

## Fiscal Year Ending December 2018 Financial Results (Japanese accounting standards, consolidated)

February 14, 2019

|   |   |   |                     |
|---|---|---|---------------------|
| Company name                                      | FINDEX Inc.                                 |   | Exchange: TSE       |
| Securities code                                   | 3649  | URL <a href="http://findex.co.jp/en/index.html">http://findex.co.jp/en/index.html</a> |                     |
| Representative                                    | (Title) President & CEO                     | (Name) Teruo Aibara   |                     |
| Contact   | (Title) Director and Head of Administration | (Name) Atsushi Fujita   | TEL:+81-89-947-3388 |
| Scheduled date for ordinary shareholders' meeting | March 27, 2019                              | Scheduled date for dividend payment   | March 28, 2019      |
| Scheduled date for filing of securities report    | March 28, 2019                              |   |                     |
| Supplementary explanation of financial results?   | No  |   |                     |
| Financial results briefing?                       | Yes, for Analysts                           |   |                     |

(Rounded to the nearest million)

### 1 . Consolidated Results for FY 2018 (January 1, 2018 – December 31, 2018)

#### ( 1 ) Consolidated results of operations

(Percentages represent year-on-year changes)

|         | Sales   |     | Operating income |     | Ordinary income |     | Profit attributable to shareholders of parent |     |
|---------|---------|-----|------------------|-----|-----------------|-----|---|-----|
|         | mil yen | %   | mil yen          | %   | mil yen         | %   | mil yen                                       | %   |
| FY 2018 | 3,603   | 8.8 | 592              | 8.5 | 593             | 8.4 | 398   | 8.6 |
| FY 2017 | 3,311   | -   | 546              | -   | 547             | -   | 366   | -   |

Note: Comprehensive income      FY 2018      398 mil yen      (9.9%)      FY 2017      362 mil yen      ( - %)

|         | Earnings per share | Diluted earnings per share | Net income over shareholders' equity | Ordinary income over total assets | Operating income over sales |
|---------|--------------------|----------------------------|--------------------------------------|-----------------------------------|-----------------------------|
|         | yen                | yen                        | %                                    | %                                 | %                           |
| FY 2018 | 15.43              | 15.30                      | 14.8                                 | 18.4                              | 16.5                        |
| FY 2017 | 14.21              | 13.96                      | 13.5                                 | 17.0                              | 16.5                        |

Ref.: Equity in gains      FY 2018      - mil yen      FY 2017      - mil yen

Note: Since consolidated accounting system is applied from FY2017, the year-over-year comparison related to FY2017 figures are not included.

#### ( 2 ) Consolidated financial position

|         | Total assets | Net assets | Capital adequacy ratio | Net assets per share |
|---------|--------------|------------|------------------------|----------------------|
|         | mil yen      | mil yen    | %                      | yen                  |
| FY 2018 | 3,114        | 2,545      | 81.7                   | 99.44                |
| FY 2017 | 3,324        | 2,815      | 84.7                   | 109.14               |

Ref.: Owned capital      FY 2018      2,545 mil yen      FY 2017      2,815 mil yen

#### ( 3 ) Consolidated cash flows

|         | Cash flow from operating activities | Cash flow from investing activities | Cash flow from financial activities | Ending balance of cash and cash equivalents |
|---------|-------------------------------------|-------------------------------------|-------------------------------------|---|
|         | mil yen                             | mil yen                             | mil yen                             | mil yen                                     |
| FY 2018 | 597                                 | △539                                | △675                                | 682   |
| FY 2017 | 580                                 | △378                                | △182                                | 1,301                                       |

2 . Status of Dividends

|                      | Dividends during the year |                         |                         |          |       | Total dividends | Payout ratio<br>( Consolidated ) | Dividends over net assets<br>( Consolidated ) |
|----------------------|---------------------------|-------------------------|-------------------------|----------|-------|-----------------|----------------------------------|---|
|                      | 1 <sup>st</sup> quarter   | 2 <sup>nd</sup> quarter | 3 <sup>rd</sup> quarter | Term-end | Total |                 |                                  |   |
|                      | yen                       | yen                     | yen                     | yen      | yen   | mil yen         | %                                | %   |
| FY 2017              | -                         | 2.00                    | -                       | 5.00     | 7.00  | 181             | 49.2                             | 6.6   |
| FY 2018              | -                         | 2.00                    | -                       | 5.50     | 7.50  | 193             | 48.6                             | 7.2   |
| FY 2019 ( forecast ) | -                         | 2.00                    | -                       | 5.50     | 7.50  |                 | 47.9                             |   |

