

Translation

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Summary of Non-Consolidated Financial Results for the Six Months Ended October 31, 2018 (Based on Japanese GAAP)

December 7, 2018

Company name: HEROZ, Inc.
 Stock exchange listing: Tokyo
 Stock code: 4382 URL <https://www.heroz.co.jp>
 Representative: Representative Director and CEO Takahiro Hayashi
 Inquiries: Director and CFO Daisuke Asahara TEL 03(6435)2495
 Scheduled date to file Quarterly Securities Report: December 7, 2018
 Scheduled date to commence dividend payments: –
 Preparation of supplementary material on quarterly financial results: Yes
 Holding of quarterly financial results meeting: Yes

(Amounts less than one million yen are rounded down)

1. Non-consolidated financial results for the six months ended October 31, 2018 (from May 1, 2018 to October 31, 2018)

(1) Non-consolidated operating results (cumulative)

Percentages indicate year-on-year changes

	Net sales		EBITDA		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Six months ended October 31, 2018	646	–	239	–	229	–	229	–	158	–
Six months ended October 31, 2017	–	–	–	–	–	–	–	–	–	–

※EBITDA = Operating Profit + Depreciation + Amortization

	Earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended October 31, 2018	47.30		44.00	
Six months ended October 31, 2017	–		–	

(2) Non-consolidated financial position

	Total assets	Net assets	Equity ratio
	Millions of yen	Millions of yen	%
As of October 31, 2018	1,955	1,794	91.8
As of April 30, 2018	1,748	1,504	86.1

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 April 30, 2018	–	0.00	–	0.00	0.00
Year ending April 30, 2019	–	0.00			
Year ending April 30, 2019 (Forecast)			–	0.00	0.00

3. Forecast of non-consolidated financial results for the year ending April 30, 2019 (from May 1, 2018 to April 30, 2019)

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
Full year	1,300	12.6	400	12.9	400	18.1	280	13.3	41.41

(Notes) Revisions to the consolidated forecasts since the latest announcement: None

*HEROZ will conduct a 2-for-1 share split of its common shares, with an effective date of January 1, 2019. Accordingly, earnings per share are calculated using the average number of shares during the period after the split on the assumption that the share split was conducted at the beginning of the fiscal year ending April 2019. Earnings per share (basic) disregarding the said share split is 83.38 yen.

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 October 31, 2018	3,402,107 shares	As of April 30, 2018	3,333,839 shares
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Number of treasury shares at the end of the period

As of October 31, 2018	– shares	As of April 30, 2018	10 shares
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Average number of shares during the period (cumulative from the beginning of the fiscal year)

Six months ended October 31, 2018	3,359,823 shares	Six months ended October 31, 2017	– shares
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