

Fiscal Year Ending December 2020 Financial Results (Japanese accounting standards, consolidated)

February 10, 2021
Exchange: TSE

Company name	FINDEX Inc.					
Securities code	3649	URL:	http://findex.co.jp/en/index.html			
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 shareholder's meeting	March 26, 2021	Scheduled date for dividend payment	March 29, 2021			
Scheduled date for filing of securities report	March 29, 2021					
Supplementary explanation of financial results?	No					
Financial results briefing?	Yes, for Analysts					

(Rounded to the nearest million)

1. Consolidated Results for FY 2020 (January 1, 2020 - December 31, 2020)

(1) Consolidated results of operations

(Percentages represent year-on-year changes)

	Sales		Operating income		Ordinary income		Profit attributable to shareholders of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
FY 2020	4,004	△6.5	636	△14.4	643	△13.8	430	△13.8
FY 2019	4,281	18.8	743	25.3	746	25.7	499	25.4

Note: Comprehensive income FY 2020 430 million yen △13.8% FY 2019 499 million yen 25.4%

	Earnings per share	Diluted earnings per share	Net income over shareholders' equity	Ordinary income over total assets	Operating income over sales
	yen	yen	%	%	%
FY 2020	16.81	-	14.6	17.7	15.9
FY 2019	19.50	-	18.5	22.7	17.4

Ref.: Equity in gains FY 2020 - million yen FY 2019 - million yen

Note 1: No statement is made of the amount of diluted net income per share after adjusting residual stocks for the FY2020 period because there were no diluted residual securities.

Note 2: No statement is made of the amount of diluted net income per share after adjusting residual stocks for the FY2019 period because there were no residual securities.

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	%	yen
FY 2020	3,796	3,073	80.8	119.84
FY 2019	3,464	2,842	82.0	111.03

Ref.: Owned capital FY 2020 3,068 million yen FY 2019 2,842 million 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
	million yen	million yen	million yen	million yen
FY 2020	542	△146	△201	1,972
FY 2019	1,670	△367	△207	1,778

2. Status of Dividends

	Dividends during the year					Total dividends	Payout ratio (Consolidated)	Dividends over net assets (Consolidated)
	1 st quarter	2 nd quarter	3 rd quarter	Term-end	Total			
	yen	yen	yen	yen	yen	million yen	%	%
FY 2019	-	2.50	-	5.50	8.00	206	41.0	7.6
FY 2020	-	2.50	-	5.50	8.00	206	47.6	6.9
FY 2021 (forecast)	-	2.50	-	5.50	8.00		29.3	

3. Consolidated performance projection for FY 2021 (January 1, 2021 – December 31, 2021)

(Percentages represent changes from the same period of the previous year)

	Sales		Operating income		Ordinary income		Profit attributable to shareholders of parent		Earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
2 nd quarter (cumulative)	2,196	△2.8	400	△27.2	400	△28.0	275	△26.8	10.74
Full year	4,600	14.9	1,010	58.7	1,010	57.0	700	62.6	27.34

Notes

(1) Changes in significant subsidiaries during the current period
(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)

FY2020	26,608,800 shares	FY2019	26,608,800 shares
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(ii) Number of treasury shares at end of period

FY2020	1,003,875 shares	FY2019	1,006,175 shares
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(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

FY2020	25,604,171 shares	FY2019	25,599,484 shares
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Note: The average number of shares of the company held by Custody Bank of Japan during the period was 182,956 shares in the previous fiscal year and 178,254 shares in the current fiscal year, which are included in the treasury stock deducted in the calculation of the average number of shares during the period. Custody Bank of Japan was established through the merger of JTC Holdings, Ltd and Japan Trustee Services Bank, Ltd. on July 27, 2020.

(Reference) Non-consolidated Financial Results

1. Non-consolidated Results for FY 2020 (January 1, 2020 - December 31, 2020) (Rounded to the nearest million)

(1) Non-consolidated results of operations (Percentages represent year-on-year on change)

	Sales		Operating income		Ordinary income		Profit attributable to shareholders of parent	
	million yen	%	million yen	%	million yen	%	million yen	%
FY 2020	3,982	△6.1	699	△11.9	738	11.8	514	13.3
FY 2019	4,241	19.2	793	25.0	660	4.0	454	3.3

	Earnings per share	Diluted earnings per share
	yen	yen
FY 2020	20.11	-
FY 2019	17.75	-

Note 1: No statement is made of the amount of diluted net income per share after adjusting residual stocks for the FY2020 period because there were no diluted residual securities.

Note 2: In the fiscal year ended December 31, 2019, the company recorded an allowance for doubtful accounts of 136 million yen relating to loans to a consolidated subsidiary, EMC Healthcare Co., as a non-operating loss, and a loss on valuation of the company's share of 5 million yen as extraordinary loss. These were recorded because many of the company's operations are related to the joint research and development with the company, and its debts exceeded its assets due to the increased costs for new basic research.

Note 3: No statement is made of the amount of diluted net income per share after adjusting residual stocks for the FY2019 period because there were no residual securities.

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	million yen	million yen	million yen	million yen
FY 2020	3,899	3,199	81.9	124.75
FY 2019	3,501	2,883	82.4	112.64

Ref.: Owned capital FY 2020 3,194 million yen FY 2019 2,883 million yen

2. Non-consolidated performance projection for FY 2021 (January 1, 2021 - December 31, 2021)

(Percentages represent changes from the same period of the previous year)

	Sales		Ordinary income		Net income		Earnings per share
	million yen	%	million Yen	%	million Yen	%	yen
2 nd quarter (cumulative)	2,161	△3.7	410	△26.2	285	△25.6	11.13
Full year	4,500	13.0	1,020	38.0	710	37.9	27.73

* These financial results are outside the scope of audit by certificated public accountants and audit corporations.

* 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.