3 . Consolidated performance projection for FY 2019 (January 1, 2019 - December31, 2019)

( Percentages represent changes from the corresponding quarter of the previous year )

|                                     | Sales   |      | Operating income |       | Ordinary income |       | Profit attributable to shareholders of parent |       | Earnings per share |
|-------------------------------------|---------|------|------------------|-------|-----------------|-------|---|-------|--------------------|
|                                     | mil yen | %    | mil yen          | %     | mil yen         | %     | mil yen                                       | %     | yen                |
| 2 <sup>nd</sup> quarter(cumulative) | 1,685   | 16.0 | 200              | 238.2 | 201             | 234.9 | 121   | 245.2 | 4.73               |
| Full year                           | 3,770   | 4.6  | 629              | 6.1   | 630             | 6.1   | 401   | 0.7   | 15.67              |

Notes

(1) Changes in significant subsidiaries during the current quarter

(Changes in specified subsidiaries that caused a change in the scope of consolidation): none

(2) Changes in accounting policies

(i) Changes by a newly issued account pronouncement: none

(ii) Changes other than (i)-a above: none

(iii) Changes in accounting estimates: none

(iv) Restatement: none

(3) Number of shares issued

(i) Number of shares issued and outstanding at end of period (including treasury stock)

|        |                   |        |                   |
|--------|-------------------|--------|-------------------|
| FY2018 | 26,608,800 shares | FY2017 | 26,138,400 shares |
|--------|-------------------|--------|-------------------|

(ii) Number of treasury shares at end of period

|        |                  |        |                |
|--------|------------------|--------|----------------|
| FY2018 | 1,011,533 shares | FY2017 | 341,882 shares |
|--------|------------------|--------|----------------|

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

|        |                   |        |                   |
|--------|-------------------|--------|-------------------|
| FY2018 | 25,798,982 shares | FY2017 | 25,794,610 shares |
|--------|-------------------|--------|-------------------|

(Reference) Non-consolidated Financial Results

1. Non-consolidated Results for FY 2018 (January 1, 2018 – December 31, 2018)

(Rounded to the nearest million)

(1) Non-consolidated results of operations

(Percentages represent year-on-year changes)

|         | Sales   |      | Operating income |       | Ordinary income |       | Profit attributable to shareholders of parent |       |
|---------|---------|------|------------------|-------|-----------------|-------|---|-------|
|         | mil yen | %    | mil yen          | %     | mil yen         | %     | mil yen                                       | %     |
| FY 2018 | 3,557   | 8.3  | 635              | 6.7   | 635             | 6.5   | 439   | 6.9   |
| FY 2017 | 3,284   | △0.1 | 595              | △17.8 | 596             | △17.7 | 411   | △17.7 |

|         | Earnings per share | Diluted earnings per share |
|---------|--------------------|----------------------------|
|         | yen                | yen                        |
| FY 2018 | 17.04              | 16.90                      |
| FY 2017 | 15.95              | 15.67                      |

(2) Non-consolidated financial position

|         | Total assets | Net assets | Capital adequacy ratio | Net assets per share |
|---------|--------------|------------|------------------------|----------------------|
|         | mil yen      | mil yen    | %                      | yen                  |
| FY 2018 | 3,196        | 2,631      | 82.3                   | 102.81               |
| FY 2017 | 3,365        | 2,860      | 85.0                   | 110.87               |

Ref.: Owned capital FY 2018 2,631 mil yen FY 2017 2,860 mil yen

2. Non-consolidated performance projection for FY 2019 (January 1, 2019 - December 31, 2019)

( Percentages represent changes from the corresponding quarter of the previous year )

|                                     | Sales   |      | Ordinary income |       | Net income |       | Earnings per share |
|-------------------------------------|---------|------|-----------------|-------|------------|-------|--------------------|
|                                     | mil yen | %    | mil yen         | %     | mil yen    | %     | yen                |
| 2 <sup>nd</sup> quarter(cumulative) | 1,670   | 16.0 | 256             | 151.2 | 176        | 149.1 | 6.88               |
| Full year                           | 3,720   | 4.6  | 740             | 16.5  | 511        | 16.2  | 19.96              |

\* Quarterly financial results reports are not required to be subjected to quarterly reviews.

\* Explanation related to the appropriate use of the results forecasts and other items warranting special mention

Forward-looking statements in this document, including the results forecasts, etc., are based on the information available as of the date of the release of this document and the preconditions that FINDEX Inc. (the "Company") deemed to be reasonable; they are not meant to be a commitment by the Company, and variety of factors in the future may cause actual results to differ materially from these forecasts.