

Translation

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Summary of Non-Consolidated Financial Results for the Three Months Ended June 30, 2019 (Based on Japanese GAAP)

August 7, 2019

Company name: MATCHING SERVICE JAPAN CO.,LTD.
 Stock exchange listing: Tokyo
 Stock code: 6539 URL <https://company.jmsc.co.jp/>
 Representative: CEO Takahiro Arimoto
 Managing Director
 Inquiries: Business Administration Headquarter Mayuki Fujie TEL 03-3239-7373
 General Manager
 Scheduled date to file Quarterly Securities Report: August 9, 2019
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: No
 Holding of quarterly financial results meeting: No

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the three months ended June 30, 2019 (from April 1, 2019 to June 30, 2019)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2019	959	10.8	393	9.7	431	17.2	297	17.4
Three months ended June 30, 2018	866	33.0	358	277.3	367	92.5	253	68.6

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Three months ended June 30, 2019	11.93		11.89	
Three months ended June 30, 2018	10.19		10.12	

(2) Non-consolidated financial position

	Total assets		Net assets		Equity ratio	
	Millions of yen		Millions of yen		%	
As of June 30, 2019	7,522		6,930		92.1	
As of March 31, 2019	7,810		6,998		89.6	

2. Cash dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Fiscal year-end	Total
	Yen				
Year ended March 31, 2019	–	0.00	–	15.00	15.00
Year ending March 31, 2020	–	–	–	–	–
Year ending March 31, 2020 (Forecast)	–	0.00	–	15.00	15.00

3. Forecast of non-consolidated financial results for the year ending March 31, 2020 (from April 1, 2019 to March 31, 2020)

Percentages indicate year-on-year changes

	Net sales		Operating profit		Ordinary profit		Profit		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2019	2,200	21.5	891	11.6	917	10.9	623	10.0	25.04
Full year	4,643	21.3	1,994	18.0	2,014	13.8	1,395	16.5	56.04

4. Notes

(1) Application of special accounting methods for preparing quarterly non-consolidated financial statements: No

(2) 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

(3) Number of issued shares (common shares)

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

As of June 30, 2019	24,908,400 shares	As of March 31, 2019	24,908,400 shares
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Number of treasury shares at the end of the period

As of June 30, 2019	332 shares	As of March 31, 2019	332 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2019	24,908,068 shares	Three months ended June 30, 2018	24,860,368 shares
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Quarterly non-consolidated financial statements
Non-consolidated balance sheets

(Thousands of yen)

	As of March 31, 2019	As of June 30, 2019
Assets		
Current assets		
Cash and deposits	2,868,746	2,927,749
Accounts receivable - trade	162,458	113,660
Securities	1,230,779	1,016,983
Other	84,522	71,127
Total current assets	4,346,507	4,129,521
Non-current assets		
Property, plant and equipment	71,231	68,353
Intangible assets	151,261	143,772
Investments and other assets		
Investment securities	3,020,175	2,993,981
Other	237,828	203,496
Allowance for doubtful accounts	(16,396)	(16,396)
Total investments and other assets	3,241,607	3,181,082
Total non-current assets	3,464,101	3,393,208
Total assets	7,810,608	7,522,730
Liabilities		
Current liabilities		
Income taxes payable	408,193	103,310
Provision for repayment	6,583	3,971
Provision for bonuses	115,647	52,383
Other	281,570	432,954
Total current liabilities	811,995	592,620
Total liabilities	811,995	592,620
Net assets		
Shareholders' equity		
Share capital	580,588	580,588
Capital surplus	1,226,526	1,226,526
Retained earnings	5,116,912	5,040,394
Treasury shares	(435)	(435)
Total shareholders' equity	6,923,592	6,847,074
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	75,021	83,034
Total valuation and translation adjustments	75,021	83,034
Total net assets	6,998,613	6,930,109
Total liabilities and net assets	7,810,608	7,522,730

Non-consolidated statements of income (cumulative)

(Thousands of yen)

	Three months ended June 30, 2018	Three months ended June 30, 2019
Net sales	866,572	959,782
Cost of sales	1,590	196
Gross profit	864,982	959,585
Selling, general and administrative expenses	506,263	566,003
Operating profit	358,719	393,581
Non-operating income		
Interest and dividend income	13,188	29,854
Gain on sales of securities	293	20,335
Other	1,323	345
Total non-operating income	14,805	50,534
Non-operating expenses		
Commission expenses	2,830	2,970
Loss on redemption of securities	2,873	9,919
Other	215	211
Total non-operating expenses	5,919	13,101
Ordinary profit	367,605	431,014
Extraordinary losses		
Loss on retirement of non-current assets	169	–
Total extraordinary losses	169	–
Profit before income taxes	367,435	431,014
Income taxes - current	120,164	103,120
Income taxes - deferred	(5,947)	30,680
Total income taxes	114,216	133,800
Profit	253,219	297,214