1,230,226
Income taxes - current	662,477
Income taxes - deferred	(215,004)
Total income taxes	447,472
Profit	782,754
Profit attributable to owners of parent	782,754

Consolidated statements of comprehensive income (cumulative)

(Thousands of yen)

	Nine months ended October 31, 2019
Profit	782,754
Other comprehensive income	
Valuation difference on available-for-sale securities	(16,357)
Total other comprehensive income	(16,357)
Comprehensive income	766,396
Comprehensive income attributable to	
Comprehensive income attributable to owners of parent	766,396